

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

2005

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:	Before change or termination	End of year
Profit sharing.....	%	%
Loss sharing.....	%	%
Ownership of capital	%	%

Type of partner (individual, trust, etc.): _____

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

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

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.