



Partnership Return of Income

FOR CALENDAR YEAR 2003 OR OTHER FISCAL YEAR

From ___/___/___ to ___/___/___ ▲

Please Type or Print

TYPE OF RETURN (check one) [] Partnership [] Limited Liability Co.

PRINT NAME AND BUSINESS ADDRESS OF THE ORGANIZATION

Name of Partnership

Street Address

City State ZIP Code

Mail This Return To: INCOME TAX RETURN PROCESSING IOWA DEPT OF REVENUE HOOVER STATE OFFICE BUILDING DES MOINES IA 50319-0120

Federal Identification No. ▲

PART I - MODIFICATION OF PARTNERSHIP INCOME

- 1. Federal partnership taxable income (loss), from Federal Schedule K..... 1
2. Interest from state and municipal bonds and securities..... 2
3. Other additions (see instructions) 3
4. Total additions (add lines 2 and 3) 4
5. Interest and dividends from Federal securities 5
6. Other reductions (see instructions) 6
7. Total reductions (add lines 5 and 6) 7
8. Net modifications (line 4 less line 7) 8
9. Total all-source partnership income (line 1 plus line 8) 9 ▲

PART II - PARTNER'S SHARES OF MODIFICATIONS AND INCOME

IMPORTANT - Each nonresident partner with \$1,000 or more in net income from Iowa sources may be required to file an Iowa individual tax return.

Table with 7 columns: (1) Partner's Name and Address, (2) Resident/Non-resident, (3) Social Security No. or Fed. I.D. Number, (4) % of Partner's Interest, (5) Partner's Share of Net Modifications, (6) Partner's All-Source Income, (7) Partner's Apportioned Income. Includes rows A, B, C, D and a TOTALS row.

[] Check if additional partners. Attach schedule 41-034 provided on our Web site.

PART III - Enter Iowa net income for three preceding years: 2000 2001 2002

PART IV - FEDERAL PARTNERSHIP RETURN: Attach a complete copy of Federal form 1065, U.S. Partnership Return of Income, or Federal form 1065-B, U.S. Return of Income for Electing Large Partnerships, including Schedules K-1 for each partner and all other supporting documents, as filed with the Internal Revenue Service.

TO THE TAXPAYER: The Iowa Partnership Return is used for informational purposes only. The partnership's members must report their portion of partnership income on their individual returns. If a partner is a corporation, partnership income must be included in taxable income on the Iowa Corporation Return.

DECLARATION: The undersigned hereby certifies and declares that this return together with any schedules or papers attached hereto, has been duly examined; that to the best knowledge and belief of the undersigned, it is a true, correct and complete return for the taxable year as required by the income tax law of the State of Iowa and the rules and regulations issued thereunder.

Signature of Partner or Member:

Signature of person or firm preparing this return:

_____ Date _____

_____ Date _____

Title: _____

Preparer's Address: _____

Daytime Phone No.: _____

Preparer's ID No.: _____



Nonresident Partners Only

Partnership or Limited Liability Company Information: Name, Federal ID No. Partner Information: Name, SSN or Federal ID

Table with 4 columns: (a) Partner's Pro Rata Share Items, (b) Federal K-1 Amount, (c) Iowa Business Activity Ratio, (d) Amt. Apportionable To Iowa. Rows include Ordinary income, Net income, Portfolio income, etc.

15. Enter any supplemental information that is required to be reported separately to each partner for filing with Federal form 1065 K-1. Attach additional schedules if more space is needed.

NONRESIDENT MODIFICATIONS SCHEDULE

Table with 2 columns: Description, Amount. Rows: 16. Partner's all-source modifications, 17. Iowa business activity ratio, 18. Partner's modifications apportionable to Iowa

IOWA NONRESIDENT K-1 INSTRUCTIONS

This schedule apportions the nonresident partner's K-1 items to Iowa with the apportioned amounts appearing in column d of the form. The Iowa Business Activity Ratio (column c) must be applied equally to each line item in column b; no method of "separate accounting" is allowed.

NOTE: State tax information may be disclosed to tax officials of another state or to the United States for tax administration purposes.

LINE INSTRUCTIONS

Column b, lines 1 through 14(e): Enter the same amounts as shown on your Federal K-1.

Column c, lines 1 through 14(e): Enter the Iowa single factor business activity ratio that you have calculated on a separate worksheet. Iowa uses a single factor business activity ratio based on the ratio of Iowa sales or gross receipts to total sales or gross receipts.

Column d, lines 1 through 14(e): Multiply the amounts in column b by the percentage in column c and enter the product in column d. This is the amount apportionable to Iowa.

Line 16: Enter the nonresident partner's all-source modifications as shown in column 5 Part II of the IA 1065.

Line 17: Enter the Iowa single factor business activity ratio.

Line 18: Multiply line 16 by the percentage on line 17 and enter here. If this entry is a positive amount, also enter it on line 14 of your IA 126 form. If this entry is a negative amount, enter it on line 24 of your IA 126 form. 41-016b (9/30/03)