

# 2005 Partnership Income Tax Return

North Carolina Department of Revenue

*Print in Black or Blue Ink Only.*

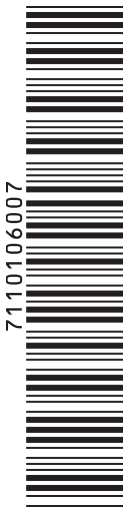
For calendar year **2005**, or other tax year beginning (MM-DD) \_\_\_\_\_ - \_\_\_\_\_ - **05** and ending (MM-DD-YY) \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_

Legal Name <small>(USE CAPITAL LETTERS FOR NAME AND ADDRESS)</small> _____ _____ Legal Name Continued _____ _____	Federal Employer ID Number _____ - _____ If LLC, Enter N.C. Secretary of State ID No. _____	<b>Fill in all applicable circles:</b> <input type="radio"/> Initial Return <input type="radio"/> Amended Return <input type="radio"/> Final Return <input type="radio"/> Entity is Partnership <input type="radio"/> Entity is LLC <input type="radio"/> Entity has Nonresident Owners <input type="radio"/> Entity has Escheatable Property <input type="radio"/> NC-478 is attached
Address _____ County <small>(Enter first five letters)</small> _____ _____ City _____ State _____ Zip Code _____		
<b>Important:</b> If partnership operated only in North Carolina and all partners were North Carolina residents, complete only Lines 4 and 6, Part 1 (and Lines 11 or 12 if any payments were made), Part 3A, and Part 4.		

**Part 1. Computation of Income Tax Due or Refund** *(See Form D-403A, Instructions for Partnership Income Tax Return.)*

If amount on Line 1, 3, 5, 7, 8, or 9 is negative, fill in circle. Example:

Enter Whole U.S. Dollars Only



<b>1. Enter the total income or loss</b> <i>(Add Lines 1 through 11 of Schedule K, Federal Form 1065)</i>	▶	1.	<input type="radio"/>	_____ .00
<b>2. Guaranteed payments to partners</b> <i>(See instructions)</i>	▶	2.		_____ .00
<b>3. Line 1 minus Line 2</b>		3.	<input type="radio"/>	_____ .00
<b>4. Additions to federal taxable income</b> <i>(From Part 4, Line 4)</i>	▶	4.		_____ .00
<b>5. Add Lines 3 and 4</b>		5.	<input type="radio"/>	_____ .00
<b>6. Deductions from federal taxable income</b> <i>(From Part 4, Line 9). The total additions and deductions on Lines 4 and 6 should be allocated to the individual partners in Part 3 of this form</i>	▶	6.		_____ .00
<b>7. Line 5 minus Line 6</b>		7.	<input type="radio"/>	_____ .00
<b>8. Net distributive partnership income to be apportioned to North Carolina</b> <i>(See instructions)</i>	▶	8.	<input type="radio"/>	_____ .00
<b>9. Net distributive partnership income solely from business activities in North Carolina</b> <i>(See instructions)</i>	▶	9.	<input type="radio"/>	_____ .00
<b>10. Total tax due for nonresident partners</b> <i>(Add the amounts on Part 3, Line 20 for each partner)</i>	▶	10.		_____ .00
<b>11. Tax paid with extension</b>	▶	11.		_____ .00
<b>12. Other prepayments of tax</b> <i>(If filing an amended return, see instructions)</i>	▶	12.		_____ .00
<b>13. Tax paid by other partnerships or by S Corporations and tax withheld from personal services income</b> <i>(See instructions)</i>	▶	13.		_____ .00
<b>14. Add Lines 11 through 13</b>		14.		_____ .00
<b>15. Net tax due for nonresident partners</b> <i>(If Line 10 is more than Line 14, subtract and enter the result)</i>	▶	15.		_____ .00
<b>16. Penalties and interest</b> <i>(See instructions)</i>		16.		_____ .00
<b>17. Total Due for nonresident partners</b> <i>(Add Lines 15 and 16 and enter the result. The manager of the partnership must pay this amount with the return)</i>		17.	\$	_____ .00
<b>18. Amount to be Refunded</b> <i>(If Line 10 is less than Line 14, subtract and enter the result)</i>	▶	18.		_____ .00

**Part 2. Apportionment Percentage for Partnerships That Have One or More Nonresident Partners and Operate in North Carolina and in One or More Other States**

See Form D-403A, Instructions for Partnership Income Tax Return

	1. Within North Carolina		2. Total Everywhere		
	(a) Beginning Period	(b) Ending Period	(a) Beginning Period	(b) Ending Period	
1. Land	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	
2. Buildings	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	
3. Inventories	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	
4. Other property	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	
5. Total (Add Lines 1-4)	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	
6. Average value of property Add amounts on Line 5 for (a) and (b); divide by 2	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	
7. Rented property (Multiply annual rents by 8)	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<b>Factor</b>
8. <b>Property Factor</b> Add Lines 6 and 7; divide Column 1 by Column 2 and enter factor	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/> %
9. Gross payroll	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	
10. Compensation of general executive officers	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	
11. <b>Payroll Factor</b> Line 9 minus Line 10; divide Column 1 by Column 2 and enter factor	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/> %
12. <b>Sales Factor (Attach schedule)</b> Divide Column 1 by Column 2 and enter factor	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/> %
13. <b>Sales Factor</b> Enter the same factor as on Line 12				<input type="text"/>	<input type="text"/> %
14. <b>Total of Factors</b> Add Lines 8, 11, 12, and 13				<input type="text"/>	<input type="text"/> %
15. <b>N.C. Apportionment Percentage</b> Divide Line 14 by the number of factors present; enter result here and on Part 3, Line 12 for each nonresident partner				<input type="text"/>	<input type="text"/> %

Legal Name (First 10 Characters)

Federal Employer ID Number

**Part 3. A. Partners' Shares of Income, Adjustments, Tax Credits, and Other Items**

Complete Lines 1 through 8 for all partners.

**B. Computation of North Carolina Taxable Income for Nonresident Partners**

Complete Lines 9 through 17 for all nonresident partners.

**C. Computation of Tax Due for Nonresident Partners on Whose Behalf the Partnership Pays the Tax**

Complete Lines 17 through 20.

A	Attach other pages if needed.	Partner 1	Partner 2	Partner 3
	1. Identifying Number	<input type="text"/>	<input type="text"/>	<input type="text"/>
	2. Name	<input type="text"/>	<input type="text"/>	<input type="text"/>
	3. Address	<input type="text"/>	<input type="text"/>	<input type="text"/>
	4. Partner's share percentage	<input type="text"/> %	<input type="text"/> %	<input type="text"/> %
	5. Type of partner <i>(Ex: Ind., Corp., Part.)</i>	<input type="text"/>	<input type="text"/>	<input type="text"/>
	6. Additions to income (loss) <i>(To Form NC K-1, Line 2)</i>	<input type="text"/>	<input type="text"/>	<input type="text"/>
	7. Deductions from income (loss) <i>(To Form NC K-1, Line 3)</i>	<input type="text"/>	<input type="text"/>	<input type="text"/>
	8. Share of tax credits <i>(To Form NC K-1, Line 4)</i>	<input type="text"/>	<input type="text"/>	<input type="text"/>
B	9. Guaranteed payments to nonresident partners applicable to income on Part 1, Line 8	<input type="text"/>	<input type="text"/>	<input type="text"/>
	10. Percentage from Line 4 times amount on Part 1, Line 8	<input type="text"/>	<input type="text"/>	<input type="text"/>
	11. Add Lines 9 and 10	<input type="text"/>	<input type="text"/>	<input type="text"/>
	12. Apportionment percentage from Part 2, Line 15	<input type="text"/> %	<input type="text"/> %	<input type="text"/> %
	13. Multiply Line 11 by Line 12	<input type="text"/>	<input type="text"/>	<input type="text"/>
	14. Guaranteed payments to nonresident partners applicable to income on Part 1, Line 9	<input type="text"/>	<input type="text"/>	<input type="text"/>
	15. Percentage from Line 4 times amount on Part 1, Line 9	<input type="text"/>	<input type="text"/>	<input type="text"/>
	16. Separately stated items of income attributable to nonresident partners	<input type="text"/>	<input type="text"/>	<input type="text"/>
	17. North Carolina taxable income <i>(Add Lines 13, 14, 15 and 16)</i>	<input type="text"/>	<input type="text"/>	<input type="text"/>
C	18. Tax Due <i>(See Tax Rate Schedule on Page 4)</i>	<input type="text"/>	<input type="text"/>	<input type="text"/>
	19. Tax credits allocated to nonresident partners from Line 8 above	<input type="text"/>	<input type="text"/>	<input type="text"/>
	20. Net Tax Due <i>(Line 18 minus Line 19)</i>	<input type="text"/>	<input type="text"/>	<input type="text"/>

**Important:** The Partnership must provide each Partner an NC K-1 for Form D-403 or other information necessary for the Partner to prepare the appropriate North Carolina Tax Return.

Legal Name (First 10 Characters)

Federal Employer ID Number

**Part 4. North Carolina Adjustments to Federal Taxable Income** (See instructions.)

**Additions to Federal Taxable Income**

- 1. Interest income from obligations of states other than North Carolina 1.  .00
- 2. State, local, or foreign income taxes deducted on the federal return 2.  .00
- 3. Other additions to federal taxable income (See Form D-401, Individual Income Tax Instructions, for other additions that may be applicable to partnerships) 3.  .00
- 4. Total additions to federal taxable income (Add lines 1 through 3 and enter total here and on Part 1, Line 4) 4.  .00

**Deductions from Federal Taxable Income**

- 5. Interest income from obligations of the United States or United States' possessions 5.  .00
- 6. State, local, or foreign income tax refunds reported as income on federal return 6.  .00
- 7. Adjustment for additional first-year depreciation added back in 2002, 2003, and 2004 (See Line instructions) 7.  .00
- 8. Other deductions from federal taxable income (See Form D-401, Individual Income Tax Instructions, for other deductions that may be applicable to partnerships) 8.  .00
- 9. Total deductions from federal taxable income (Add Lines 5, 6, 7, and 8 and enter total here and on Part 1, Line 6) 9.  .00

**Tax Rate Schedule**

<u>If the amount of each nonresident partner's share of N.C. taxable income (from Part 3, Line 17) is more than</u>	<u>But not over</u>	<u>The tax is</u>
\$0	\$12,750	6% of the taxable income
\$12,750	\$60,000	\$765 + 7% of taxable income over \$12,750
\$60,000	\$120,000	\$4,072.50 + 7.75% of taxable income over \$60,000
\$120,000	- - -	\$8,722.50 + 8.25% of taxable income over \$120,000

I certify that, to the best of my knowledge, this return is accurate and complete.

If prepared by a person other than the managing partner, this certification is based on all information of which preparer has any knowledge.

Signature of Managing Partner

Date

Signature of Preparer Other than Managing Partner

Date

Address

Daytime Telephone Number (Include area code.)

Preparer's Daytime Telephone Number (Include area code.)

If entity is an LLC and it converted to an LLC during the tax year, enter entity name prior to conversion: \_\_\_\_\_

**MAIL TO:** North Carolina Department of Revenue, P.O. Box 25000, Raleigh, North Carolina 27640-0645