

**2003 CITY OF WALKER W-1065  
PARTNERSHIP INCOME TAX RETURN**

For calendar year 2003 or other taxable period beginning \_\_\_\_\_, 2003 and ending \_\_\_\_\_.

| IDENTIFICATION AND INFORMATION  |   |                           |  |   |  |
|---|---|---------------------------|--|---|--|
| <b>PLEASE<br/>TYPE<br/>OR<br/>PRINT</b>   | Name of Partnership   |                           | Federal Employer Identification Number   |   |  |
|   | Number and Street   |                           | Type of Return - Check one<br><input type="checkbox"/> Information only <input type="checkbox"/> Payment on behalf of all partners |   |  |
|   | City, Town or Post Office   | State                     | Zip Code   | Date Business Started                     |  |
|   | <input type="checkbox"/> Initial Walker Return <input type="checkbox"/> Final Walker return |                           | Number of Employees on December 31, 2003   |   |  |
| <b>ATTACH A COPY OF PAGE 1 OF FEDERAL 1065 AND SCHEDULE K</b>   |   |                           | Number of Partners   |   |  |
|   |   |                           | Telephone number   |   |  |
| NAME, HOME ADDRESS, SOCIAL SECURITY NUMBER<br>AND RESIDENCY STATUS OF EACH PARTNER<br>(Place a check mark in Column A or B or fill in Column C) |   | SOCIAL SECURITY<br>NUMBER | COLUMN A<br>RESIDENT<br>FULL<br>YEAR   | COLUMN B<br>NON-<br>RESIDENT<br>FULL YEAR | COLUMN C<br>IF RESIDENT PART<br>OF YEAR, INDICATE<br>TIME PERIOD |
| (a) _____   |   |                           |  |   |  |
| (b) _____   |   |                           |  |   |  |
| (c) _____   |   |                           |  |   |  |
| (d) _____   |   |                           |  |   |  |
| (e) _____   |   |                           |  |   |  |

**Note 1.** The partnership may pay tax for partners only if it pays for ALL partners subject to the tax. If the partnership elects to use this return as an information return complete page 2 and fill in Column 1 below; It will not be necessary to fill in Columns 2 through 6 since a computation of tax need not be mad

**Note 2.** A partner who has other income in addition to the partnership income must file an individual return and show on such return the amounts entered below in Column 1, 2 and 6. A partner who is claiming his or her exemption as a member of another partnership is NOT to claim the exemption in this partnership return in Column

| ALL PARTNERSHIPS                                     |  | TAX PAYMENT BY PARTNERSHIP (If information return only, disregard this section) |  |  |  |   |   |
|--|--|---|--|--|--|---|---|
| COLUMN 1   | TOTAL INCOME<br>(From Page 2,<br>Schedule C, Column 7)<br>(See Note 1 above) | COLUMN 2<br>ALLOWABLE<br>INDIVIDUAL<br>DEDUCTIONS<br>(See Instructions)         | COLUMN 3<br>EXEMPTIONS<br>(See Note 2, above,<br>and Instructions) | COLUMN 4<br>TAXABLE INCOME<br>(Column 1 less<br>Columns 2 and 3) | COLUMN 5 (a)<br>RESIDENT<br>TOTAL TAX<br>(Multiply Column 4<br>by .01) | COLUMN 5 (b)<br>NON-RESIDENT<br>TOTAL TAX<br>(Multiply Column 4<br>by .005) | COLUMN 6<br>CREDITS<br>(See Instructions) |
| 1. (a)   | \$   | \$  | \$   | \$   | \$   | \$  | \$  |
| 2. (b)   |  |   |  |  |  |   |   |
| 3. (c)   |  |   |  |  |  |   |   |
| 4. (d)   |  |   |  |  |  |   |   |
| 5. (e)   |  |   |  |  |  |   |   |
| 6. Totals  | \$   | \$  | \$   | \$   | \$   | \$  | \$  |
| 7. Total tax (Add Line 6 of Column 5a and Column 5b) |  |   |  |  | * \$   |   |   |

| PAYMENTS AND CREDITS   |      | Do not write in space below |       |
|--|------|-----------------------------|-------|
| 8. a. Tax paid with tentative return   | \$   | File                        | Items |
| b. Payments and credits on 2003 Declaration of Estimated Walker Income Tax   | * \$ |                             |       |
| c. Other Credits - explain in attached statement   | \$   | Code                        |       |
| 9. TOTAL - Add Lines 8a, b and c. (This total must agree with the total of Column 6 above)   | * \$ | AUDIT RESULTS               |       |
| TAX DUE OR REFUND  |      |                             |       |
| 10. If payments (Line 9) are larger than tax (Line 7) enter OVERPAYMENT and complete Line 12 and/or Line 13  | \$   |                             |       |
| 11. If tax (Line 7) is larger than payments (Line 9), enter BALANCE DUE  | * \$ |                             |       |
| PAY BALANCE DUE IN FULL WITH THIS RETURN. MAKE REMITTANCE PAYABLE TO: WALKER CITY TREASURER<br>MAIL TO: WALKER CITY INCOME TAX DEPARTMENT, P.O. BOX 153, GRAND RAPIDS, MICHIGAN 49501-0153 |      | Auditor                     |       |
| 12. Amount of overpayment on line 10 to be applied to 2004 Estimated Tax   | \$   | Approval                    |       |
| 13. Amount of overpayment on line 10 to be refunded  | \$   |                             |       |

I declare that I have examined this return (including accompanying schedules) and to the best of my knowledge and belief, it is true, correct and complete. If prepared by a person other than the taxpayer, this declaration is based on all information of which the preparer has any knowledge.

SIGN HERE \_\_\_\_\_ (Date) \_\_\_\_\_ (Signature of partner or member) \_\_\_\_\_ (Title) \_\_\_\_\_ (Phone number)

SIGN HERE \_\_\_\_\_ (Date) \_\_\_\_\_ (Individual or firm signature of preparer) \_\_\_\_\_ (Address) \_\_\_\_\_ (Phone number)

**SCHEDULE A - ALLOCABLE PARTNERSHIP ORDINARY BUSINESS INCOME**

|  |  |
|--|--|
| 1. ORDINARY INCOME (OR LOSS) from Page 1, Line 22, U.S. Partnership Return of Income, Form 1065 (ATTACH COPY OF PAGE 1 FEDERAL 1065) |  |
| 2. Add City of Walker income tax, if deducted in determining income on Federal Form 1065   |  |
| 3. Add interest and other costs incurred in connection with the production of income exempt from Walker income tax                   |  |
| 4. Deduct Sec. 179 depreciation  |  |
| 5. TOTAL adjusted ordinary business income (Add Lines 1, 2 and 3 and subtract line 4)  |  |

**SCHEDULE B - NON-BUSINESS INCOME AND EXCLUSIONS**

| ATTACH COPY OF FEDERAL SCHEDULE K (1065)<br>ATTACH SCHEDULES TO EXPLAIN ALL EXCLUSIONS                            | Federal Form 1065 Reference | COLUMN 1            | COLUMN 2   | COLUMN 3                                      | COLUMN 4  | COLUMN 5   |
|---|-----------------------------|---------------------|--|---|---|--|
|   |                             | NON-BUSINESS INCOME | EXCLUDABLE RESIDENT PARTNERS PORTION OF COLUMN 1 | TAXABLE RESIDENT PARTNERS PORTION OF COLUMN 1 | EXCLUDABLE NONRESIDENT PARTNERS PORTION OF COLUMN 1 | TAXABLE NONRESIDENT PARTNERS PORTION OF COLUMN 1 |
| <b>INTEREST AND DIVIDENDS</b>   |                             |                     |  |   |   |  |
| 1. Interest income  | Sch. K, Line 4a             |                     |  |   |   |  |
| 2. Dividend income  | Sch. K, Line 4b             |                     |  |   |   |  |
| <b>SALE OR EXCHANGE OF PROPERTY (SEE INSTRUCTIONS)</b>  |                             |                     |  |   |   |  |
| 3. Net short term capital gain (loss)   | Sch. K, Line 4d             |                     |  |   |   |  |
| 4. Net long term capital gain (loss)  | Sch. K, Line 4e             |                     |  |   |   |  |
| 5. Net Section 1231 gain (loss)   | Sch. K, Line 6              |                     |  |   |   |  |
| <b>RENTS AND ROYALTIES (IF NON-BUSINESS INCOME INCLUDES RENTAL REAL ESTATE, ATTACH COPY OF FEDERAL FORM 8825)</b> |                             |                     |  |   |   |  |
| 6. Net income (loss) from rental real estate activities   | Sch. K, Line 2              |                     |  |   |   |  |
| 7. Net income (loss) from other rental activities   | Sch. K, Line 3c             |                     |  |   |   |  |
| 8. Royalty Income   | Sch. K, Line 4c             |                     |  |   |   |  |
| <b>OTHER INCOME</b>   |                             |                     |  |   |   |  |
| 9. Other Income   | Sch. K, Line 7              |                     |  |   |   |  |
| 10. TOTALS (Add lines 1 through 9)  |                             |                     |  | *   |   | *  |

**SCHEDULE C - DISTRIBUTION TO PARTNERS**

|        | COLUMN 1<br>ADJUSTED BUSINESS INCOME (Schedule A, Line 5) | COLUMN 2<br>GUARANTEED PAYMENTS TO PARTNERS (Fed. 1065, line 10) | COLUMN 3<br>INCOME SUBJECT TO ALLOCATION (Add Column 1 and Column 2) | COLUMN 4<br>NONRESIDENT ALLOCATION PERCENTAGE PER SCH. D (Enter 100% for resident partners) | COLUMN 5<br>ALLOCATED BUSINESS INCOME (Column 3 times % in Column 4) | COLUMN 6a<br>RESIDENT PARTNER'S NON-BUSINESS INCOME (Total equals Sch. B Column 3, Line 10) | COLUMN 6b<br>NONRESIDENT PARTNER'S NON-BUSINESS INCOME (Total equals Sch. B Column 5, Line 10) | COLUMN 7<br>TOTAL INCOME (Add Columns 5, 6a and 6b) (Enter here and on page 1, column 1) |
|--------|---|--|--|---|--|---|--|--|
| (a)    |   |  |  | %   |  |   |  |  |
| (b)    |   |  |  | %   |  |   |  |  |
| (c)    |   |  |  | %   |  |   |  |  |
| (d)    |   |  |  | %   |  |   |  |  |
| (e)    |   |  |  | %   |  |   |  |  |
| Totals |   |  |  |   |  |   |  |  |

**SCHEDULE D - BUSINESS ALLOCATION FORMULA**

|   | COLUMN 1<br>LOCATED EVERYWHERE | COLUMN 2<br>LOCATED IN WALKER   | COLUMN 3<br>PERCENTAGE<br>(Column 2 divided by Column 1) |
|---|--------------------------------|---|--|
| 1. a. Average net book value of real and tangible personal property   |                                |   |  |
| b. Gross annual rent paid for real property only, multiplied by 8   |                                |   |  |
| c. TOTALS (Add Lines 1a and 1b)   |                                |   | %  |
| 2. Total wages, salaries, commissions and other compensation of all employees   |                                |   | %  |
| 3. Gross receipts from sales made or services rendered  |                                |   | %  |
| 4. Total Percentages - add the percentages computed in Column 3, Lines 1c, 2 and 3 (A percentage must be computed for each line)  |                                |   | %  |
| 5. Business Allocation Percentage (Divide Line 4 by the number of factors) Enter here and on Schedule C, Column 4 (See note below)  |                                |   | %  |
| <b>NOTE 3.</b> In determining the business allocation percentage (Line 5), a factor shall be excluded from the computation only when such factor does not exist anywhere insofar as the taxpayer's business operation is concerned, in such cases, the sum of the remaining percentages shall be divided by the number of factors actually used |                                |   |  |
| In the case of a taxpayer authorized by the Income Tax Administrator to use one of the special formulae, attach an explanation and use the lines provided below:  |                                |   |  |
| a. Numerator  |                                | c. Percentage (a divided by b) Enter here and on Schedule C, Column 4 |  |
| b. Denominator  |                                | d. Date of Administrator's approval letter                            |  |

**SCHEDULE E - RENTAL REAL ESTATE**

If the business activity of this partnership includes rental of real estate, indicate below the complete address and the gain or loss of each property.

| PROPERTY | STREET ADDRESS | GAIN OR LOSS | PROPERTY   | STREET ADDRESS | GAIN OR LOSS |
|----------|----------------|--------------|--|----------------|--------------|
| A        |                |              | D  |                |              |
| B        |                |              | E  |                |              |
| C        |                |              | <b>TOTALS (ATTACH COPY OF FEDERAL FORM 8825)</b> |                |              |