

IOWA Income Tax Return for an S Corporation

1997 IA 1120S From _____ to _____

OFFICIAL USE ONLY

Check the box if this is: (1) Name/Address Change (2) A Short Period
Federal T.I.N. Box A
Business Code: Box B

Corporation Name and Address
County No.: Box C

Box D
Is this a first or final return? If yes, check the appropriate box.
First Return New Business? Successor? Entering Iowa?
Final Return Reorganized? Merged? Dissolved?
Withdrawn? Bankruptcy? Others
Phone No.

Type of Return: 1 S Corporation 2 IC Domestic International Sales Corporation 3 Foreign Sales Corporation
Is this an inactive corporation? Yes No
Was Federal income or tax changed for any prior period(s)? Yes No Periods
Do you have property in Iowa? Yes No
Date of S corporation election

SCHEDULE S

Table with 10 rows and 2 columns: Description and Amount. Rows include Net income per federal Schedule K, Interest and dividends exempt from federal income tax, etc.

SCHEDULE K

Table with 7 columns: (1) Name and Address of Shareholder, (2) Resident/Nonresident, (3) Soc. Sec. Number or Fed. I.D. Number, (4) % Interest, (5) Share of Modifications, (6) All Source Income, (7) Apportioned Income. Rows A-F and TOTALS.

Check if additional shareholders (attach schedule)
11. Tax on built-in gains or passive investment income (see instructions)
Make check payable to: TREASURER, STATE OF IOWA.

Information from Prior Period Iowa Return: Corporation Name
Net Income/(Loss) \$ Federal T.I.N.

A complete copy of your Federal Return, as filed with the Internal Revenue Service, MUST be filed with this return.

Under penalties of perjury, I declare that I have examined this return, any attached schedules/statements, and, to the best of my knowledge, believe it to be true, correct and complete.

Signature of Officer Date Preparer's Signature Date
Title Telephone Preparer's Address Emp. Ident. or Soc. Sec. No.
R2008A 42-008 (9/97)
STF IA34264F

42-008 625-1461

INCOME TAX RETURN FOR SUBCHAPTER S CORPORATIONS

IOWA DEPARTMENT OF REVENUE AND FINANCE

SCHEDULE K-1 NONRESIDENT SHAREHOLDER ONLY

Corporation: Name _____ Shareholder: Name _____
 Federal I.D. # _____ Federal I.D. # _____

Shareholder's Pro Rata Share Items	(1) Federal K-1 Amount	(2) Iowa Business Activity Ratio	(3) Amt. Apportionable To Iowa
1. Ordinary income (loss) from trade or business activities.....	1		
2. Net income (loss) from rental real estate activities.....	2		
3. Net income (loss) from other rental activities.....	3		
4. Portfolio income (loss)			
(a) Interest income.....	4a		
(b) Dividend income.....	4b		
(c) Royalty income.....	4c		
(d) Net short-term capital gain (loss).....	4d		
(e) Net long-term capital gain (loss).....	4e		
(f) Other portfolio income or loss.....	4f		
5. Net gain (loss) under IRC section 1231 (other than due to casualty or theft).....	55		
6. Other income.....	6		
7. Charitable contributions.....	7		
8. Section 179 expense deduction.....	8		
9. Expenses related to portfolio income (loss).....	9		
10. Other deductions.....	10		
11. a) Interest expense on investment debts.....	11a		
b) (1) Investment income included on lines 4a through 4f above.....	11b (1)		
(2) Investment expenses included on line 9 above.....	11b (2)		
12. Federal credits, lines 12a through 12e.....	12		
13. Other credits and expenditures.....	13		
14. a) Depreciation adjustment on property placed in service after 1986.....	14a		
b) Adjusted gain or loss.....	14b		
c) Depletion (other than oil and gas).....	14c		
d) (1) Gross income from oil, gas or geothermal properties.....	14d (1)		
(2) Deductions allocable to oil, gas or geothermal properties.....	14d (2)		
e) Other adjustments and tax preference items.....	14e		
15. Enter any supplemental information that is required to be reported separately to each shareholder for filing with federal form 1120S Schedule K-1. Attach additional schedules if more space is needed.			

NONRESIDENT MODIFICATIONS SCHEDULE

- 16. Shareholder's all source modifications.....
- 17. Iowa business activity ratio.....
- 18. Shareholder's Iowa Source Modifications.....

IOWA NONRESIDENT K-1 INSTRUCTIONS

This schedule apportions the nonresident shareholder's K-1 items to Iowa with the apportioned amounts appearing in column three of the form. The nonresident's all source modifications from schedule K column 5 of the IA 1120S are allocated to Iowa on lines 16 through 18 of the Iowa schedule K-1. There is no Iowa schedule K-1 for Iowa residents. A copy of the Federal K-1 will suffice for Iowa resident shareholders.

INSTRUCTIONS

Column 1, Lines 1 through 14(e) - Enter the same amounts as shown on your federal K-1.

Column 2, Lines 1 through 14(e) - Enter the Iowa single factor business activity ratio. For S corporations doing business wholly in Iowa this ratio will be 100%. For S corporations doing business within and without Iowa the single factor business activity ratio is based on Iowa sales or gross receipts to total sales or gross receipts. Attach a copy of the worksheet showing this computation.

Column 3, lines 1 through 14(e) - Multiply the amounts in column one by the percentage in column two and enter the product in column three. This is the amount apportionable to Iowa.

Line 16 Enter the nonresident shareholder's all source modifications as shown in column 5 Schedule K of the IA 1120S.

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 the entry is a negative amount, enter it on line 24 of your IA 126 form.