

**Resident Partner's Share of Adjustment  
to Partnership Income**

**2003**

For taxable year beginning \_\_\_\_\_ and ending \_\_\_\_\_

CHECK ONE:  
Original  Amended

Partner's identifying number	Partnership's identifying number
Partner's name, address, and ZIP code	Partnership's name, address, and ZIP code

Partner's percentage of:	<b>Before change or termination</b>		<b>End of year</b>
Profit sharing.....	%		%
Loss sharing.....	%		%
Ownership of capital .....	%		%

Type of partner (individual, trust, etc.): \_\_\_\_\_

**NOTE: CORPORATE PARTNERS MUST USE FORM 165 SCHEDULE K-1(NR).**

<b>1</b>	Adjustment of partnership income from federal to Arizona basis - from Form 165, page 1, line 6 .....	<b>1</b>	<b>00</b>
<b>2</b>	Partner's percentage of profit or loss (expressed as a decimal).....	2	.
<b>3</b>	Partner's distributive share of the adjustment of partnership income from federal to Arizona basis - multiply line 1 by line 2.....	<b>3</b>	<b>00</b>

**PARTNER'S INSTRUCTIONS**

The partnership is required to adjust its income from a federal to Arizona basis. Line 3 of the Form 165 Schedule K-1 is the partner's distributive share of that adjustment. Report the amount from line 3 on your Arizona tax return according to the instructions below.

**Resident Individuals:**

If line 3 is a positive number, enter the amount on Form 140, page 2, line B12.  
If line 3 is a negative number, enter the amount on Form 140, page 2, line C28.

**Part-Year Resident Individuals:**

If line 3 is a positive number, enter that portion of line 3 that is allocable to partnership income taxable by Arizona on Form 140PY, page 2, line C23.  
If line 3 is a negative number, enter that portion of line 3 that is allocable to partnership income taxable by Arizona on Form 140PY, page 2, line D35.

**Resident Estates or Resident Trusts:**

If line 3 is a positive number, enter the amount on Form 141AZ, page 2 Schedule B, line B3.  
If line 3 is a negative number, enter the amount on Form 141AZ, page 2, Schedule B, line B8.