2002 Oklahoma Income Tax Forms and Instructions for Partnerships

Packet contains:
- Instructions for completing the Form 514
- Two 514 partnership income tax forms
- One return envelope

Filing date:
- Your Oklahoma return is due the same date as your Federal return.

Need assistance or have a tax question?
- Phone, fax, e-mail, web or in-person, there are many ways to reach us! Check out page 7 for all the options!

Looking for a better way to file your business taxes?
See page 8 for information on QuickTax!
General Information...

Title 68, O.S.

Returns by Partnerships.
Returns by Limited Liability Companies (LLC's) and Limited Liability Partnerships (LLP's).

Any reference to partnership partners in the instruction and on Form 514 also relate to LLC and LLP members.

Notice: If this is a fiscal year or period return, please enter both the beginning and ending dates.

Every partnership, including syndicates, groups, pools, joint ventures or other unincorporated organizations (exclusive of trusts, estates or corporations defined by the act), having Oklahoma source income, shall make a return of income on Form 514, for the calendar year or fiscal year ended on the last day of any month other than December.

Each partner having Oklahoma source income sufficient to make a return, shall make such return as required by law.

Accounting Methods and Periods...

The taxable year and method of accounting shall be the same as the taxable year and method of accounting used for Federal income tax purposes.

When and Where the Return Must Be Filed...

The return must be filed with the Oklahoma Tax Commission, P. O. Box 26800, Oklahoma City, Oklahoma 73126-0800, on or before the 15th day of the fourth month following the close of the tax year. An extension of time for the filing of the return may be granted, but in no case to exceed six months. If you have an approved extension of time from the Internal Revenue Service in which to file your Federal Return, an Oklahoma extension is automatic. However, a copy of the Federal approved extension must be enclosed with your Oklahoma tax return.

Business Code Number...

Oklahoma and Federal business codes shall be the same.

Information at Source...

Every partnership making payments of salaries, wages, premiums, annuities or other periodical gains, profits or income, amounting to $750 or over, paid or payable during the year, to any taxpayer, shall make a complete report thereof, under oath, to the Commission on Forms 500 and 501 to reach the Commission on or before February 28 of the calendar year.

Adjustments by the IRS...

Taxpayers who file "consents" extending the time for making of Federal adjustments, automatically extend the time for making State adjustments. Also, the taxpayer is required to furnish copies of all Revenue Agents' reports.

Amended Returns...

Use Form 514 for all amended returns. Place an "X" in the space provided, in the upper right hand corner of the form, next to the form number (514X). Enclose the Federal amended Form 1065 when applicable.

(continued on page 3)
Oklahoma Depletion in Lieu of Federal Depletion...

Oklahoma depletion on oil and gas well production, at the option of the taxpayer, may be computed at 22% of gross income derived from each Oklahoma property during the taxable year. Major oil companies, as defined in Section 288.2 of Title 52 of the Oklahoma Statutes, when computing Oklahoma depletion shall be limited to 50% of the net income (computed without the allowance for depletion) from each property. Any depletion deduction allowable is the amount so computed minus Federal depletion claimed. If Oklahoma options are exercised, the Federal depletion not used due to 65% limit may not be carried over. Lease bonus received is considered income subject to depletion. If depletion is claimed on a lease bonus and no income is received as a result of non-producing properties, upon expiration of the lease, such depletion must be restored. A complete schedule by property must be furnished.

Allocable Income or Loss...

Part One, Column A and Part Four, Column A is to be completed by all partnerships.

Part One, Column B is to be completed by partnerships deriving all of their income from within Oklahoma and by partnerships whose business is oil and gas production, mining, farming, or rental within and without Oklahoma, on a direct accounting basis.

Apportionment Income or Loss...

Part Two is to be completed by partnerships conducting a business of a unitary nature. A unitary business is one whose income is derived from the conduct, in more than one state, of a single business enterprise (commonly called unitary business) all the factors of which are essential to the realization of an ultimate gain derived from the enterprise as a whole, and not from its component parts which are too closely connected and necessary to each other to justify division or separate allocation. Partnerships consisting of business other than oil and gas production, mining, farming or rental operating in more than one state should compute their Oklahoma income by using the three factor formula consisting of Sales, Payroll and Property. (Section 2358 (A) (4) and Section 2358 (A) (5) of the Oklahoma Statutes Title 68). When a partnership has capital gains (or other allocable items such as depletion) a separate schedule must be furnished showing the Oklahoma portion and the total amount claimed on the Federal Return.

Agricultural Commodity Processing Facility Exclusion...

Owners of agricultural commodity processing facilities may exclude 15% of their investment in a new or expanded agricultural commodity processing facility located within Oklahoma. Agricultural commodity processing facility means building, structures, fixtures and improvements used or operated primarily for the processing or production of agricultural commodities to marketable products. The investment is deemed made when the property is placed in service.

Attach a separate schedule showing the type of investment(s), the date placed in service, the cost, the total exclusion and the exclusion available for each partner. Do not include this exclusion in the Oklahoma distributive income, each partner shall report their allowable share of the exclusion on the designated line of their individual return.

Indian Employment Exclusion...

Part four, line 19, column B or Part Two, line 3. All qualified wages equal to the Federal Indian Employment Credit set forth in 26 U.S.C.A., Section 45A, shall be deducted from taxable income. Deduct on the Oklahoma return, an amount equal to the reduction of salaries and wages reported on the Federal return as a result of the Form 8845 "Indian Employment Credit". The deduction allowed shall only be permitted for the tax year in which the Federal credit is allowed, even if the full credit cannot be used in such year because of the tax liability limit. Enclose a copy of your Federal return, Form 8845 and, if applicable, Form 3800.

Employers Providing Child Care Programs for their Employees...

Part four, line 7, column B or Part Two, line 6 as an addition. Employers incurring expenses to provide child care services for children of their employees may be allowed a credit. If the credit is allowed, the eligible expenses upon which the credit is based must be added back to arrive at Oklahoma distributive income. See Form 511CR, item 12 for the credit. Enclose a schedule of eligible expenses and the computation of the credit. Title 68 O.S. Section 2357.26.
Part One

Lines 1-15, Column A:
Part One, Column A is to be used by all partnerships. List exact figures as reported on your Federal Form 1065, Schedule K.

Lines 1-15, Column B:
Part One, Column B is to be used by all partnerships deriving all of their income from within Oklahoma. This will be the same as in Column A except for lines 4b and 4c.

Lines 1-15, Column B:
Partnerships whose business is oil and gas production, mining, farming, or rental within and without Oklahoma shall complete this column on a direct accounting basis. Computation of Oklahoma partnership income of a UNITARY enterprise whose income is partly within and partly without Oklahoma shall complete Part Two using the Apportionment formula before completion of Column B.

Part One • Column B

Line 1
Income (loss) shall be allocated in accordance with the situs of such property. Overhead expense shall be allocated on the basis of direct expense in Oklahoma to the total direct expense everywhere. Use Page 4, Part Four, or enclose schedule.

Lines 2 and 3
Income (loss) from real and tangible personal property shall be allocated in accordance with the situs of such property.

Line 4
Accounts receivable interest income and interest income from investments held to generate working capital shall be allocated to Oklahoma on the basis of direct expense, see line 1 above. All other intangible income (loss) shall be allocated in accordance with the situs of the partnership.

Line 4b
State and municipal interest: Partnerships domiciled in Oklahoma who receive income on bonds issued by any state or political subdivision thereof exempt from Federal taxation but not exempt from taxation by the laws of the State of Oklahoma, shall add the total of such income to arrive at Oklahoma income. Income from Oklahoma municipal bonds, issued prior to July 2, 2001, is exempt only if so provided by the statute authorizing their issuance. Interest on local Oklahoma governmental obligations issued after July 1, 2001, shall be exempt from Oklahoma income tax, except those issued for the purpose of providing financing for projects for nonprofit corporations. Local governmental obligations shall include bonds or notes issued by, or on behalf of, or for the benefit of Oklahoma educational institutions, cities, towns, or counties or by public trusts of which any of the foregoing is a beneficiary. All out-of-state municipals are taxable.

Line 4c
Interest on U.S. Government Obligations: If you report interest on bonds, notes, and other obligations of the U.S. on your Federal return, it may be excluded from your Oklahoma income, if a detailed schedule is furnished, accompanied with 1099’s showing the amount of interest income and the name of the obligation from which the interest is earned. If the interest is from a mutual fund which invests in government obligations, enclose a detailed schedule from the mutual fund showing the amount of monies received from each government obligation or the percentage of funds received from each obligation. Interest from entities such as FNMA & GNMA does not qualify.

Line 4d and 4e
Intangible income is allocated to the situs of the partnership.

Line 5
Gains or losses from real or tangible personal property shall be allocated in accordance with the situs of the property.

Lines 8 through 13
Expenses relative to the income above shall be allocated directly to that income. Allowable oil and gas depletion, guaranteed payments, and Oklahoma withholding will be stated in Part Three.

(continued on page 5)
Part Two

Part Two is to be used by Partnerships conducting a business within and without the state of Oklahoma which must be apportioned.

Generally unitary income is apportioned to Oklahoma based on the 3-factor formula. The basis of the apportionment is the arithmetical average of three factors consisting of property, payroll and sales. Each factor is a ratio of the total within Oklahoma to the total everywhere. Oklahoma distributable net income is figured by adding separately allocated Oklahoma income with net Oklahoma apportioned income. Title 68 O.S. Section 2358.

Line 1
Enter Net Distributable Income from Page 1, Part One, Column A, Line 15.

Line 2
Deductions relating to income which is separately allocated shall not be allowed and will be entered here.

Line 3
Income from U.S. obligations (see general instructions) and income separately allocated (oil and gas production, mining, farming, or rentals and other partnership income or loss) will be entered here. Gains or losses from sale of intangible personal property which is directly allocated should also be entered here.

Partnerships with the Federal Indian Employment Credit should refer to the “Indian Employment Exclusion” on page 3 under General Filing Information.

Partnerships incurring expenses to provide child care services for children of their employees should refer to the “Employers Providing Child Care Programs for their Employees” section on page 3 under General Filing Information.

Line 4
Total apportionable income. Refer to top of Part Two instructions for more information on apportionable income.

Line 5
Apportionment Factor from Apportionment Schedule.

Line 6
Income separately allocated to Oklahoma should be entered here (interest income from state obligations or political subdivisions, oil and gas production, mining, farming or rentals, etc.).

Line 7
Oklahoma distributable income. Place this figure on Page 1, Part One, Column B, Line 15b.

Part Three

All partnerships must complete Part Three or may enclose the Federal K-1’s if Oklahoma information is stated separately on the Federal K-1’s.

Partner’s Share of Income...
Enter the names, Social Security Numbers and addresses of the partners, and extend in proper column each partner’s share of the net income whether distributed or not.

Distributable Federal and Oklahoma Income...
Enter each partner’s share of Net Distributive Income included in Part One.

Guaranteed Payments...
Enter each partner’s share of guaranteed payment from Partnership Return, Federal Schedule K.

Allowable Oil and Gas Depletion...
Enter each partner’s allowable depletion. Enclose detailed schedule.

Notice...
The amount shown on Page 3, Part Three, Distributable Oklahoma Income, may not be the amount to be entered on the partner’s Oklahoma Income Tax Return. This amount includes all allowable partnership income, losses and deductions; however some of these partnership items may be limited on the partner’s Federal Income Tax Return. If these items are allowed in full or in part on the partner’s Federal Income Tax Return, they will be allowed to the same extent on their Oklahoma Income Tax Return.

A complete copy of the Federal Partnership Return is required in order to provide a Balance Sheet and Partners’ Capital Account.

Don’t Forget to Sign the Return!
Oklahoma Credits and Withholding...
Oklahoma withholding is withheld from royalty payments paid to nonresident Partnerships. Enter each partner’s portion of such withholding.

Enter each partner’s portion of any Oklahoma credits available for pass through allowed by Oklahoma statutes.

Enclose a copy of the credit form or schedule. Complete the schedule showing each partner’s distributive percent of credit.

Oklahoma Investment/New Jobs Credit...
Those engaged in manufacturing or processing (including partnership or Sub-S pass through) who are entitled to Oklahoma Investment/New Jobs Credit enclose Form 506. (This credit has no relationship to Federal Investment Credit.)
Title 68, Section 2357.4

Gas Used in Manufacturing...
A credit at the rate of three mills per thousand cubic feet of gas used or consumed during each taxable year when such is used in manufacturing. This shall not apply to the first twenty-five thousand MCF used or consumed.
Title 68, Section 2357 (C)

See below for a list of the credits available on Form 511CR. Form 511CR can be obtained by calling our forms request line at (405) 521-3108 or from our website at www.oktax.state.ok.us.

Coal Credit...
Title 68, Section 2357.11 and Rule 710:50-15-76

Credit for Conversion of a Motor Vehicle to Clean Burning Fuels or for Investment in Qualified Electric Motor Vehicle Property...
Title 68, Section 2357.22

Hazardous Waste Control...
Title 27A, Section 2-11-303

Venture Capital Credit...
Title 68, Section 2357.78

Energy Assistance Fund Contribution...
Title 68, Section 2357.6

Small Business Capital Credit...
Enclose Form 527-A
Title 68, Section 2357.60-2357.65

Oklahoma Agricultural Producers Credit...
Enclose Form 520
Title 68, Section 2357.25

Small Business Guaranty Fee Credit...
Enclose Form 529
Title 68, Section 2357.30 or Title 68, Section 2370.1

Credit for Employers Providing Child Care Programs...
Title 68, Section 2357.26

Credit for Entities in the Business of Providing Child Care Services...
Title 68, Section 2357.27

Credit for Commercial Space Industries...
Title 68, Section 2357.13

Credit for Nonstop Air Service from Oklahoma to the Coast...
Title 68, Section 2357.28

Credit for Tourism Development...
Title 68, Section 2357.34-2357.40

Credit for Food Service Establishments that Pay for Hepatitis A Vaccinations for their Employees...
Title 68, Section 2357.33

Oklahoma Local Development and Enterprise Zone Incentive Leverage Act Credit...
Title 68, Section 2357.81

Credit for Qualified Rehabilitation Expenditures Incurred with any Certified Historical Hotel or Historical Newspaper Plant Building...
Title 68, Section 2357.41

Credit for Space Transportation Vehicle Provider...
Title 68, Section 2357.42

Rural Small Business Capital Credit...
Title 68, Section 2357.71-2357.76
When You Are Finished...

- When complete, make copies of all the documents for your records.
- Be sure to use the pre-addressed return envelope provided.
- Do not enclose any other tax reports or correspondence in this envelope.
- Sign your return.

- If for some reason you do not have a pre-addressed return envelope, please address your return and payment to:
  
  Oklahoma Tax Commission  
  Income Tax  
  P.O. Box 26800  
  Oklahoma City, OK 73126-0800

- If you have any questions about your return, please contact us. See page seven of this booklet for contact information.

The Oklahoma Tax Commission is not required to give actual notice to taxpayers of changes in any state tax law.

How to Contact the Oklahoma Tax Commission

Whether you need a tax form, have a question or need further information, there are many ways to reach us.

Office Locations!

Oklahoma City • (405) 521-3160  
2501 North Lincoln Boulevard  
or  
Shepherd Mall: NW 23rd & Villa

Tulsa • (918) 581-2399  
440 South Houston, 5th Floor

Ardmore • (580) 226-4636  
301 West Main, Suite 316

Lawton • (580) 248-8440  
1602 NW Lawton Ave., Suite B

McAlester • (918) 426-0777  
1533 South Main

Give Us a Call!

The Oklahoma Tax Commission can be reached at (405) 521-3160. Corporate tax questions can be directed to (405) 521-3126. The in-state toll free number is (800) 522-8165, ext. 1-3160 for general assistance or ext. 1-3126 for corporate tax assistance. Also see the box to the left for field office phone numbers.

Visit Us on the Web!

You’ll find a wealth of information on our web site, including downloadable tax forms, answers to common questions, and online filing options for both income and business taxes!

www.oktax.state.ok.us

The Oklahoma Tax Commission is not required to give actual notice to taxpayers of changes in any state tax law.
File your sales, use, tourism, royalty withholding and withholding taxes on the Oklahoma Tax Commission’s FREE online business tax filing system.

Not only can you file, but you also have several online payment options on the system. The system is faster and easier than paper filing. You will also have the peace of mind in knowing that your return was filed on time and correctly as you will receive a confirmation number and your return will be error checked as you go through the system.

Visit our web site at www.oktax.state.ok.us or call our Taxpayer Assistance Division at (405) 521-3160 for more information.
## Partnership Income Tax Return

**For the year January 1 - December 31, 2002, or other taxable year beginning _______________, 2002 ending _______________, _____ _**

This form must be filed on or before the 15th day of the fourth month after the close of the taxable year.

### Form 514

**Business Code Number**

**Federal I.D. Number**

**County in which located**

### Important Notice

Page 1, part 1 of Form 514 must be completed from information contained on Sch. K of the Federal partnership return. The Federal column must be completed before page 2, part 2 can be completed. Partnerships other than Oil and Gas Production, Mining, Rents and Farms, doing business in more than one state, should use the three factor formula on page 2, part 2.

### Part 1: Distributive Share Items

<table>
<thead>
<tr>
<th>Line</th>
<th>Description</th>
<th>Column A</th>
<th>Column B</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Ordinary income (loss) from trade or business activity(ies)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>Net income (loss) from rental real estate activity(ies)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>Net income (loss) from other rental activity(ies)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>Portfolio income (loss)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>4a</td>
<td>Interest on loans, notes, mortgages, bonds, etc.</td>
<td></td>
<td></td>
</tr>
<tr>
<td>4b</td>
<td>Interest on obligations of a State or political subdivision</td>
<td></td>
<td></td>
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<tr>
<td>4c</td>
<td>Interest on obligations of the United States</td>
<td></td>
<td></td>
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<tr>
<td>4d</td>
<td>Other interest income</td>
<td></td>
<td></td>
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<tr>
<td>4e</td>
<td>Dividend income</td>
<td></td>
<td></td>
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<tr>
<td>4f</td>
<td>Royalty income (patent or copyright)</td>
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<tr>
<td>4g</td>
<td>Net short-term capital gain (loss)</td>
<td></td>
<td></td>
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<tr>
<td>4h</td>
<td>Net long-term capital gain (loss)</td>
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<td></td>
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<tr>
<td>4i</td>
<td>Other portfolio income (loss)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>5</td>
<td>Net gain (loss) under section 1231 (Other than due to casualty or theft)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>6</td>
<td>Other (enclose schedule)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>7</td>
<td>Total income (Add Lines 1 through 6)</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Deductions...

<table>
<thead>
<tr>
<th>Line</th>
<th>Description</th>
<th>Column A</th>
<th>Column B</th>
</tr>
</thead>
<tbody>
<tr>
<td>8</td>
<td>Contributions</td>
<td></td>
<td></td>
</tr>
<tr>
<td>9</td>
<td>Expense deductions for recovery property (Section 179)</td>
<td></td>
<td></td>
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<tr>
<td>10</td>
<td>Deductions related to portfolio income</td>
<td></td>
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<tr>
<td>11</td>
<td>Depletion (Other than oil and gas)</td>
<td></td>
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<tr>
<td>12</td>
<td>Intangible drilling costs</td>
<td></td>
<td></td>
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<tr>
<td>13</td>
<td>Other deductions authorized by law (enclose schedule)</td>
<td></td>
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</tr>
<tr>
<td>14</td>
<td>Total deductions (Add lines 8 thru 13)</td>
<td></td>
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<tr>
<td>15a</td>
<td>Net distributive income (line 7 minus line 14)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>15b</td>
<td>Net Oklahoma distributive income (line 7 minus line 14)</td>
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</tr>
</tbody>
</table>

If Federal and Oklahoma distributive net income is the same, you may complete Part 1, line 15a and 15b, then complete Part 3. A copy of your Federal Form 1065 and K-1’s must be enclosed with your Oklahoma return. An Oklahoma return must be filed by all partnerships having Oklahoma source income.

If the Tax Commission may discuss this return with your tax preparer, please check here: ☐

### Under penalties of perjury, I declare that I have examined this return, including any accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. If prepared by person other than the taxpayer, his/her declaration is based on all information of which he/she has any knowledge.

**Signature of partner or member**

**Date**

**Signature of preparer**

**Date**

**Preparer’s address**

**Phone number**

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The Oklahoma Tax Commission is not required to give actual notice to taxpayers of changes in any state tax law.
### Part 2: Computation of Oklahoma Taxable Income of a Unitary Enterprise whose Income is Partly within and Partly without Oklahoma

1. **Net distributable income from page 1, part 1, column A, line 15**
2. **Add:**
   - (a) Unallowable deduction (enclose schedule)
   - (b) ________________
   - (c) Other income (enclose schedule)
3. **Deduct all items separately allocated:**
   - (a) Interest on obligations of the United States
   - (b) ________________
   - (c) ________________
4. **Net apportionable income** (line 1 plus line 2, minus line 3)
5. **Oklahoma's portion thereof** ___________% from schedule below
6. **Add items separately allocated to Oklahoma:**
   - (a) ________________
   - (b) ________________
   - (c) ________________
   - (d) ________________
7. **Oklahoma distributable net income**
   - (add lines 5 and 6; enter here and on page 1, part 1, column B, line 15)

#### Apportionment Formula

1. **Value of real and tangible personal property used in the unitary business:**
   - (by averaging the values at the beginning and ending of the tax period)
   - (a) Owned property (at original cost):
     - Inventories
     - Depreciable property
     - Land
     - Total of section “a”
   - (b) Rented property (capitalize at 8 times net rental paid)
     - Total of sections “a” and “b” above
2. **Payroll**
   - Less: Officers salaries
   - Total (subtract officer salaries from payroll)
3. **Sales**:
   - (a) Sales delivered or shipped to Oklahoma purchasers:
     - (1) Shipped from outside Oklahoma
     - (2) Shipped from within Oklahoma
   - (b) Sales shipped from Oklahoma to:
     - (1) The United States Government
     - (2) Purchasers in a state or country where the corporation is not taxable (i.e. under Public Law 86-272)
   - Total of sections “a” and “b”
   - If Revenue, Traffic Units or Miles Traveled is used rather than Sales, so indicate in this space:
4. **Total percent (sum of items 1, 2 and 3)**
5. **Average percent (1/3 of total percent) (Carry to part 2, line 5 above)**

**Note:** Enclose a complete copy of your Federal return.
### Part 3: All Partnerships Must Complete Part 3 or May Enclose the Federal K-1's if Oklahoma Information is Stated Separately on the Federal K-1.

#### Partners Share of Income

<table>
<thead>
<tr>
<th>Name and Address of Each Partner</th>
<th>Social Security Number</th>
<th>Distributable Federal Income</th>
<th>Distributable Oklahoma Income (see instructions)</th>
<th>Guaranteed Payments to Partners</th>
<th>Allowable Oil and Gas Depletion</th>
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<td>Federal</td>
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<td>Oklahoma</td>
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**Note:** Enclose a complete copy of your Federal Form 1065 or 1065-B.

#### Oklahoma Credits and Withholding

Credits available for pass through to partners allowed by Oklahoma statutes. See instructions.

<table>
<thead>
<tr>
<th>Name of Partner</th>
<th>Percentage of Partnership Owned</th>
<th>Amount of Credit or Withholding</th>
<th>Type of Credit or Withholding</th>
<th>Amount of Credit or Withholding</th>
<th>Type of Credit or Withholding</th>
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</tbody>
</table>

**Total = 100 %**

**Notice:** Forms required to compute credit must be enclosed with partnership return. Examples of these include: Form 1099 Misc or 500-A: Nonresident Royalty Withholding, Form 506: Investment/New Jobs Credit, Form 518A: Venture Capital Credit, Form 527A: Small Business Capital Credit, Form 529: Small Business Guaranty Fee Credit and Form 520: Oklahoma Agricultural Producers Credit. Schedules or authorization must be furnished to claim any of the other credits.
## Part 4: Ordinary Income from Trade or Business

**CAUTION:** Include only trade or business income and expenses on lines 1a through 21 below.

<table>
<thead>
<tr>
<th>Column A</th>
<th>Column B</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>As reported on Federal Return</strong></td>
<td><strong>Total applicable to Oklahoma</strong></td>
</tr>
<tr>
<td>1. a. Gross receipts or sales $___________</td>
<td>00</td>
</tr>
<tr>
<td>1. b. Minus returns and allowances $___________</td>
<td>00</td>
</tr>
<tr>
<td>2. Cost of goods sold and/or operations</td>
<td>00</td>
</tr>
<tr>
<td>3. Gross profit (subtract line 2 from line 1)</td>
<td>00</td>
</tr>
<tr>
<td>4. Ordinary income (loss) from other partnerships and fiduciaries (enclose schedule)</td>
<td>00</td>
</tr>
<tr>
<td>5. Net farm profit (loss) (enclose Sch. F, Form 1040)</td>
<td>00</td>
</tr>
<tr>
<td>6. Net gain (loss) (Form 4797, line 18)</td>
<td>00</td>
</tr>
<tr>
<td>7. Other income (loss) (enclose schedule)</td>
<td>00</td>
</tr>
<tr>
<td>8. <strong>Total income</strong> (loss) (add lines 3 through 7)</td>
<td>00</td>
</tr>
<tr>
<td>9. Salaries and wages (other than to partners)</td>
<td>00</td>
</tr>
<tr>
<td>10. Guaranteed payments to partners</td>
<td>00</td>
</tr>
<tr>
<td>11. Repairs and maintenance</td>
<td>00</td>
</tr>
<tr>
<td>12. Bad debts</td>
<td>00</td>
</tr>
<tr>
<td>13. Rent</td>
<td>00</td>
</tr>
<tr>
<td>14. Taxes and licenses</td>
<td>00</td>
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<tr>
<td>15. Interest</td>
<td>00</td>
</tr>
<tr>
<td>16. Depreciation</td>
<td>00</td>
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<tr>
<td>17. Depletion (do not deduct oil and gas depletion)</td>
<td>00</td>
</tr>
<tr>
<td>18. Retirement plans, etc.</td>
<td>00</td>
</tr>
<tr>
<td>19. Employee benefit program</td>
<td>00</td>
</tr>
<tr>
<td>20. Other deductions (enclose schedule)</td>
<td>00</td>
</tr>
<tr>
<td>21. <strong>Total deductions</strong> (add lines 9 through 20)</td>
<td>00</td>
</tr>
<tr>
<td>22. <strong>Ordinary Income (Loss) from trade or business:</strong></td>
<td>00</td>
</tr>
<tr>
<td>Subtract line 21 from line 8</td>
<td>00</td>
</tr>
</tbody>
</table>

**Enclose a copy of your Federal return.**

1. Date of organization: (month/day/year) ____________________________________________________
2. If this is the organization’s first return, indicate whether:
   - [ ] completely new business
   - [x] successor to previously existing business which was organized as:
     - [ ] corporation
     - [ ] partnership
   - [ ] sole proprietorship
   - [ ] other (indicate)

   If the successor to previously existing business, give name and address of the previous business organization: __________________________________________________________
3. Nature of organization: (i.e. partnership, syndicate, pool, joint ventures, limited liability company, etc.) __________________________________________________________
4. Was a return of income filed for the preceding year?  [ ] Yes  [ ] No
5. Is any member of the partnership the spouse, son or daughter of any other member?  [ ] Yes  [ ] No
6. Enter **Oklahoma Gross Income** from oil, gas and geothermal properties: $ __________________________
7. When is the date business commenced in Oklahoma? ____________________________________________
8. What is the principal business activity? _____________________________________________________

Mail to: Oklahoma Tax Commission, P.O. Box 26800, Oklahoma City, Oklahoma 73126-0800