

# U.S. Partnership Return of Income

For calendar year 1995, or tax year beginning \_\_\_\_\_, 1995, and ending \_\_\_\_\_, 19 \_\_\_\_\_  
▶ See separate instructions.

**1995**

<b>A</b> Principal business activity	<b>Use the IRS label. Otherwise, please print or type.</b>	Name of partnership	<b>D</b> Employer identification number
<b>B</b> Principal product or service		Number, street, and room or suite no. (If a P.O. box, see page 10 of the instructions.)	<b>E</b> Date business started
<b>C</b> Business code number		City or town, state, and ZIP code	<b>F</b> Total assets (see page 10 of the instructions) \$

- G** Check applicable boxes: (1)  Initial return (2)  Final return (3)  Change in address (4)  Amended return  
**H** Check accounting method: (1)  Cash (2)  Accrual (3)  Other (specify) ▶ \_\_\_\_\_  
**I** Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year ▶ \_\_\_\_\_

**Caution:** Include **only** trade or business income and expenses on lines 1a through 22 below. See the instructions for more information.

<b>Income</b>	1a Gross receipts or sales	<b>1a</b>			
	b Less returns and allowances	<b>1b</b>			<b>1c</b>
	2 Cost of goods sold (Schedule A, line 8)				<b>2</b>
	3 Gross profit. Subtract line 2 from line 1c				<b>3</b>
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)				<b>4</b>
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				<b>5</b>
	6 Net gain (loss) from Form 4797, Part II, line 20				<b>6</b>
	7 Other income (loss) (attach schedule)				<b>7</b>
<b>8 Total income (loss).</b> Combine lines 3 through 7				<b>8</b>	
<b>Deductions</b> <small>(see page 11 of the instructions for limitations)</small>	9 Salaries and wages (other than to partners) (less employment credits)				<b>9</b>
	10 Guaranteed payments to partners				<b>10</b>
	11 Repairs and maintenance				<b>11</b>
	12 Bad debts				<b>12</b>
	13 Rent				<b>13</b>
	14 Taxes and licenses				<b>14</b>
	15 Interest				<b>15</b>
	16a Depreciation (if required, attach Form 4562)	<b>16a</b>			
	b Less depreciation reported on Schedule A and elsewhere on return	<b>16b</b>			<b>16c</b>
	17 Depletion ( <b>Do not deduct oil and gas depletion.</b> )				<b>17</b>
	18 Retirement plans, etc.				<b>18</b>
	19 Employee benefit programs				<b>19</b>
	20 Other deductions (attach schedule)				<b>20</b>
	<b>21 Total deductions.</b> Add the amounts shown in the far right column for lines 9 through 20				<b>21</b>
<b>22 Ordinary income (loss)</b> from trade or business activities. Subtract line 21 from line 8				<b>22</b>	

**Please Sign Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than general partner or limited liability company member) is based on all information of which preparer has any knowledge.

Preparer's signature	Date	
Firm's name (or yours if self-employed) and address	Check if self-employed <input type="checkbox"/>	Preparer's social security no.
	EIN	
	ZIP code	

**Schedule A Cost of Goods Sold** (see page 13 of the instructions)

1	Inventory at beginning of year . . . . .	1		
2	Purchases less cost of items withdrawn for personal use . . . . .	2		
3	Cost of labor . . . . .	3		
4	Additional section 263A costs ( <i>attach schedule</i> ) . . . . .	4		
5	Other costs ( <i>attach schedule</i> ) . . . . .	5		
6	<b>Total.</b> Add lines 1 through 5 . . . . .	6		
7	Inventory at end of year . . . . .	7		
8	<b>Cost of goods sold.</b> Subtract line 7 from line 6. Enter here and on page 1, line 2 . . . . .	8		

- 9a Check all methods used for valuing closing inventory:
- (i)  Cost as described in Regulations section 1.471-3
  - (ii)  Lower of cost or market as described in Regulations section 1.471-4
  - (iii)  Other (specify method used and attach explanation) ▶ .....
- b Check this box if there was a writedown of "subnormal" goods as described in Regulations section 1.471-2(c). . . . ▶
- c Check this box if the LIFO inventory method was adopted this tax year for any goods (*if checked, attach Form 970*). . ▶
- d Do the rules of section 263A (for property produced or acquired for resale) apply to the partnership? . .  **Yes**  **No**
- e Was there any change in determining quantities, cost, or valuations between opening and closing inventory?  **Yes**  **No**  
If "Yes," attach explanation.

**Schedule B Other Information**

	Yes	No
1 What type of entity is filing this return? Check the applicable box ▶ <input type="checkbox"/> General partnership <input type="checkbox"/> Limited partnership <input type="checkbox"/> Limited liability company		
2 Are any partners in this partnership also partnerships? . . . . .		
3 Is this partnership a partner in another partnership? . . . . .		
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see <b>Designation of Tax Matters Partner</b> below . . . . .		
5 Does this partnership meet <b>ALL THREE</b> of the following requirements? a The partnership's total receipts for the tax year were less than \$250,000; b The partnership's total assets at the end of the tax year were less than \$600,000; <b>AND</b> c Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return. If "Yes," the partnership is not required to complete Schedules L, M-1, and M-2; Item F on page 1 of Form 1065; or Item J on Schedule K-1 . . . . .		
6 Does this partnership have any foreign partners? . . . . .		
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)? . . . . .		
8 Has this partnership filed, or is it required to file, <b>Form 8264</b> , Application for Registration of a Tax Shelter? . . . . .		
9 At any time during calendar year 1995, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? (See page 14 of the instructions for exceptions and filing requirements for Form TD F 90-22.1.) If "Yes," enter the name of the foreign country. ▶ .....		
10 Was the partnership the grantor of, or transferor to, a foreign trust that existed during the current tax year, whether or not the partnership or any partner has any beneficial interest in it? If "Yes," you may have to file Forms 3520, 3520-A, or 926 . . . . .		
11 Was there a distribution of property or a transfer (e.g., by sale or death) of a partnership interest during the tax year? If "Yes," you may elect to adjust the basis of the partnership's assets under section 754 by attaching the statement described under <b>Elections Made By the Partnership</b> on page 5 of the instructions . . . . .		

**Designation of Tax Matters Partner** (see page 14 of the instructions)

Enter below the general partner designated as the tax matters partner (TMP) for the tax year of this return:

Name of designated TMP ▶	Identifying number of TMP ▶
Address of designated TMP ▶	

**Schedule K Partners' Shares of Income, Credits, Deductions, etc.**

		(a) Distributive share items		(b) Total amount			
<b>Income (Loss)</b>	<b>1</b> Ordinary income (loss) from trade or business activities (page 1, line 22) . . . . .			<b>1</b>			
	<b>2</b> Net income (loss) from rental real estate activities ( <i>attach Form 8825</i> ) . . . . .			<b>2</b>			
	<b>3a</b> Gross income from other rental activities . . . . .	<b>3a</b>					
	<b>b</b> Expenses from other rental activities ( <i>attach schedule</i> ) . . . . .	<b>3b</b>					
	<b>c</b> Net income (loss) from other rental activities. Subtract line 3b from line 3a . . . . .			<b>3c</b>			
	<b>4</b> Portfolio income (loss): <b>a</b> Interest income . . . . .			<b>4a</b>			
	<b>b</b> Dividend income . . . . .			<b>4b</b>			
<b>c</b> Royalty income . . . . .			<b>4c</b>				
<b>d</b> Net short-term capital gain (loss) ( <i>attach Schedule D (Form 1065)</i> ) . . . . .			<b>4d</b>				
<b>e</b> Net long-term capital gain (loss) ( <i>attach Schedule D (Form 1065)</i> ) . . . . .			<b>4e</b>				
<b>f</b> Other portfolio income (loss) ( <i>attach schedule</i> ) . . . . .			<b>4f</b>				
<b>5</b> Guaranteed payments to partners . . . . .			<b>5</b>				
<b>6</b> Net gain (loss) under section 1231 (other than due to casualty or theft) ( <i>attach Form 4797</i> ) . . . . .			<b>6</b>				
<b>7</b> Other income (loss) ( <i>attach schedule</i> ) . . . . .			<b>7</b>				
<b>Deductions</b>	<b>8</b> Charitable contributions ( <i>attach schedule</i> ) . . . . .			<b>8</b>			
	<b>9</b> Section 179 expense deduction ( <i>attach Form 4562</i> ) . . . . .			<b>9</b>			
	<b>10</b> Deductions related to portfolio income (itemize) . . . . .			<b>10</b>			
<b>Investment Interest</b>	<b>11</b> Other deductions ( <i>attach schedule</i> ) . . . . .			<b>11</b>			
	<b>12a</b> Interest expense on investment debts . . . . .			<b>12a</b>			
	<b>b</b> (1) Investment income included on lines 4a, 4b, 4c, and 4f above . . . . .			<b>12b(1)</b>			
	(2) Investment expenses included on line 10 above . . . . .			<b>12b(2)</b>			
<b>Credits</b>	<b>13a</b> Low-income housing credit:						
	(1) From partnerships to which section 42(j)(5) applies for property placed in service before 1990 . . . . .			<b>13a(1)</b>			
	(2) Other than on line 13a(1) for property placed in service before 1990 . . . . .			<b>13a(2)</b>			
	(3) From partnerships to which section 42(j)(5) applies for property placed in service after 1989 . . . . .			<b>13a(3)</b>			
	(4) Other than on line 13a(3) for property placed in service after 1989 . . . . .			<b>13a(4)</b>			
	<b>b</b> Qualified rehabilitation expenditures related to rental real estate activities ( <i>attach Form 3468</i> ) . . . . .			<b>13b</b>			
	<b>c</b> Credits (other than credits shown on lines 13a and 13b) related to rental real estate activities . . . . .			<b>13c</b>			
<b>d</b> Credits related to other rental activities . . . . .			<b>13d</b>				
<b>14</b> Other credits . . . . .			<b>14</b>				
<b>Self-Employment</b>	<b>15a</b> Net earnings (loss) from self-employment . . . . .			<b>15a</b>			
	<b>b</b> Gross farming or fishing income . . . . .			<b>15b</b>			
	<b>c</b> Gross nonfarm income . . . . .			<b>15c</b>			
<b>Adjustments and Tax Preference Items</b>	<b>16a</b> Depreciation adjustment on property placed in service after 1986 . . . . .			<b>16a</b>			
	<b>b</b> Adjusted gain or loss . . . . .			<b>16b</b>			
	<b>c</b> Depletion (other than oil and gas) . . . . .			<b>16c</b>			
	<b>d</b> (1) Gross income from oil, gas, and geothermal properties . . . . .			<b>16d(1)</b>			
	(2) Deductions allocable to oil, gas, and geothermal properties . . . . .			<b>16d(2)</b>			
<b>e</b> Other adjustments and tax preference items ( <i>attach schedule</i> ) . . . . .			<b>16e</b>				
<b>Foreign Taxes</b>	<b>17a</b> Type of income ▶ . . . . . <b>b</b> Foreign country or U.S. possession ▶ . . . . .						
	<b>c</b> Total gross income from sources outside the United States ( <i>attach schedule</i> ) . . . . .			<b>17c</b>			
	<b>d</b> Total applicable deductions and losses ( <i>attach schedule</i> ) . . . . .			<b>17d</b>			
	<b>e</b> Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued . . . . .			<b>17e</b>			
	<b>f</b> Reduction in taxes available for credit ( <i>attach schedule</i> ) . . . . .			<b>17f</b>			
	<b>g</b> Other foreign tax information ( <i>attach schedule</i> ) . . . . .			<b>17g</b>			
	<b>18</b> Section 59(e)(2) expenditures: <b>a</b> Type ▶ . . . . . <b>b</b> Amount ▶ . . . . .			<b>18b</b>			
<b>19</b> Tax-exempt interest income . . . . .			<b>19</b>				
<b>20</b> Other tax-exempt income . . . . .			<b>20</b>				
<b>21</b> Nondeductible expenses . . . . .			<b>21</b>				
<b>22</b> Distributions of money (cash and marketable securities) . . . . .			<b>22</b>				
<b>23</b> Distributions of property other than money . . . . .			<b>23</b>				
<b>24</b> Other items and amounts required to be reported separately to partners ( <i>attach schedule</i> ) . . . . .							
<b>Analysis</b>	<b>25a</b> Income (loss). Combine lines 1 through 7 in column (b). From the result, subtract the sum of lines 8 through 12a, 17e, and 18b . . . . .			<b>25a</b>			
	<b>b</b> Analysis by type of partner:						
		(a) Corporate	(b) Individual		(c) Partnership	(d) Exempt organization	(e) Nominee/Other
			i. Active	ii. Passive			
	(1) General partners						
(2) Limited partners							

**Note:** If Question 5 of Schedule B is answered "Yes," the partnership is not required to complete Schedules L, M-1, and M-2.

**Schedule L Balance Sheets**

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash . . . . .				
2a Trade notes and accounts receivable . . . . .				
b Less allowance for bad debts . . . . .				
3 Inventories . . . . .				
4 U.S. government obligations . . . . .				
5 Tax-exempt securities . . . . .				
6 Other current assets ( <i>attach schedule</i> ) . . . . .				
7 Mortgage and real estate loans . . . . .				
8 Other investments ( <i>attach schedule</i> ) . . . . .				
9a Buildings and other depreciable assets . . . . .				
b Less accumulated depreciation . . . . .				
10a Depletable assets . . . . .				
b Less accumulated depletion . . . . .				
11 Land (net of any amortization) . . . . .				
12a Intangible assets (amortizable only). . . . .				
b Less accumulated amortization . . . . .				
13 Other assets ( <i>attach schedule</i> ) . . . . .				
14 <b>Total</b> assets . . . . .				
<b>Liabilities and Capital</b>				
15 Accounts payable . . . . .				
16 Mortgages, notes, bonds payable in less than 1 year . . . . .				
17 Other current liabilities ( <i>attach schedule</i> ) . . . . .				
18 All nonrecourse loans . . . . .				
19 Mortgages, notes, bonds payable in 1 year or more . . . . .				
20 Other liabilities ( <i>attach schedule</i> ) . . . . .				
21 Partners' capital accounts . . . . .				
22 <b>Total</b> liabilities and capital . . . . .				

**Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return**  
(see page 23 of the instructions)

1 Net income (loss) per books . . . . .		6 Income recorded on books this year not included on Schedule K, lines 1 through 7 (itemize):	
2 Income included on Schedule K, lines 1 through 4, 6, and 7, not recorded on books this year (itemize): . . . . .		a Tax-exempt interest \$ . . . . .	
3 Guaranteed payments (other than health insurance) . . . . .		7 Deductions included on Schedule K, lines 1 through 12a, 17e, and 18b, not charged against book income this year (itemize):	
4 Expenses recorded on books this year not included on Schedule K, lines 1 through 12a, 17e, and 18b (itemize):		a Depreciation \$ . . . . .	
a Depreciation \$ . . . . .		8 Add lines 6 and 7 . . . . .	
b Travel and entertainment \$ . . . . .		9 Income (loss) (Schedule K, line 25a). Subtract line 8 from line 5 . . . . .	
5 Add lines 1 through 4 . . . . .			

**Schedule M-2 Analysis of Partners' Capital Accounts**

1 Balance at beginning of year . . . . .		6 Distributions: a Cash . . . . .	
2 Capital contributed during year . . . . .		b Property . . . . .	
3 Net income (loss) per books . . . . .		7 Other decreases (itemize): . . . . .	
4 Other increases (itemize): . . . . .		8 Add lines 6 and 7 . . . . .	
5 Add lines 1 through 4 . . . . .		9 Balance at end of year. Subtract line 8 from line 5	