
Test Package for Electronic Filers of U.S. Partnership Return of Income for Tax Year 1999

Internal Revenue Service
Electronic Tax Administration



Department of the Treasury
Internal Revenue Service

www.irs.gov

Publication 3225 (Rev. 2-2000)
Catalog Number 26843Z

ATTENTION

PUBLICATION 3225, TEST PACKAGE THAT CONTAINS THE SCENARIOS WITH TEXT VERSION, FOR ELECTRONIC FILING OF U.S. PARTNERSHIP RETURN OF INCOME, FORM 1065, WILL BE PROVIDED ON THE ELECTRONIC FILING BULLETIN BOARD.

IN ORDER TO RECEIVE THE PRINTED VERSION OF THIS PUBLICATION, YOU MUST PROVIDE THE INFORMATION BELOW:

NAME OF FIRM:	
NAME OF CONTACT:	
TITLE:	
MAILING ADDRESS:	
CITY:	
STATE:	ZIP:
SOFTWARE DEVELOPER: YES	
TRANSMITTER: YES	PREPARER: YES
ETIN:	TELEPHONE:

SEND TO THE FOLLOWING ADDRESS BEFORE JULY 1, 2000:

INTERNAL REVENUE SERVICE
CLEVELAND BRYANT OP:ETA:D:D
C4-278 NCFB
5000 ELLIN ROAD
LANHAM, MD 20706

BUSINESS ACCEPTANCE TESTING SYSTEM (BATS) 1999

WHO MUST TEST?

The Electronic Tax Administration Office requires that all software developers and transmitters perform the tests in this Test Package before they can be accepted as an electronic filer for the Tax Year 1999 filing season. Any one who plans to transmit must test and be accepted.

WHY TEST?

The purpose of testing prior to live processing is to ensure that

- 1) Filers transmit in the correct format and meet the Internal Revenue Service (IRS) electronic filing specifications.
- 2) Returns have few validation or math errors.
- 3) Required fields will post to the IRS master file.
- 4) Filers understand and are familiar with the mechanics of electronic filing.

WHAT IS TESTED?

The test package for the 1999 Business Acceptance Testing System (BATS) consists of twenty (20) return scenarios. The test returns include all forms and schedules accepted for electronic filing.

The scenarios provide the information needed to prepare the appropriate forms and schedules; however, computations and data for all lines have not been provided. Therefore, knowledge of tax law and tax preparation is necessary. You must correctly prepare and compute these returns before transmitting the tests.

To eliminate the time spent by IRS staff in reviewing your final transmissions, it will be to your advantage if you use the phrases and abbreviations appearing in the test package, and enter the data in the same order as it appears in the scenario. You must also transmit the test returns in consecutive ascending EIN order. It is important that you enter the correct Return Type and Source Return Indicator.

SPECIAL NOTES CONCERNING TEST SCENARIOS

The Answer File can only provide only one answer for each scenario line item. Since there may be alternative ways to prepare the return, it may be necessary to discuss your method of preparation with the Tax Examiner to resolve any mismatches. Since every conceivable condition cannot be represented in the Test, you may want to test any conditions you feel are appropriate once you have passed the Test. Suggestions for additional scenarios are welcome, and if accepted can be added to the Tax Year 2000 package.

WHEN TO TEST

When you are ready to test, after December, 1999, call the Electronic Filing Unit at Memphis IRS Center, on 901-546-7504 (see Publication 1524 for specific details). A tax examiner will be assigned to assist you in successfully completing the tests.

REVIEWING ACK FILES AND CORRECTING TESTS

You may transmit as many test returns as necessary until you receive no error messages; however, Test **16** will always be rejected. To provide you with experience in reading the Error Records contained in the Acknowledgment File, Test **16** will be rejected with Error Reject Code 432. Field number 0190 of Form 1065 must have the letter, **x** entered. The reject code description identifies a **NO ENTRY FIELD** that must contain no significant data.

While you are solving problems, you may transmit selected returns until you have no rejects. You may modify tests to include only conditions your software will handle. You must inform the Tax Examiners of any forms you do not intend to file so they will understand why the answers do not agree with the Answer File.

FINAL TRANSMISSION

Once you receive no rejects, other than Test **16**, you will be required to transmit the returns in two separate, same-day transmissions, including the test with the Error Reject Code 432 rejection. You are required to make two separate transmissions in the same day in order to test the ability of your software to increment the transmission sequence number that appears in the TRANA record. Tests 1-10 should be in the first transmission and tests 11-20 in the second transmission.

REVIEW OF BUSINESS RETURN FILE (BRF) AGAINST BATS ANSWER FILE

The transmission will be compared against the **BATS ELF Answer File**. The comparison program checks each byte and prints out the fields that differ. The tax examiner will review the printout and will discuss any problems with you. Some fields will differ and are not considered incorrect, but others must agree exactly, such as EINs, RTNs, or account numbers, etc., and you will be expected to correct the error. When these mismatches are either accepted or corrected, you will pass the test.

Remember: the Tax Examiner will not run a "Compare" until there are no reject conditions for the test returns on the ACK file (with the exception of the forced reject of Test 16).

COMMUNICATIONS TEST FOR THE ELF SYSTEM

If you are a Preparer/Transmitter using accepted software, you must complete an error-free communications test by transmitting 5 returns in 2 same-day transmissions (3 returns in one and 2 in another).

USING YOUR OWN TEST

When you have been notified that you have passed the BATS test, you may test with data of your own, provided that you are using your TEST password. You must use the word "TEST" as the first name of the taxpayer and you may use any of the EINs within the test package. DO NOT use any other EINs.

TESTING GUIDELINES FOR SOFTWARE DEVELOPERS

You must advise the Service Center of all limitations to your Software package at time of first contact, before testing begins. The only allowable limitation to software is, Software does not have to provide for all forms or schedules, nor for all occurrences of a particular form or schedule. You must do the complete form with no field limitations except for the number of occurrences.

If your software cannot provide for all occurrences of a particular Form or Schedule or series of fields, as specified in Publications 1524 and 1525, no statement record is allowed.

Your software must be able to create a statement if a statement is necessary to complete a form. You must also advise the Service Center of all names you will be using to market your product.

ELECTRONIC FILING BULLETIN BOARD SYSTEM

The Electronic Filing Bulletin Board System operates seven days a week. The system is unavailable at 4:00 a.m. Eastern Time for about 30-60 minutes for maintenance. This system provides general Electronic Filing Program information as well as specific information concerning changes to this and other publications.

Filers, using an asynchronous modem (14.4 or less) and communication software can access the bulletin board by dialing 606 292-0137

The communication software should have the following protocol: Full Duplex, No parity, 8 data bits, and 1 stop bit.

For additional information and assistance regarding the bulletin board, contact the bulletin board technical staff at 606-292-5031.

BUSINESS ACCEPTANCE TESTING (BATS)

The IRS will only accept these EINs during Business Acceptance Testing (BATS). They will be rejected if submitted during live processing. The IRS Error Reject Code provided will advise filers that the EIN is not within the valid range of Employer Identification Numbers.

HELP

If you need assistance in formatting and transmitting your returns or have questions regarding the tests, contact the appropriate service center. Suggestions for scenarios are welcome. If you find errors or would like to comment on this Test Package, please write:

Internal Revenue Service
Electronic Tax Administration
Diversified Filing
Attn: Cleveland Bryant
Program Analyst OP:ETA:D:D
C4-278 NCFB
5000 Ellin Road
Lanham, MD 20706

TEST #1

FORMS REQUIRED: 1065, 4562, 8826, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

HELPING HANDS HOMES
1 ANY STREET
ANYTOWN, MD 20901

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530

EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A:	ASSISTED LIVING	
LINE B:	ASSISTED LIVING	
LINE C:	623000	
LINE D:	52-0000001	
LINE E:	05/15/97	
LINE H(1):		X
LINE 1a:		225000
LINE 9:		95000
LINE 11:		3500
LINE 14:		10268
LINE 15:		10000
LINE 20:	OTHER DEDUCTIONS (STM 01):	
	ACCOUNTING	700
	ADVERTISING	1000
	BANK CHARGES	125
	INSURANCE	2500
	OFFICE EXPENSE	700
	SUPPLIES	12000
	TELEPHONE	2500
	UTILITIES	3500

TEST #1 (Continued):

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9d: NO
LINE 9e: NO

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: NO
LINE 3: NO
LINE 4: NO
LINE 5: YES
LINE 6: NO
LINE 7: NO
LINE 8: NO
LINE 9: NO
LINE 10: NO
LINE 11: NO

NAME OF DESIGNATED TMP: BUCK M. DOGGETT
IDENTIFYING NUMBER OF TMP: 001-01-0001
ADDRESS OF DESIGNATED TMP: 1 YELLOW ROSE LANE
ANYTOWN, MO 64114

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: INTEREST INCOME 825
LINE 8: CHARITABLE CONTRIBUTIONS (STM 02):
HEART ASSOCIATION 150

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 95000
LINE 1(d): 45278
LINE 9a(c): 155000
LINE 9b(c): 5227
LINE 11(d): 40000
LINE 17(b): CLIENT DEPOSITS 15000
LINE 17(d): CLIENT DEPOSITS (STM 03) 31396
LINE 19(d): 125000

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1: 78655

TEST #1 (Continued):

SCHEDULE K-1 (FORM 1065), #1 (Continued):

LINE D(ii):	END OF YEAR:		
	PROFIT SHARING		50.00000%
	LOSS SHARING		50.00000%
	OWNERSHIP OF CAPITAL		50.00000%
LINE E:	PHILADELPHIA, PA.		
LINE F:	Qualified nonrecourse financing		62500
	Other		15698
LINE J(a):		40000	
LINE J(c):		39327	
LINE J(d):		40000	

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER:	001-01-0002
PARTNER'S NAME:	DEBORAH M. CAPTAIN
PARTNER'S ADDRESS:	1 EAGLE'S NEST RUN ANYTOWN, CO 54825

LINE A:	GENERAL PARTNER		
LINE B:	INDIVIDUAL		
LINE C:	DOMESTIC		
LINE D(i):	BEFORE CHANGE OR TERMINATION:		
	PROFIT SHARING		50.00000%
	LOSS SHARING		50.00000%
	OWNERSHIP OF CAPITAL		50.00000%
LINE D(ii):	END OF YEAR:		
	PROFIT SHARING		50.00000%
	LOSS SHARING		50.00000%
	OWNERSHIP OF CAPITAL		50.00000%
LINE E:	PHILADELPHIA, PA.		
LINE F:	Qualified nonrecourse financing		62500
	Other		15698
LINE J(a):		40000	
LINE J(c):		39328	
LINE J(d):		40000	

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity ASSISTED LIVING	Use the IRS label. Otherwise, please print or type.	Name of partnership HELPING HANDS HOMES	D Employer identification number 52:0000001
B Principal product or service ASSISTED LIVING		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 1 ANY STREET	E Date business started 05/15/97
C Business code number 623000		City or town, state, and ZIP code ANYTOWN MD 20901	F Total assets (see page 10 of the instructions) \$ 235,051.

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 ▶ **2**

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

Income	1a Gross receipts or sales	1a	225,000			
	b Less returns and allowances	1b			1c	225,000
	2 Cost of goods sold (Schedule A, line 8)				2	
	3 Gross profit. Subtract line 2 from line 1c				3	225,000
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)				4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	
	7 Other income (loss) (attach schedule)				7	
8 Total income (loss). Combine lines 3 through 7				8	225,000	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	95,000
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	3,500
	12 Bad debts				12	
	13 Rent				13	
	14 Taxes and licenses				14	10,268
	15 Interest				15	10,000
	16a Depreciation (if required, attach Form 4562)	16a	5,227			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	5,227
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	
	19 Employee benefit programs				19	
	20 Other deductions (attach schedule)				20	23,025
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	147,020	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	77,980	

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-0001**

Firm's name (or yours if self-employed) and address **ELECTRONIC TAX FILERS, INC.** EIN **52:0000099**
100 TECO DRIVE RAIN TOWN, WA ZIP code **98530**

Schedule A Cost of Goods Sold (see page 14 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 Total. Add lines 1 through 5	6		
7 Inventory at end of year	7		
8 Cost of goods sold. 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: a <input checked="" type="checkbox"/> General partnership b <input type="checkbox"/> Limited partnership c <input type="checkbox"/> Limited liability company d <input type="checkbox"/> Limited liability partnership e <input type="checkbox"/> Other ►		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND 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?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ►		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ► BUCK M DOGGETT	Identifying number of TMP ► 001-01-0001
Address of designated TMP ► 1 YELLOW ROSE LANE ANYTOWN, MO 64114	

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	77,980
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	825
	b	Ordinary dividends	4b	
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	150
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits FORM 8826 DISABLED ACCESS CREDIT	13	5,000	
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	825
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	77,980
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	225,000
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	1,633
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	80,000
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	78,655
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		78,655					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		95,000		45,278
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 (attach schedule)				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets			155,000	
b Less accumulated depreciation			5,227	149,773
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)				40,000
12a Intangible assets (amortizable only).				
b Less accumulated amortization				
13 Other assets (attach schedule)				
14 Total assets		95,000		235,051
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule) Ln 17, STMT		15,000		31,396
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				125,000
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		80,000		78,655
22 Total liabilities and capital		95,000		235,051

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

(Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	78,655	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	78,655
5 Add lines 1 through 4	78,655		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	80,000	6 Distributions: a Cash	80,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	78,655	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	80,000
5 Add lines 1 through 4	158,655	9 Balance at end of year. Subtract line 8 from line 5	78,655



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-01-0001 **Partnership's identifying number** ▶ 52-0000001

Partner's name, address, and ZIP code **Partner No 1**
BUCK M DOGGETT
1 YELLOW ROSE LANE
ANYTOWN, MO 64114

Partnership's name, address, and ZIP code
HELPING HANDS HOMES
1 ANY STREET
ANYTOWN, MD 20901

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.00000	%	50.00000	%
Loss sharing	50.00000	%	50.00000	%
Ownership of capital	50.00000	%	50.00000	%

E IRS Center where partnership filed return **PHILADELPHIA**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$	-----
Qualified nonrecourse financing	\$	62,500
Other	\$	15,698

G Tax shelter registration number . ▶ -----

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
40,000		39,327	(40,000)	39,327

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	38,990	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f)
	a Interest	412	
	b Ordinary dividends		
	c Royalties		
	d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	(2) Total for year.		
	f Other portfolio income (loss) (attach schedule)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.
	5 Guaranteed payments to partner		
6 Net section 1231 gain (loss) (other than due to casualty or theft)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)			
Deduct-ions	8 Charitable contributions (see instructions) (attach schedule)	75	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule)		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990		
	(2) Other than on line 12a(1) for property placed in service before 1990		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989		
	(4) Other than on line 12a(3) for property placed in service after 1989		
	b Qualified rehabilitation expenditures related to rental real estate activities		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities		
	d Credits related to other rental activities		
13 Other credits	2,500		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 412	
	b(2)	Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a 38,990	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c 112,500	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a 816	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	d(1)	
	d (2)	Deductions allocable to oil, gas, and geothermal properties	d(2)	
e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22 40,000	
	23	Distributions of property other than money	23	
	24	Recapture of low-income housing credit:		Form 8611, line 8
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 8 - CHARITABLE CONTRIBUTION:		
		Heart Association	75	
		TOTAL	75	
		LINE 13 - OTHER CREDITS:		
		FORM 8826 DISABLED ACCESS CREDIT	2,500	
		TOTAL	2,500	
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		ORDINARY INCOME (LOSS)	38,990	
		INTEREST	412	
		CHARITABLE CONTRIBUTIONS	-75	
		TOTAL	39,327	



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-01-0002 **Partnership's identifying number** ▶ 52-0000001

Partner's name, address, and ZIP code **Partner No: 2**
DEBRORAH M. CAPTAIN
1 EAGLE'S NEST RUN
ANYTOWN, CO 54852

Partnership's name, address, and ZIP code
HELPING HANDS HOMES
1 ANY STREET
ANYTOWN, MD 20901

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year
 Profit sharing **50.00000** % **50.00000**%
 Loss sharing **50.00000** % **50.00000**%
 Ownership of capital **50.00000** % **50.00000**%

E IRS Center where partnership filed return: **PHILADELPHIA**

F Partner's share of liabilities (see instructions):
 Nonrecourse \$
 Qualified nonrecourse financing \$ **62,500**
 Other \$ **15,698**

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
40,000		39,328	(40,000)	39,328

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	38,990	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	413	
	b Ordinary dividends		
	c Royalties		
	d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	(2) Total for year.		
f Other portfolio income (loss) (attach schedule)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner			
6 Net section 1231 gain (loss) (other than due to casualty or theft)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)	75	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule).		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990		
	(2) Other than on line 12a(1) for property placed in service before 1990		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989		
	(4) Other than on line 12a(3) for property placed in service after 1989		
	b Qualified rehabilitation expenditures related to rental real estate activities		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.		
	d Credits related to other rental activities		
13 Other credits	2,500		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 413	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a 38,990	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 112,500	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a 817	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (<i>attach schedule</i>)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	} Form 1116, Part I
	d Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22 40,000	
	23 Distributions of property other than money	23	} Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
	LINE 8 - CHARITABLE CONTRIBUTIONS:		
	Heart Association	75	
	TOTAL	75	
	LINE 13 - OTHER CREDITS:		
	FORM 8826 DISABLED ACCESS CREDIT	2,500	
	TOTAL	2,500	
	ITEM J (C) CAPITAL ACCOUNT ADJUSTMENTS:		
	ORDINARY INCOME (LOSS)	38,990	
	INTEREST	413	
CHARITABLE CONTRIBUTIONS	-75		
TOTAL	39,328		



TEST # 2

FORMS REQUIRED: 1065, D (1065), 4562, 2 K-1s (1065)

FORM 1065, PAGE1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

KNOWITALL CONSULTANTS PARTNERSHIP
2 ANY STREET
ANYTOWN, PA 17312

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: CONSULTING
LINE B: INFORMATION
LINE C: 541512
LINE D: 52-0000002
LINE E: 06/19/77
LINE H(2): X
LINE 1(a): 2595625
LINE 1(b): 45805
LINE 9: 1485488
LINE 11: 35406
LINE 12: 6600
LINE 13: 104500
LINE 14: 130585
LINE 18: 120565
LINE 19: 51668

LINE 20 - OTHER DEDUCTIONS(STM 01):

COMPUTER SOFTWARE	14712
LEGAL AND ACCOUNTING	111654
MEALS AND ENTERTAINMENT (BEFORE LIMITATION)	5778
OFFICE EXPENSES	95141

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9d: No
LINE 9e: No

TEST #2 (Continued):

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: No
LINE 3: No
LINE 4: No
LINE 5: No
LINE 6: No
LINE 7: No
LINE 8: No
LINE 9: No
LINE 10: No
LINE 11: No

NAME OF DESIGNATED TMP:
IDENTIFYING NUMBER OF TMP:
ADDRESS OF DESIGNATED TMP:

CHARLES HOGAN
001-02-0001
542 HALIFAX DRIVE
ANYTOWN, PA 17320

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4(a): 2657
LINE 4(b): 4969

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 95518
LINE 1(d): 146198
LINE 2a(a): 175685
LINE 2a(c): 201410
LINE 2b(a): 2107
LINE 2b(c): 2000
LINE 4(b): 300000
LINE 4(d): 320000
LINE 5(b): 56500
LINE 5(d): 45000

LINE 6(b):

PREPAID OFFICE INSURANCE 10875
DUE FROM RELATED PARTIES 22339
ACCRUED INTEREST RECEIVABLE 428
DIVIDENDS RECEIVABLE 515

TEST #2 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 6(d):

PREPAID OFFICE INSURANCE	11540
DUE FROM RELATED PARTIES	18588
ACCRUED INTEREST RECEIVABLE	460
DIVIDENDS RECEIVABLE	822

LINE 8(b):

CORPORATE STOCKS	205000
CORPORATE BONDS	185000

LINE 8(d):

CORPORATE STOCKS	234550
CORPORATE BONDS	185000

LINE 9a(a): 245287

LINE 9a(c): 261405

LINE 9b(a): 57089

LINE 9b(c): 113474

LINE 12a(a): 25000

LINE 12a(c): 25000

LINE 12b(a): 19500

LINE 12b(c): 20500

LINE 13(b):

SECURITY DEPOSITS - OFFICE	2000
UTILITY DEPOSITS	84855

LINE 13(d):

SECURITY DEPOSITS - OFFICE	2000
UTILITY DEPOSITS	88256

LINE 15(b): 155750

LINE 15(d): 135740

LINE 17(b):

ACCRUED SALARIES	19445
PAYROLL TAXES PAYABLE	13240
CLIENT RETAINER FEES	12750

LINE 17(d):

ACCRUED SALARIES (STM 02)	24205
PAYROLL TAXES PAYABLE (STM 02)	13875
CLIENT RETAINER FEES (STM 02)	9850

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1: 341464

LINE 4b: 2889

TEST #2 (Continued):

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	1129121
LINE 3:	341464
LINE 6a:	250000

SCHEDULE D (FORM 1065), PART II:

LINE 6(a):	500 SH IBM
LINE 6(b):	12/20/96
LINE 6(c):	12/15/99
LINE 6(d):	51300
LINE 6(e):	47800

**FORM 4562: ACTIVITY TO WHICH THIS FORM RELATES
FORM 1065, LINE 22**

FORM 4562, PART I:

LINE 2:	16118
LINE 6(a):	COMPUTER EQUIPMENT
LINE 6(b):	16118
LINE 6(c):	16118

FORM 4562, PART III:

LINE 17:	40267
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FORM 4562, PART V, SECTION C:

LINE 35	NO
LINE 36	NO
LINE 37	NO
LINE 38	NO
LINE 39	NO

FORM 4562, PART VI:

LINE 41:	1000
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SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER:	001-02-0001
PARTNER'S NAME:	CHARLES HOGAN
PARTNER'S ADDRESS:	542 HALIFAX DRIVE ANYTOWN, PA 17320

TEST #2 (Continued):

SCHEDULE K-1 (FORM 1065) #1 (Continued):

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 60.00000%
LOSS SHARING 60.00000%
OWNERSHIP OF CAPITAL 60.00000%
LINE D(ii): PROFIT SHARING 60.00000%
LOSS SHARING 60.00000%
OWNERSHIP OF CAPITAL 60.00000%
LINE E: PHILADELPHIA, PA.
LINE F: OTHER 110202
LINE J(a): 725406
LINE J(b): 0
LINE J(c): 204878
LINE J(d): 150000

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER: 001-02-0002
PARTNER'S NAME: JACK BURWELL
PARTNER'S ADDRESS: 2582 WILSON AVENUE
ANYTOWN, PA 17330
LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 40.00000%
LOSS SHARING 40.00000%
OWNERSHIP OF CAPITAL 40.00000%
LINE D(ii): PROFIT SHARING 40.00000%
LOSS SHARING 40.00000%
OWNERSHIP OF CAPITAL 40.00000%
LINE E: PHILADELPHIA, PA.
LINE F: OTHER 73468
LINE J(a): 403715
LINE J(b): 0
LINE J(c): 136586
LINE J(d): 100000

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity CONSULTING	Use the IRS label. Otherwise, please print or type.	Name of partnership KNOWITALL CONSULTANTS PARTNERSHIP	D Employer identification number 52 0000002
B Principal product or service INFORMATION		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 2 ANY STREET	E Date business started 06/19/77
C Business code number 541512		City or town, state, and ZIP code ANYTOWN, PA 17312	F Total assets (see page 10 of the instructions) \$ 1,404,255

- 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 ▶ **2**

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

Income	1a Gross receipts or sales	1a	2,595,625			
	b Less returns and allowances	1b	45,805		1c	2,549,820
	2 Cost of goods sold (Schedule A, line 8)				2	
	3 Gross profit. Subtract line 2 from line 1c				3	2,549,820
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)				4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	
	7 Other income (loss) (attach schedule)				7	
8 Total income (loss). Combine lines 3 through 7				8	2,549,820	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	1,485,488
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	35,406
	12 Bad debts				12	6,600
	13 Rent				13	104,500
	14 Taxes and licenses				14	130,585
	15 Interest				15	
	16a Depreciation (if required, attach Form 4562)	16a	40,267			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	40,267
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	120,565
	19 Employee benefit programs				19	51,668
	20 Other deductions (attach schedule) STMT 1				20	225,396
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	2,200,475	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	349,345	

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-0001**

Firm's name (or yours if self-employed) and address **ELECTRONIC TAX FILERS, INC** EIN ▶ **52 000099**

100 TECO DRIVE RAIN TOWN, WA ZIP code ▶ **98530**

Schedule A Cost of Goods Sold (see page 14 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	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶	CHARLES HOGAN	Identifying number of TMP ▶	001-02-0001
Address of designated TMP ▶	542 HALIFAX DRIVE ANYTOWN, PA 17320		

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	349,345.
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	2,657.
	b	Ordinary dividends	4b	4,969.
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	3,500.
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	
	9	Section 179 expense deduction (attach Form 4562)	9	16,118.
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits	13		
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	7,626.
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	349,345.
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	2,549,820.
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	2,889.
	22	Distributions of money (cash and marketable securities)	22	250,000.
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1	Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b					1	344,353.
2	Analysis by partner type:						
	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a	General partners	344,353					
b	Limited partners						

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		95,518.		146,198.
2a Trade notes and accounts receivable	175,685.		201,410.	
b Less allowance for bad debts	2,107.	173,578.	2,000.	199,410.
3 Inventories				
4 U.S. government obligations		300,000.		320,000.
5 Tax-exempt securities		56,500.		45,000.
6 Other current assets (attach schedule) Ln 6 Stmt		34,157.		31,410.
7 Mortgage and real estate loans				
8 Other investments (attach schedule) Ln 8 Stmt		390,000.		419,550.
9a Buildings and other depreciable assets	245,287.		261,405.	
b Less accumulated depreciation	57,089.	188,198.	113,474.	147,931.
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)				
12a Intangible assets (amortizable only).	25,000.		25,000.	
b Less accumulated amortization	19,500.	5,500.	20,500.	4,500.
13 Other assets (attach schedule) Ln 13 Stmt		86,855.		90,256.
14 Total assets		1,330,306.		1,404,255.
Liabilities and Capital				
15 Accounts payable		155,750.		135,740.
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule) Ln 17 St		45,435.		47,930.
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		1,129,121.		1,220,585.
22 Total liabilities and capital		1,330,306.		1,404,255.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1	Net income (loss) per books	341,464.	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a	Depreciation \$	
a	Depreciation \$		8	Add lines 6 and 7	
b	Travel and entertainment \$ 2,889.	2,889.	9	Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	344,353.
5	Add lines 1 through 4	344,353.			

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1	Balance at beginning of year	1,129,121.	6	Distributions: a Cash	250,000.
2	Capital contributed during year		b	Property	
3	Net income (loss) per books	341,464.	7	Other decreases (itemize):	
4	Other increases (itemize):		8	Add lines 6 and 7	250,000.
5	Add lines 1 through 4	1,470,585.	9	Balance at end of year. Subtract line 8 from line 5	1,220,585.



Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-02-0001 **Partnership's identifying number ▶ 52:000002**

Partner's name, address, and ZIP code
CHARLES HOGAN
542 HALIFAX DRIVE
ANYTOWN, PA 17320

Partnership's name, address, and ZIP code
KNOWITALL CONSULTANTS PARTNERSHIP
2 ANY STREET
ANYTOWN, PA 17312

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of:
Profit sharing **60.00000** % **60.00000** %
Loss sharing **60.00000** % **60.00000** %
Ownership of capital **60.00000** % **60.00000** %

E IRS Center where partnership filed return: **PHILA, PA**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$ **110,202**

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
725,406.	0.	204,878.	(150,000.)	780,284.

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	209,607.	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	1,594.	
	b Ordinary dividends	2,981.	
	c Royalties		
	d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	(2) Total for year.	2,100.	
f Other portfolio income (loss) (attach schedule)			
5 Guaranteed payments to partner		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)			
7 Other income (loss) (attach schedule)			
Deduct-	8 Charitable contributions (see instructions) (attach schedule)		} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9,671.	
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule).		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 4,575.	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a 209,607.	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c 1,529,892.	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21 1,733.	
	22	Distributions of money (cash and marketable securities)	22 150,000.	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-02-0002 **Partnership's identifying number ▶ 52 : 0000002**

Partner's name, address, and ZIP code
JACK BURWELL
2582 WILSON AVENUE
ANYTOWN, PA 17320

Partnership's name, address, and ZIP code
KNOWITALL CONSULTANTS PARTNERSHIP
2 ANY STREET
ANYTOWN, PA 17312

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of: (i) Before change or termination (ii) End of year
Profit sharing **40.00000%** **40.00000%**
Loss sharing **40.00000%** **40.00000%**
Ownership of capital **40.00000%** **40.00000%**
E IRS Center where partnership filed return: **PHILA, PA**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$ **73,468.**
G Tax shelter registration number . ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
403,715.	0.	136,586.	(100,000.)	440,301.

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	139,738.	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	1,063.	
	b Ordinary dividends	1,988.	
	c Royalties		
	d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	(2) Total for year.	1,400.	
f Other portfolio income (loss) (<i>attach schedule</i>)			
5 Guaranteed payments to partner		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)			
7 Other income (loss) (<i>attach schedule</i>)			
Deductions	8 Charitable contributions (see instructions) (<i>attach schedule</i>)		} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	6,447.	
	10 Deductions related to portfolio income (<i>attach schedule</i>)		
	11 Other deductions (<i>attach schedule</i>)		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990		
	(2) Other than on line 12a(1) for property placed in service before 1990		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989		
	(4) Other than on line 12a(3) for property placed in service after 1989		
	b Qualified rehabilitation expenditures related to rental real estate activities		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities		
	d Credits related to other rental activities		
13 Other credits			

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 3,051.	
	b(2)	Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a 139,738.	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c 1,019,928.	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	d(1)	
	d (2)	Deductions allocable to oil, gas, and geothermal properties	d(2)	
e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21 1,156.	
	22	Distributions of money (cash and marketable securities)	22 100,000.	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		



TEST #3

FORMS REQUIRED: 1065, 4562, 8825. 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

HIDE 'N SEEK STORAGE
3 ANY STREET
ANYTOWN, MI 68541

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: RENTAL
LINE B: STORAGE UNITS
LINE C: 493100
LINE D: 52-0000003
LINE E: 01/01/94
LINE H(1): X

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9d NO
LINE 9e: NO

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: NO
LINE 3: NO
LINE 4: NO
LINE 5: NO
LINE 6: NO
LINE 7: NO
LINE 8: NO
LINE 9: NO
LINE 10: NO
LINE 11: NO

TEST #3 (Continued):

FORM 1065, PAGE 2, SCHEDULE B (Continued):

NAME OF DESIGNATED TMP: RET TANGLE
IDENTIFYING NUMBER OF TMP: 001-03-0001
ADDRESS OF DESIGNATED TMP: 1514 SWEET BRIAR
STACKIT, MI 68541

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 14500
LINE 1(d): 700
LINE 6(b) (STM 01): VARIOUS 8000
LINE 9a(a): 1526000
LINE 9a(c): 1526000
LINE 9b(a): 154882
LINE 9b(c): 194010
LINE 11(b): 250000
LINE 11(d): 250000
LINE 19(b): 1045118
LINE 19(d): 997029

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1: -11839

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1: 598500
LINE 3: -11839
LINE 6a: 1000

**FORM 4562: ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 1, LINE 22**

FORM 4562: PART II:

LINE 17: 39128

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

TEST #3 (Continued):

**FORM 8825: ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 3, LINE 2**

PROPERTY A: HIDE 'N SEEK STORAGE
 STACKIT, MI 68541

LINE 2A: 199750
LINE 3A: 1495
LINE 5A: 3875
LINE 7A: 4450
LINE 8A: 1800
LINE 9A: 78660
LINE 10A: 1815
LINE 11A: 11631
LINE 12A: 2895
LINE 13A: 62500
LINE 15A: 2215 TELEPHONE
 150 BANK CHARGES
 975 OFFICE & ADMIN

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFICATION NUMBER: 001-03-0001
PARTNER'S NAME: RET TANGLE
PARTNER'S ADDRESS: 1514 SWEET BRIAR
 STACKTOWN, MI 68541

TAX MATTERS PARTNER: YES

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
 PROFIT SHARING 90.00000%
 LOSS SHARING 90.00000%
 OWNERSHIP OF CAPITAL 90.00000%

LINE D(ii): END OF YEAR:
 PROFIT SHARING 90.00000%
 LOSS SHARING 90.00000%
 OWNERSHIP OF CAPITAL 90.00000%

LINE E: CINCINNATI, OHIO

LINE F: Qualified nonrecourse financing 897326

LINE J(a): 538650
LINE J(c): -10655
LINE J(d): 900

TEST #3 (Continued):

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFICATION NUMBER: 001-03-0002
PARTNER'S NAME: SARAH SQUARE
PARTNER'S ADDRESS: 15 NIGHTMEADOW LANE
STACKIT, MI 68541

LINE A: GENERAL PARTNER

LINE B: INDIVIDUAL

LINE C: DOMESTIC

LINE D(i): BEFORE CHANGE OR TERMINATION:

PROFIT SHARING 10.00000%

LOSS SHARING 10.00000%

OWNERSHIP OF CAPITAL 10.00000%

LINE D(ii): END OF YEAR:

PROFIT SHARING 10.00000%

LOSS SHARING 10.00000%

OWNERSHIP OF CAPITAL 10.00000%

LINE E: CINCINNATI, OHIO

LINE F: Qualified nonrecourse financing 99703

LINE J(a): 59850

LINE J(c): -1184

LINE J(d): 100

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity RENTAL	Use the IRS label. Otherwise, please print or type.	Name of partnership HIDE 'N SEEK STORAGE	D Employer identification number 52:0000003
B Principal product or service STORAGE UNITS		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 3 ANY STREET	E Date business started 01/01/94
C Business code number 493100		City or town, state, and ZIP code ANYTOWN, MI 68541	F Total assets (see page 10 of the instructions) \$ 1,582,690

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 ▶ **2**

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

Income	1a Gross receipts or sales	1a			
	b Less returns and allowances	1b			1c
	2 Cost of goods sold (Schedule A, line 8)				2
	3 Gross profit. Subtract line 2 from line 1c				3
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)				4
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				5
	6 Net gain (loss) from Form 4797, Part II, line 18.				6
	7 Other income (loss) (attach schedule)				7
8 Total income (loss). Combine lines 3 through 7				8	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9
	10 Guaranteed payments to partners				10
	11 Repairs and maintenance				11
	12 Bad debts				12
	13 Rent				13
	14 Taxes and licenses				14
	15 Interest				15
	16a Depreciation (if required, attach Form 4562)	16a	39,128		
	b Less depreciation reported on Schedule A and elsewhere on return	16b	39,128		16c
	17 Depletion (Do not deduct oil and gas depletion.)				
	18 Retirement plans, etc.				
	19 Employee benefit programs				
	20 Other deductions (attach schedule)				20
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	0
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	0

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.

Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed ▶ <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
	Firm's name (or yours if self-employed) and address ▶ ELECTRONIC TAX FILERS, INC. 100 TECO DRIVE RAINTOWN, WA	EIN ▶ 52:000099	ZIP code ▶ 98530	

Schedule A Cost of Goods Sold (see page 14 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	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **RET TANGLE** Identifying number of TMP ▶ **001-03-0001**

Address of designated TMP ▶ **1514 SWEET BRIAR**
STACKIT, MI 68541

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	-11,839
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	
	b	Ordinary dividends	4b	
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss) (2) Total for year	4e(2)	
	f	Other portfolio income (loss) (attach schedule)	4f	
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
d	Credits related to other rental activities	12d		
13	Other credits	13		
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	0
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	978
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	1,000
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	-11,839
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		11,839					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		14,500		700
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 (attach schedule)		8,000		
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets	1,526,000		1,526,000	
b Less accumulated depreciation	154,882	1,371,118	194,010	1,331,990
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		250,000		250,000
12a Intangible assets (amortizable only)				
b Less accumulated amortization				
13 Other assets (attach schedule)				
14 Total assets		1,643,618		1,582,690
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)				
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more		1,045,118		997,029
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		598,500		585,661
22 Total liabilities and capital		1,643,618		1,582,690

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	-11,839	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	-11,839
5 Add lines 1 through 4	-11,839		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	598,500	6 Distributions: a Cash	1,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	-11,839	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	1,000
5 Add lines 1 through 4	586,661	9 Balance at end of year. Subtract line 8 from line 5	585,661



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-03-0001 **Partnership's identifying number** ▶ 52:0000003

Partner's name, address, and ZIP code
RET TANGLE
1514 SWEET BRIAR
STACKIT, MI 68541

Partnership's name, address, and ZIP code
HIDE 'N SEEK STORAGE
3 ANY STREET
ANYTOWN, MI 68541

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing **90.00000%** **90.00000%**
Loss sharing **90.00000%** **90.00000%**
Ownership of capital **90.00000%** **90.00000%**

E IRS Center where partnership filed return: **CINCINNATI, OH**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$ **897,326**
Other \$

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
538,650		-10,655	(900)	527,095

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 0	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2 -10,655	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	b (2)	Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	d(1)	
	d (2)	Deductions allocable to oil, gas, and geothermal properties	d(2)	
e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Recapture of low-income housing credit:		} Form 8611, line 8
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENT		
		ORDINARY INCOME (LOSS)	0	
		NET INCOME (LOSS) FROM RENTAL REAL ESTATE	-10,655	
		TOTAL	-10,655	



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-03-0002 **Partnership's identifying number** ▶ 52:0000003

Partner's name, address, and ZIP code
SARAH SQUARE
15 NIGHTMEADOW LANE
STACKIT, MI 68541

Partnership's name, address, and ZIP code
HIDE 'N SEEK STORAGE
3 ANY STREET
ANYTOWN, MI 68541

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	10.00000 %	10.00000 %
Loss sharing	10.00000 %	10.00000 %
Ownership of capital	10.00000 %	10.00000 %

E IRS Center where partnership filed return: **CINCINNATI, OH**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$	
Qualified nonrecourse financing	\$	99,703
Other	\$	

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
59,850		-1,184	(100)	58,566

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 0	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2 -1,184	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f)
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
f Other portfolio income (loss) (attach schedule)	4f	Enter on applicable line of your return.	
5 Guaranteed payments to partner	5	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6		
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	Sch. A, line 15 or 16
	9 Section 179 expense deduction	9	See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	b (2)	Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	d(1)	
	d (2)	Deductions allocable to oil, gas, and geothermal properties	d(2)	
e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Recapture of low-income housing credit:		} Form 8611, line 8
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		

		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		ORDINARY INCOME (LOSS)	0	
		NET INCOME (LOSS) FROM RENTAL REAL ESTATE	-1,184	
		TOTAL	-1,184	



TEST # 4

FORMS REQUIRED:	1065, 4562, 8861, 2 K-1s (1065)
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FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

REAL ESTATE DEVELOPERS PARTNERSHIP
4 ANY STREET
ANYTOWN, ND 72511

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: DEVELOPMENT
LINE B: REAL ESTATE
LINE C: 531120
LINE D: 52-0000004
LINE E: 05/14/89
LINE H(2): X
LINE 1a: 4195000
LINE 1b: 87500
LINE 9: 258565 (To Form 1065-- 248765; To Form 8861--9800)

LINE 20 - OTHER DEDUCTIONS (STM 01):

COMPUTER MAINTENANCE	27500
EQUIPMENT RENTAL	50856
INSURANCE - OFFICE	35000
LEGAL AND ACCOUNTING	50000
OFFICE EXPENSES	245000
REPAIRS AND MAINTENANCE	12580
UTILITIES	6500

FORM 1065, PAGE 2, SCHEDULE A:

LINE 1: 275100
LINE 2: 2440505
LINE 3: 500000

TEST #4 (Continued):

FORM 1065, PAGE 2, SCHEDULE A (Continued):

LINE 5 - OTHER COSTS (STM 02):

EQUIPMENT RENTAL	115200
INSURANCE - JOB SITES	41085
LANDSCAPING	75200
REPAIRS AND MAINTENANCE	15000
UTILITIES	7575

LINE 7: 304205

LINE 9a(i): X

LINE 9(d): Yes

LINE 9(e): No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1(a): X

LINE 2: No

LINE 3: No

LINE 4: No

LINE 5: No

LINE 6: No

LINE 7: No

LINE 8: No

LINE 9: No

LINE 10: No

LINE 11: No

NAME OF DESIGNATED TMP:
IDENTIFYING NUMBER OF TMP:
ADDRESS OF DESIGNATED TMP:

MICHAEL SANDSTROM
001-04-0001
2517 ANY AVENUE
EAST ANYTOWN, MN 69224

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: 2500

LINE 4b: 1500

LINE 8 (STM 03):

UNITED WAY OF NORTH DAKOTA	1000
RED RIVER RELIEF FUND	4000
GRAND FORKS CHILDREN HOSPITAL	684

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 125750

LINE 1(d): 131000

TEST #4 (Continued)

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 2a(a):	425000	
LINE 2a(c):	445000	
LINE 2b(a):	10000	
LINE 2b(c):	12000	
LINE 6(b):	PREPAID INSURANCE	15000
	PREPAID PROPERTY TAXES	12000
LINE 6(d):	PREPAID INSURANCE	18000
	PREPAID PROPERTY TAXES	15000
LINE 8(b):	STOCK - US STEEL	22500
	STOCK - INTERNATIONAL HARVESTER	21570
LINE 8(d) (STM 04):		
	STOCK - US STEEL	22500
	STOCK - INTERNATIONAL HARVESTER	22570
LINE 9a(a):	1200000	
LINE 9a(c):	1200000	
LINE 9b(a):	255000	
LINE 9b(c):	270000	
LINE 11(b):	212575	
LINE 11(d):	212575	
LINE 15(b):	175000	
LINE 15(d):	200000	
LINE 16(b):	75000	
LINE 16(d):	80000	
LINE 19(b):	800000	
LINE 19(d):	725000	

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	239355	
LINE 4:		
	See Sch. M-1, Line 4	9800

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	994495	
LINE 3:	239355	
LINE 6a:	150000	

TEST #4 (Continued)

**FORM 4562: ACTIVITY TO WHICH THIS FORM RELATES:
 FORM 1065, LINE 22**

FORM 4562, PART III:

LINE 17: 15000

FORM 4562, PART V, SECTION C:

LINE 35 NO

LINE 36 NO

LINE 37 NO

LINE 38 NO

LINE 39 NO

FORM 8861, PART I:

LINE 1a: 12500

LINE 1b: 10850

SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFICATION NUMBER: 001-04-0001
PARTNER'S NAME: MICHAEL SANDSTROM
PARTNER'S ADDRESS: 2517 ANY AVENUE
 EAST ANYTOWN, MN 69224

LINE A: GENERAL PARTNER

LINE B: INDIVIDUAL

LINE C: DOMESTIC

LINE D(i): PROFIT SHARING 50.00000%

 LOSS SHARING 50.00000%

 OWNERSHIP OF CAPITAL 50.00000%

LINE D(ii): PROFIT SHARING 50.00000%

 LOSS SHARING 50.00000%

 OWNERSHIP OF CAPITAL 50.00000%

LINE E: OGDEN, UTAH

LINE F:

 Qualified nonrecourse financing 402500

 Other 100000

LINE J(a): 500000

LINE J(c): 119677

LINE J(d): 75000

TEST #4 (Continued)

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFICATION NUMBER: 001-04-0002
PARTNER'S NAME: GUSTAV OLSEN
PARTNER'S ADDRESS: 2452 ANY BLVD
ANYTOWN, ND 72498

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE D(ii): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE E: OGDEN, UTAH

LINE F:
Qualified nonrecourse financing 402500
Other 100000

LINE J(a): 494495
LINE J(c): 119678
LINE J(d): 75000

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity DEVELOPMENT	Use the IRS label. Otherwise, please print or type.	Name of partnership REAL ESTATE DEVELOPERS PARTNERSHIP	D Employer identification number 520000004
B Principal product or service REAL ESTATE		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 4 ANY STREET	E Date business started 05/14/89
C Business code number 531120		City or town, state, and ZIP code ANYTOWN, ND 72511	F Total assets (see page 10 of the instructions) \$ 2,088,850

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 ▶ **2**

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

Income	1a Gross receipts or sales	1a	4,195,000			
	b Less returns and allowances	1b	87,500		1c	4,107,500
	2 Cost of goods sold (Schedule A, line 8)				2	3,165,460
	3 Gross profit. Subtract line 2 from line 1c				3	942,040
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)				4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	
	7 Other income (loss) (attach schedule)				7	
8 Total income (loss). Combine lines 3 through 7				8	942,040	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	248,765
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	
	12 Bad debts				12	
	13 Rent				13	
	14 Taxes and licenses				14	
	15 Interest				15	
	16a Depreciation (if required, attach Form 4562)	16a	15,000			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	15,000
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	
	19 Employee benefit programs				19	
	20 Other deductions (attach schedule)				20	427,436
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	691,201	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	250,839	

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-0001**

Firm's name (or yours if self-employed) and address **ELECTRONIC TAX FILERS, INC.** EIN **52-0000099**
100 TECO DRIVE **RAINTOWN, WA** ZIP code **98530**

Schedule A Cost of Goods Sold (see page 14 of the instructions)

Table with 4 columns: Line number, Description, Amount, and Blank. Rows 1-8 showing inventory and cost of goods sold calculations.

- 9a Check all methods used for valuing closing inventory: (i) [X] 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? [X] Yes [] No
e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? [] Yes [X] No
If "Yes," attach explanation.

Schedule B Other Information

Table with 3 columns: Question, Yes, No. Rows 1-11 covering entity type, partnerships, tax matters partner, foreign partners, and distribution of property.

Designation of Tax Matters Partner (see page 15 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: MICHAEL SANDSTROM
Identifying number of TMP: 001-04-0001
Address of designated TMP: 2517 ANY AVENUE, EAST ANYTOWN, MN 69224

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	250,839
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	2,500
	b	Ordinary dividends	4b	1,500
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	5,684
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits FORM 8861, WELFARE-TO-WORK CREDIT	13	9,800	
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	4,000
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	250,839
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	942,040
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	9,800
	22	Distributions of money (cash and marketable securities)	22	150,000
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	249,155
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		249,155					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		125,750		131,000
2a Trade notes and accounts receivable	425,000		445,000	
b Less allowance for bad debts	10,000	415,000	12,000	433,000
3 Inventories		275,100		304,205
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets (attach schedule)		27,000		33,000
7 Mortgage and real estate loans				
8 Other investments (attach schedule)		44,070		45,070.
9a Buildings and other depreciable assets	1,200,000.		1,200,000	
b Less accumulated depreciation	255,000	945,000	270,000	930,000
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		212,575		212,575
12a Intangible assets (amortizable only).				
b Less accumulated amortization				
13 Other assets (attach schedule)				
14 Total assets		2,044,495		2,088,850
Liabilities and Capital				
15 Accounts payable		175,000		200,000
16 Mortgages, notes, bonds payable in less than 1 year		75,000		80,000
17 Other current liabilities (attach schedule)				
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more		800,000		725,000
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		994,495		1,083,850
22 Total liabilities and capital		2,044,495		2,088,850

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	239,355	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	249,155
FORM 8861 CREDIT 9,800	9,800		
5 Add lines 1 through 4	249,155		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	994,495	6 Distributions: a Cash	150,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	239,355	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	150,000
5 Add lines 1 through 4	1,233,850	9 Balance at end of year. Subtract line 8 from line 5	1,083,850



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-04-0001 **Partnership's identifying number ▶ 520000004**

Partner's name, address, and ZIP code
MICHAEL SANDSTROM
2517 ANY AVENUE
EAST ANYTOWN, MN 69224

Partnership's name, address, and ZIP code
REAL ESTATE DEVELOPERS PARTNERSHIP
4 ANY STREET
ANYTOWN, ND 72511

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.0000 %	50.0000 %
Loss sharing	50.0000 %	50.0000 %
Ownership of capital	50.0000 %	50.0000 %

E IRS Center where partnership filed return: **OGDEN, UT**

F Partner's share of liabilities (see instructions):

Nonrecourse . . . . .	\$	.....
Qualified nonrecourse financing	\$	402,500
Other	\$	100,000

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
500,000		119,677	(75,000)	544,677

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	125,419	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	4a Interest	1,250	
	4b Ordinary dividends	750	
	4c Royalties		
	4d Net short-term capital gain (loss)		
	e(1) Net long-term capital gain (loss):		
	e(2) (1) 28% rate gain (loss)		
	4f (2) Total for year.		
5 Other portfolio income (loss) (attach schedule)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Guaranteed payments to partner			
7 Net section 1231 gain (loss) (other than due to casualty or theft)			
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)	2,842	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule).		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	a(1) (1) From section 42(j)(5) partnerships for property placed in service before 1990		
	a(2) (2) Other than on line 12a(1) for property placed in service before 1990		
	a(3) (3) From section 42(j)(5) partnerships for property placed in service after 1989		
	a(4) (4) Other than on line 12a(3) for property placed in service after 1989		
	12b Qualified rehabilitation expenditures related to rental real estate activities		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	12c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.		
	12d Credits related to other rental activities		
13 Other credits	4,900		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 2,000	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a 125,419	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c 471,020	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21 4,900	
	22	Distributions of money (cash and marketable securities)	22 75,000	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 8 - CHARITABLE CONTRIBUTIONS:		
		UNITED WAY OF NORTH DAKOTA	500	
		RED RIVER RELIEF FUND	2,000	
		GRAND FORKS CHILDREN HOSPITAL	342	
		TOTAL	2,842	
		LINE 13 - OTHER CREDITS:		
		FORM 8861 WELFARE-TO-WORK CREDIT	4,900	
		TOTAL	4,900	



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-04-0002 **Partnership's identifying number** ▶ 520000004

Partner's name, address, and ZIP code
GUSTAV OLSEN
2452 ANY BLVD.
ANYTOWN, ND 72498

Partnership's name, address, and ZIP code
REAL ESTATE DEVELOPERS PARTNERSHIP
4 ANY STREET
ANYTOWN, ND 72511

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ INDIVIDUAL

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.0000 %	50.0000 %
Loss sharing	50.0000 %	50.0000 %
Ownership of capital	50.0000 %	50.0000 %

E IRS Center where partnership filed return: OGDEN, UT

F Partner's share of liabilities (see instructions):

Nonrecourse . . . . .	\$	.....
Qualified nonrecourse financing	\$	402,500
Other	\$	100,000

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
494,495		119,678	(75,000)	539,173

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 125,420	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 1,250	
	b Ordinary dividends	4b 750	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deduct-ions	8 Charitable contributions (see instructions) (attach schedule)	8 2,842	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13 4,900		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 2,000	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a 125,420	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c 471,020	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21 4,900	
	22	Distributions of money (cash and marketable securities)	22 75,000	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 8 - CHARITABLE CONTRIBUTIONS:		
		UNITED WAY OF NORTH DAKOTA	500	
		RED RIVER RELIEF FUND	2,000	
		GRAND FORKS CHILDREN HOSPITAL	342	
		TOTAL	2,842	
		LINE 13 - OTHER CREDITS:		
		FORM 8861 WELFARE-TO-WORK CREDIT	4,900	
		TOTAL	4,900	



TEST # 5

FORMS REQUIRED: 1065, A (5713), B (5713), C (5713), 4562, 5713, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

MALL MADNESS PARTNERSHIP
5 ANY STREET
ANYTOWN, PA 95621

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: RETAIL STORE
LINE B: RETAIL STORE
LINE C: 453220
LINE D: 52-0000005
LINE E: 01/01/98
LINE G(1): X
LINE H(2): X
LINE 1a: 115862
LINE 1b: 1816
LINE 9: 28115
LINE 11: 486
LINE 13: 18500
LINE 14: 2249

LINE 20 - OTHER DEDUCTIONS (STM 01):

ACCOUNTING	1500
ADVERTISING	3880
BANK CHARGES	321
INSURANCE	2897
OFFICE EXPENSE	474
TELEPHONE	1993
UTILITIES	1656

FORM 1065 PAGE 2, SCHEDULE A:

LINE 2: 42611
LINE 7: 3218

TEST #5 (Continued):

FORM 1065 PAGE 2, SCHEDULE A (Continued):

LINE 9a(i): X
LINE 9d: NO
LINE 9e: NO

FORM 1065 PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: NO
LINE 3: NO
LINE 4: NO
LINE 5: YES
LINE 6: NO
LINE 7: NO
LINE 8: NO
LINE 9: NO
LINE 10: NO
LINE 11: NO

NAME OF DESIGNATED TMP:
IDENTIFYING NUMBER OF TMP:
ADDRESS OF DESIGNATED TMP:

SARAH SALES
001-05-0001
21 W 77TH STREET
REST STOP, PA 19561

FORM 1065 PAGE 4, SCHEDULE L:

LINE 1(d): 14465
LINE 3(d): 3218
LINE 9a(c): 38558
LINE 9b(c): 6369
LINE 13:
VARIOUS 3768
LINE 15: 5307

FORM 1065 PAGE 4, SCHEDULE M-1:

LINE 1: 5833

FORM 1065 PAGE 4, SCHEDULE M-2:

LINE 2: 42500
LINE 3: 5833

SCHEDULE A (FORM 5713):

NAME OF COUNTRY BEING BOYCOTTED: ISRAEL

LINE a(1): IRAQ
LINE a(2): 14200

TEST #5 (Continued):

SCHEDULE A (FORM 5713) (Continued):

LINE a(3): 11716
LINE a(4): 9788
LINE 2a: 41810
LINE 2b: 19325
LINE 2c: 32811

SCHEDULE B (FORM 5713):

NAME OF COUNTRY BEING BOYCOTTED: ISRAEL

LINE a(1): IRAQ
LINE a(2): 4000
LINE a(3): RAILROAD TRANSPORTAION
LINE a(4): 380
LINE a(5): 90

SCHEDULE C (FORM 5713):

LINE 1a: X
LINE 2a: 1000

**FORM 4562: ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 1, LINE 22**

FORM 4562, PART I:

LINE 2: 5558
LINE 6(a): FURNITURE, FIXTURES & EQUIPMENT
LINE 6(b): 5558
LINE 6(c): 5558

FORM 4562, PART II:

LINE 15(i)(b): 01/01/99
LINE 15(i)(c): 33000
LINE 15(g)(i): 811

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

TEST #5 (Continued):

**FORM 5713: ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 3, LINE 17e.**

FORM 5713, PAGE 1:

TYPE OF FILER: PARTNERSHIP

LINE 2(b):	NAMES:	IDENTIFYING NUMBER:
	SARAH SALES	001-05-0001
	CARRIE OUTZ	001-05-0002

LINE 2(c): CODE: 4000
DESCRIPTION: RAILROAD TRANSPORTATION

LINE 3(a): 53640

LINE 3(b): 11771

FORM 5713, PAGE 2:

LINE 7(a): Yes

LINE 7(b): No

LINE 7(c): No

LINE 7(d): Yes

LINE 7(e): No

LINE 7(f): No

LINE 7(g): No

LINE 7(h): No

LINE 7(i): No

FORM 5713, PAGE 2, PART I:

LINE 8: YES

LINE 8a(1): IRAQ

LINE 8a(2): 1

LINE 8a(3): 4000

LINE 8a(4): RAILROAD TRANSPORTION

FORM 5713, PAGE 4, PART II:

	Requests	Agreements
LINE 13a(1)(a):	NO	NO
LINE 13a(1)(b):	NO	NO
LINE 13a(1)(c):	NO	NO
LINE 13a(1)(d):	NO	NO
LINE 13a(2):	NO	NO

TEST #5 (Continued):

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFICATION NUMBER: 001-05-0001
PARTNER'S NAME: SARAH SALES
PARTNER'S ADDRESS: 21 W 77TH STREET
REST STOP, PA 19561

DESIGNATED AS TMP
LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 60.00000%
LOSS SHARING 60.00000%
OWNERSHIP OF CAPITAL 60.00000%
LINE D(ii): END OF YEAR:
PROFIT SHARING 60.00000%
LOSS SHARING 60.00000%
OWNERSHIP OF CAPITAL 60.00000%
LINE E: PHILADELPHIA, PA
LINE F: Other 3184
LINE J(b): 42500
LINE J(c): 3500

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFICATION NUMBER: 001-05-0002
PARTNER'S NAME: CARRIE OUTZ
PARTNER'S ADDRESS: 1 BUCKEYE BLVD
REST STOP, PA 19561

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 40.00000%
LOSS SHARING 40.00000%
OWNERSHIP OF CAPITAL 40.00000%
LINE D(ii): END OF YEAR:
PROFIT SHARING 40.00000%
LOSS SHARING 40.00000%
OWNERSHIP OF CAPITAL 40.00000%
LINE E: PHILADELPHIA, PA
LINE F: Other 2123
LINE J(b): 0
LINE J(c): 2333

U.S. Partnership Return of Income

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity RETAIL STORE	Use the IRS label. Otherwise, please print or type.	Name of partnership MALL MADNESS PARTNERSHIP	D Employer identification number 52-0000005
B Principal product or service RETAIL STORE		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 5 ANY STREET	E Date business started 01/01/99
C Business code number 453220		City or town, state, and ZIP code ANYTOWN, PA 95621	F Total assets (see page 10 of the instructions) \$ 53,640

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 ▶ **2**

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

Income	1a Gross receipts or sales	1a	115,862			
	b Less returns and allowances.	1b	1,816		1c	114,046
	2 Cost of goods sold (Schedule A, line 8)				2	39,393
	3 Gross profit. Subtract line 2 from line 1c.				3	74,653
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule).				4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	
	7 Other income (loss) (attach schedule).				7	
8 Total income (loss). Combine lines 3 through 7				8	74,653	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	28,115
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	486
	12 Bad debts				12	
	13 Rent				13	18,500
	14 Taxes and licenses				14	2,249
	15 Interest				15	
	16a Depreciation (if required, attach Form 4562)	16a	811			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	811
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	
	19 Employee benefit programs				19	
	20 Other deductions (attach schedule)				20	12,721
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	62,882	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	11,771	

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.

▶ Signature of general partner or limited liability company member ▶ Date

Paid Preparer's Use Only

Preparer's signature ▶ Date Check if self-employed ▶ Preparer's SSN or PTIN **001-99-001**

Firm's name (or yours if self-employed) and address ▶ **ELECTRONIC TAX FILERS, INC.** EIN ▶ **520000099**

100 TECO DRIVE RAIN TOWN, WA ZIP code ▶ **98530**

Schedule A Cost of Goods Sold (see page 14 of the instructions)

1	Inventory at beginning of year	1		
2	Purchases less cost of items withdrawn for personal use	2	42,611	
3	Cost of labor	3		
4	Additional section 263A costs (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6	42,611	
7	Inventory at end of year	7	3,218	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	39,393	

- 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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	X	
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **SARAH SALES** Identifying number of TMP ▶ **001-05-001**

Address of designated TMP ▶ **21 W 77TH STREET**

REST STOP, PA 19561

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	11,771
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	
	b	Ordinary dividends	4b	
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	
	9	Section 179 expense deduction (attach Form 4562)	9	5,558
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits	13		
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	11,771
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	74,653
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	20
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	380
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	5,833
2 Analysis by partner type:		(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other
a General partners			5,833				
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash				14,465
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				3,218
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets (attach schedule)				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets			38,558	
b Less accumulated depreciation			6,369	32,189
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 (attach schedule)				3,768
14 Total assets				53,640
Liabilities and Capital				
15 Accounts payable				5,307
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)				
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts				48,333
22 Total liabilities and capital				53,640

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

(Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	5,833	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	5,833
5 Add lines 1 through 4	5,833		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year		6 Distributions: a Cash	
2 Capital contributed during year	42,500	b Property	
3 Net income (loss) per books	5,833	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	
5 Add lines 1 through 4	48,333	9 Balance at end of year. Subtract line 8 from line 5	48,333



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-05-0001 **Partnership's identifying number ▶ 52:0000005**

Partner's name, address, and ZIP code
SARAH SALES
21 W 77TH STREET
REST STOP, PA 19561

Partnership's name, address, and ZIP code
MALL MADNESS
5 ANY STREET
ANYTOWN, PA 95621

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing **60.00000%** **60.00000%**
Loss sharing **60.00000%** **60.00000%**
Ownership of capital **60.00000%** **60.00000%**

E IRS Center where partnership filed return: **PHILA, PA**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$ **3,184**

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
	42,500	3,500	()	46,000

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	7,063	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest		
	b Ordinary dividends		
	c Royalties		
	d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	(2) Total for year.		
f Other portfolio income (loss) (attach schedule)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner			
6 Net section 1231 gain (loss) (other than due to casualty or theft)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)		} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	3,335	
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule).		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990		
	(2) Other than on line 12a(1) for property placed in service before 1990		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989		
	(4) Other than on line 12a(3) for property placed in service after 1989		
	b Qualified rehabilitation expenditures related to rental real estate activities		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.		
	d Credits related to other rental activities		
13 Other credits			

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22	
	23 Distributions of property other than money	23	} Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		
	ORDINARY INCOME (LOSS)		7,063
	SECTION 179 EXPENSE		-3,335
	FOREIGN TAX EXPENSE		-228
	TOTAL		3,500
		
		
.....			
.....			
.....			



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-05-0002 **Partnership's identifying number ▶ 52:000005**

Partner's name, address, and ZIP code
CARRIE OUTZ
1 BUCKEYE BLVD
REST STOP, PA 19561

Partnership's name, address, and ZIP code
MALL MADNESS PARTNERSHIP
5 ANY STREET
ANYTOWN, IL 60893

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of:
 (i) Before change (ii) End of
 or termination year
 Profit sharing **40.00000** % **40.00000** %
 Loss sharing **40.00000** % **40.00000** %
 Ownership of capital **40.00000** % **40.00000** %

E IRS Center where partnership filed return: **PHIL, PA**

F Partner's share of liabilities (see instructions):
 Nonrecourse \$
 Qualified nonrecourse financing \$
 Other \$ **2,123**

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
		2,333	()	2,333

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 4,708	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (<i>attach schedule</i>)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (<i>attach schedule</i>)	7		
Deductions	8 Charitable contributions (see instructions) (<i>attach schedule</i>)	8	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9 2,223	
	10 Deductions related to portfolio income (<i>attach schedule</i>)	10	
	11 Other deductions (<i>attach schedule</i>)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a 4,708	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 29,861	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a 8	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (<i>attach schedule</i>)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	} Form 1116, Part I
	d Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e 152	Form 1116, Part II
	f Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22	
	23 Distributions of property other than money	23	
	24 Recapture of low-income housing credit:		} Form 8611, line 8
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
		
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENT:		
		
	ORDINARY INCOME (LOSS)		4,708
	SECTION 179 EXPENSE		-2,223
	FOREIGN TAX CREDIT		-152
	TOTAL		2,333
		
		



TEST # 6

FORMS REQUIRED:

1065, A (8609), 4562, 8275, 8275-R, 8586, 8609, 8693, 8825
2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION:

NAME OF PARTNERSHIP:

TAX CREDIT LIMITED PARTNERSHIP
16 ANY STREET
ANYTOWN, MA 92010

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: REAL ESTATE
LINE B: RENTAL
LINE C: 531110
LINE D: 52-0000006
LINE E: 06/16/88
LINE G(3): X
LINE H(2): X

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9(d): No
LINE 9(e): No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1b: X
LINE 2: Yes
LINE 3: No
LINE 4: Yes
LINE 5: No
LINE 6: No
LINE 7: No
LINE 8: No
LINE 9: No
LINE 10: No

TEST # 6 (Continued):

FORM 1065, PAGE 2, SCHEDULE B (Continued):

LINE 11: No
NAME OF DESIGNATED TMP: ANNE APPRECIATION
IDENTIFYING NUMBER OF TMP: 001-06-0001
ADDRESS OF DESIGNATED TMP:
1950 ROLLING ROAD, SUITE 900
BALTIMORE, MD 21227

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: 1952
LINE 16a: 8690

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 15952
LINE 1(d): 27513
LINE 2a(a): 9793
LINE 2a(c): 9705
LINE 6(b):

PREPAID REAL ESTATE TAXES 3987
PREPAID INSURANCE 1026
PREPAID PROPERTY TAXES 4000
INTERCOMPANY - DUE TO HAMPSTEAD 1094

LINE 6(d): PREPAID REAL ESTATE TAXES 3987
PREPAID INSURANCE 1083

LINE 8(b): REPLACEMENT RESERVE 35957
TAX ESCROW ACCOUNT 9822
SECURITY DEPOSIT FUND 8811

LINE 8(d): REPLACEMENT RESERVE 46825
TAX ESCROW ACCOUNT 10258
SECURITY DEPOSIT FUND 9593

LINE 9a(a): 1091145
LINE 9a(c): 1091145
LINE 9b(a): 444937
LINE 9b(c): 487028
LINE 11b: 75000
LINE 11d: 75000
LINE 12a(a): 27766
LINE 12a(c): 27766
LINE 12b(a): 8750
LINE 12b(c): 9217
LINE 15(b): 1502

TEST # 6 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 15(d):	318	
LINE 17(b):	TENANT'S SECURITY DEPOSITS	6654
	ACCRUED INTEREST PAYABLE	6921
	ACCRUED AUDIT FEES	3065
	PAYROLL TAXES PAYABLE	360
LINE 17(d) (STM 01):		
	TENANT'S SECURITY DEPOSITS	7495
	ACCRUED INTEREST PAYABLE	6903
	ACCRUED AUDIT FEES	3050
	PAYROLL TAXES PAYABLE	664
	LOAN PAYABLE - GENERAL PARTNER	12300
	PAYROLL TAXES PAYABLE	13838
LINE 18(b):	922765	
LINE 18(d):	920446	

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	-31483
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FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	-110601
LINE 3:	-31483
LINE 6a:	16300

SCHEDULE A (FORM 8609):

LINE C:	MD88-13001
LINE 1:	531818
LINE 2:	1.0000
LINE 5:	0.0385

**FORM 4562: ACTIVITY TO WHICH THIS FORM RELATES:
FORM 8825 SUMMARY**

FORM 4562, PART III:

LINE 17:	42091
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FORM 4562, PART V, SECTION C:

LINE 35	NO
LINE 36	NO
LINE 37	NO
LINE 38	NO

TEST # 6 (Continued):

FORM 4562, PART V, SECTION C (Continued):

LINE 39 NO

FORM 4562, PART VI:

LINE 41: 467

FORM 8275, PART I:

LINE 1(b): PASS THRU
LINE 1(c): RENTAL INCOME OR LOSS
LINE 1(d): 8825
LINE 1(e): 20

FORM 8275, PART II:

LINE 1:

TAX CREDIT LIMITED PARTNERSHIP IS AN INVESTOR IN AFFORDABLE HOUSING,L.P, TIN #52-0000097. HOWEVER, NO K-1 WAS PROVIDED BY THIS INVESTEE BECAUSE THEY WERE IN BANKRUPTCY AND DID NOT HAVE THE FINANCIAL RESOURCES TO HIRE TAX ACCOUNTANTS. WE WERE UNABLE TO ESTIMATE THE AMOUNT OF THE INCOME OR LOSS BECAUSE INTERIM STATEMENTS WERE NOT PROVIDED AND BECAUSE OF THE DISRUPTION IN RENTAL ACTIVITIES CAUSED BY THE BANKRUPTCY.

FORM 8275, PART III:

LINE 1: AFFORDABLE HOUSING LIMITED PARTNERSHIP
100 BRAINTREE DRIVE, SUITE 100
BOSTON, MA 92015
LINE 2: 52-0000097
LINE 3: 01/01/99 to 12/31/99
LINE 4: PHILADELPHIA, PA.

FORM 8275-R, PART I:

LINE 1(a): 1.42-16(a)
LINE 1(b): ELIGIBLE BASIS
LINE 1(c): ELIGIBLE BASIS
LINE 1(d): 8609 (Schedule A)
LINE 1(e): 1
LINE 1(f): 531818

TEST # 6 (Continued):

FORM 8275-R, PART II:

LINE 1: TAX CREDIT LIMITED PARTNERSHIP DID NOT REDUCE THE ABOVE ELIGIBLE BASIS FOR A \$150,000 FEDERAL HODAG GRANT AS REQUIRED BY THE ABOVE REGULATIONS.

FORM 8586 (No entries required):

FORM 8609, PART I:

LINE A: 200 PLEASANT STREET
HAMPSTEAD,. MARYLAND 21704

LINE B: DHCD/CDA
45 CALVERT STREET
ANNAPOLIS, MARYLAND 21401

LINE C: TAX CREDIT LIMITED PARTNERSHIP
6 ANY STREET
ANYTOWN, MA 92010
52-0000006

LINE D: 52-600-2033

LINE E: MD88-13001

LINE 1a: 12/30/89

LINE 1b: 21600

LINE 2: 4.0%

LINE 3a: 540000

LINE 4: 0%

LINE 6a: X

FORM 8609, PART II:

LINE 7a: 06/16/88

LINE 7b: 531818

LINE 8a: 531818

LINE 8b: No

LINE 9a: No

LINE 9b: No

LINE 10a: Yes

LINE 10c: 20-50

FORM 8693, PART I:

LINE 1: 210 PLEASANT STREET
HAMPSTEAD,. MARYLAND 21704

LINE 2: MD 88-13002

LINE 3: 9/1/2008

TEST # 6 (Continued):

FORM 8693, PART I (Continued):

LINE 4: Original Bond
LINE 5: 6/30/95
LINE 6: 6/30/95
LINE 7a: LIHTC BOND GUARANTORS, INC. (202) 378-2166
100 L STREET, NW, SUITE 100, WASHINGTON, DC 20006

FORM 8693, PART III:

NAMES: JOSEPH I. GUARANTEE

FORM 8825:

LINE A: PLEASANT ACRES APARTMENTS, HAMPSTEAD, MD.
20 APARTMENTS OPERATED UNDER FmHA 515 RRH PROGRAM

LINE 2: 163640
LINE 5: 10260
LINE 7: 2808
LINE 8: 3080
LINE 9: 96791
LINE 10: 5189
LINE 11: 8910
LINE 12: 2479
LINE 13: 10696

LINE 15 - OTHER (LIST):

OFFICE SUPPLIES	626	
OFFICE MODEL RENT	1964	
OTHER EXPENSES:		
MANAGEMENT FEE		8971
TELEPHONE		519
MISCELLANEOUS		1593
TRAINING		131
BANK SERVICE FEES		9
EMPLOYEE BENEFITS		491

LINE 20b(1): AFFORDABLE HOUSING L.P.

LINE 20b(2): 52-0000097

SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER: 001-06-0001
PARTNER'S NAME: ANNE APPRECIATION
PARTNER'S ADDRESS: 1900 ROLLING ROAD SUITE 900
BALTIMORE, MD 21227

LINE A: GENERAL PARTNER

LINE B: INDIVIDUAL

TEST # 6 (Continued):

SCHEDULE K-1 (FORM 1065) #1 (Continued):

LINE C:	DOMESTIC		
LINE D(i):	PROFIT SHARING	5.00000%	
	LOSS SHARING	5.00000%	
	OWNERSHIP OF CAPITAL	5.00000%	
LINE D(ii):	PROFIT SHARING	5.00000%	
	LOSS SHARING	5.00000%	
	OWNERSHIP OF CAPITAL	5.00000%	
LINE E:	PHILADELPHIA, PA.		
LINE F:	Qualified nonrecourse financing		46022
	Other		44568
LINE J(a):		-32016	
LINE J(c):		-1574	
LINE J(d):		815	

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER: 52-1060002
PARTNER'S NAME: LIHTC INVESTMENT LIMITED PARTNERSHIP
PARTNER'S ADDRESS: C/O BIG CAPITAL CORPORATION
PO BOX 900
ATLANTA, GA 30214

LINE A:	LIMITED PARTNER		
LINE B:	PARTNERSHIP		
LINE C:	DOMESTIC		
LINE D(i):	PROFIT SHARING	95.00000%	
	LOSS SHARING	95.00000%	
	OWNERSHIP OF CAPITAL	95.00000%	
LINE D(ii):	PROFIT SHARING	95.00000%	
	LOSS SHARING	95.00000%	
	OWNERSHIP OF CAPITAL	95.00000%	
LINE E:	PHILADELPHIA, PA.		
LINE F:	Qualified nonrecourse financing		874424
LINE J(a):		-78585	
LINE J(c):		-29909	
LINE J(d):		15485	

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity REAL ESTATE	Use the IRS label. Otherwise, please print or type.	Name of partnership TAX CREDIT LIMITED PARTNERSHIP	D Employer identification number 52-0000006
B Principal product or service RENTAL		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 6 ANY STREET	E Date business started June 16, 1988
C Business code number 531110		City or town, state, and ZIP code ANYTOWN, MA 92010	F Total assets (see page 10 of the instructions) \$ 806,630

- 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 ▶ 2

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

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

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.

▶ Signature of general partner or limited liability company member ▶ Date

Paid Preparer's Use Only
 Preparer's signature ▶ _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-0001**
 Firm's name (or yours if self-employed) and address ▶ **ELECTRONIC TAX FILERS, INC.** EIN ▶ **52000099**
100 TECO DRIVE, RAIN TOWN, WA ZIP code ▶ **98530**

Schedule A Cost of Goods Sold (see page 14 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 (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input type="checkbox"/> General partnership		
b <input checked="" type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?	X	
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below	X	
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **ANNE APPRECIATION,** Identifying number of TMP ▶ **001-06-0001**

Address of designated TMP ▶ **1950 ROLLING ROAD, SUITE 900**
BALTIMORE, MD 21227

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

		(a) Distributive share items	(b) Total amount		
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1		
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	-33,435	
	3a	Gross income from other rental activities	3a		
		3b	Expenses from other rental activities (attach schedule)	3b	
		c Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c		
	4	Portfolio income (loss):			
		a	Interest income	4a	1,952
		b	Ordinary dividends	4b	
		c	Royalty income	4c	
		d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
		e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
			(1) 28% rate gain (loss) (2) Total for year	4e(2)	
	f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5			
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6			
7	Other income (loss) (attach schedule)	7			
Deductions	8	Charitable contributions (attach schedule)	8		
	9	Section 179 expense deduction (attach Form 4562)	9		
	10	Deductions related to portfolio income (itemize)	10		
	11	Other deductions (attach schedule)	11		
Credits	12a	Low-income housing credit:			
		(1) From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)		
		(2) Other than on line 12a(1) for property placed in service before 1990	12a(2)		
		(3) From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)		
	(4) Other than on line 12a(3) for property placed in service after 1989	12a(4)			
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b		
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c		
	d	Credits related to other rental activities	12d		
13	Other credits	13			
Investment Interest	14a	Interest expense on investment debts	14a		
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	1,952	
		(2) Investment expenses included on line 10 above	14b(2)		
Self-Employment	15a	Net earnings (loss) from self-employment	15a		
	b	Gross farming or fishing income	15b		
	c	Gross nonfarm income	15c		
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	8,690	
	b	Adjusted gain or loss	16b		
	c	Depletion (other than oil and gas)	16c		
	d	(1) Gross income from oil, gas, and geothermal properties	16d(1)		
		(2) Deductions allocable to oil, gas, and geothermal properties	16d(2)		
	e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income			
	b	Name of foreign country or U.S. possession			
	c	Total gross income from sources outside the United States (attach schedule)	17c		
	d	Total applicable deductions and losses (attach schedule)	17d		
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e		
	f	Reduction in taxes available for credit (attach schedule)	17f		
	g	Other foreign tax information (attach schedule)	17g		
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b		
	19	Tax-exempt interest income	19		
	20	Other tax-exempt income	20		
	21	Nondeductible expenses	21		
	22	Distributions of money (cash and marketable securities)	22	16,300	
	23	Distributions of property other than money	23		
	24	Other items and amounts required to be reported separately to partners (attach schedule)			

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	-31,483
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		-1,574					
b Limited partners				-29,909			

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		15,952		27,513
2a Trade notes and accounts receivable	9,793		9,705	
b Less allowance for bad debts		9,793		9,705
3 Inventories				
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets (attach schedule)		10,107		5,070
7 Mortgage and real estate loans				
8 Other investments (attach schedule)		54,590		66,676
9a Buildings and other depreciable assets	1,091,145		1,091,145	
b Less accumulated depreciation	444,937	646,208	487,028	604,117
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		75,000		75,000
12a Intangible assets (amortizable only).	27,766		27,766	
b Less accumulated amortization	8,750	19,016	9,217	18,549
13 Other assets (attach schedule)				
14 Total assets		830,666		806,630
Liabilities and Capital				
15 Accounts payable		1,502		318
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)		17,000		44,250
18 All nonrecourse loans		922,765		920,446
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		-110,601		-158,384
22 Total liabilities and capital		830,666		806,630

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	-31,483	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	-31,483
5 Add lines 1 through 4	-31,483		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	-110,601	6 Distributions: a Cash	16,300
2 Capital contributed during year		b Property	
3 Net income (loss) per books	-31,483	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	16,300
5 Add lines 1 through 4	-142,084	9 Balance at end of year. Subtract line 8 from line 5	-158,384



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-06-0001 **Partnership's identifying number ▶ 520000006**

Partner's name, address, and ZIP code
ANNE APPRECIATION, GENERAL PARTNER
1950 ROLLING ROAD
SUITE 900
BALTIMORE, MD 21227

Partnership's name, address, and ZIP code
TAX CREDIT LIMITED PARTNERSHIP
100 SYNDICATION DRIVE
BOSTON, MA 92010

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	5.00000%	5.00000%
Loss sharing	5.00000%	5.00000%
Ownership of capital	5.00000%	5.00000%

E IRS Center where partnership filed return **PHILADELPHIA, PA**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$ 0
Qualified nonrecourse financing	\$ 46,022
Other	\$ 44,568

G Tax shelter registration number

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
-32,016		-1,574	(815)	-34,405

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2 -1,672	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 98	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	} See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 98	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a 435	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22 815	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		
		
		
		
		
		
		
		
		
		
		
		
		
		



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 52-1060002 **Partnership's identifying number ▶ 520000006**

Partner's name, address, and ZIP code
**LIHTC INVESTMENT LIMITED PARTNERSHIP
C/O BIG CAPITAL CORPORATION
PO BOX 900
ATLANTA, GA 30214**

Partnership's name, address, and ZIP code
**TAX CREDIT LIMITED PARTNERSHIP
100 SYNDICATION DRIVE
BOSTON, MA 92010**

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **PARTNERSHIP**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of:

	(i) Before change or termination	(ii) End of year
Profit sharing	95.00000 %	95.00000 %
Loss sharing	95.00000 %	95.00000 %
Ownership of capital	95.00000 %	95.00000 %

E IRS Center where partnership filed return: **PHILADELPHIA, PA**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$ 0
Qualified nonrecourse financing	\$ 874,424
Other	\$

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
-78,585		-29,909	(15,485)	-123,979

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2 -31,763	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 1,854	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	} See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 1,854	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a 8,255	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22 15,485	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		
		
		
		
		
		
		
		
		
		
		
		
		
		



TEST #7

FORMS REQUIRED: 1065, D (1065), 4797, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

GREAT RETURNS INVESTMENT PARTNERSHIP
7 ANY STREET
ANYTOWN, CA 33333

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: INVESTMENT CLUB
LINE B: INVESTMENTS
LINE C: 523900
LINE D: 52-0000007
LINE E: 02/02/97
LINE H(1): X

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9(d): No
LINE 9(e): No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: NO
LINE 3: NO
LINE 4: NO
LINE 5: YES
LINE 6: NO
LINE 7: NO
LINE 8: NO
LINE 9: NO
LINE 10: NO
LINE 11: NO

TEST #7 (Continued):

FORM 1065, PAGE 2, SCHEDULE B (Continued):

NAME OF DESIGNATED TMP:	BROCK BROKER
IDENTIFYING NUMBER OF DESIGNATED TMP:	001-07-0001
ADDRESS OF DESIGNATED TMP:	100 BARRITO BLVD ANYTOWN, CA 33333

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a	1298
LINE 4b	1212
LINE 10:	DEDUCTIONS RELATED TO PORTFOLIO INCOME
	750 ACCOUNTING
	36 BANK CHARGES
	126 OFFICE & ADMINISTRATIVE
	660 INTERNET ACCESS FEES
	753 PROFESSIONAL FEES
	576 TELEPHONE
	96 MARGIN INTEREST

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b):	801
LINE 1(d):	1199
LINE 4(b):	8965
LINE 4(d):	9818
LINE 5(b):	12000
LINE 5(d):	12000
LINE 8(b):	50715
LINE 8(d) (STM 01):	
VARIOUS	49154

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	12040
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FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	72481
LINE 3:	12040
LINE 6b:	12350

TEST #7 (Continued):

SCHEDULE D (FORM 1065):

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 3, SCHEDULE K, LINE 4d**

SCHEDULE D (FORM 1065), PART I:

LINE 1(a): INSTANET
LINE 1(b): 12/12/99
LINE 1(c): 12/28/99
LINE 1(d): 3200
LINE 1(e): 2514
LINE 10(f): 3445
LINE 10(g): 3445

FORM 4797:

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 3, SCHEDULE K, LINE 5**

FORM 4797, PART I:

LINE 2(a): WEBSECRETS
LINE 2(b): 06/30/97
LINE 2(c): 12/10/99
LINE 2(d): 15000
LINE 2(e): 14396
LINE 2(f): 21000
LINE 2(g): 8396
LINE 2(h): 8396

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFICATION NUMBER: 001-07-0001
PARTNER'S NAME: BROCK BROKER
PARTNER'S ADDRESS: 100 BARRITO BLVD
ANYTOWN, CA 33333

DESIGNATED AS TMP
LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 55.00000%
LOSS SHARING 55.00000%
OWNERSHIP OF CAPITAL 55.00000%

TEST #7 (Continued):

SCHEDULE K-1 (FORM 1065), #1 (Continued):

LINE D(ii):	END OF YEAR:	
	PROFIT SHARING	55.00000%
	LOSS SHARING	55.00000%
	OWNERSHIP OF CAPITAL	55.00000%
LINE E:	FRESNO, CA	
LINE J(a):	39865	
LINE J(c):	6622	
LINE J(d):	6792	

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFICATION NUMBER:	001-07-0002
PARTNER'S NAME:	HI BONDS
PARTNER'S ADDRESS:	1 GOLF COURSE WAY ANYTOWN, CA 33333

LINE A:	GENERAL PARTNER	
LINE B:	INDIVIDUAL	
LINE C:	DOMESTIC	
LINE D(i):	BEFORE CHANGE OR TERMINATION:	
	PROFIT SHARING	45.00000%
	LOSS SHARING	45.00000%
	OWNERSHIP OF CAPITAL	45.00000%
LINE D(ii):	END OF YEAR:	
	PROFIT SHARING	45.00000%
	LOSS SHARING	45.00000%
	OWNERSHIP OF CAPITAL	45.00000%
LINE E:	FRESNO, CA	
LINE J(a):	32616	
LINE J(c):	5418	
LINE J(d):	5558	

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity INVESTMENT CLUB	Use the IRS label. Otherwise, please print or type.	Name of partnership GREAT RETURNS INVESTMENT PARTNERSHIP	D Employer identification number 52-0000007
B Principal product or service INVESTMENTS		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 7 ANY STREET	E Date business started 02/02/97
C Business code number 523900		City or town, state, and ZIP code ANYTOWN, CA 33333	F Total assets (see page 10 of the instructions) \$ 72,171

- 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 ▶ 2

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

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

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.

Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
	Firm's name (or yours if self-employed) and address ▶ ELETRONIC TAX FILERS, INC 100 TECO DRIVE	RAINTOWN, WA	EIN ▶ 52-0000099	ZIP code ▶ 98530

Schedule A Cost of Goods Sold (see page 14 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 (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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	X	
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **BROCK BROKER** Identifying number of TMP ▶ **001-07-0001**

Address of designated TMP ▶ **100 BARRITO BLVD**

ANYTOWN, CA 33333

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	1,298
	b	Ordinary dividends	4b	1,212
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	686
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss) ▶ 3,445	4e(2)	3,445
	(2)	Total for year ▶		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6	8,396	
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	2,997
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits	13		
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	2,510
	(2)	Investment expenses included on line 10 above	14b(2)	2,997
Self-Employment	15a	Net earnings (loss) from self-employment	15a	
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		
	b	Name of foreign country or U.S. possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type ▶ b Amount ▶	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	12,040
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		12,040					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		801		1,199
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				
4 U.S. government obligations		8,965		9,818
5 Tax-exempt securities		12,000		12,000
6 Other current assets (attach schedule)				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)		50,715		49,154
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 (attach schedule)				
14 Total assets		72,481		72,171
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)				
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		72,481		72,171
22 Total liabilities and capital		72,481		72,171

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	12,040	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	12,040
5 Add lines 1 through 4	12,040		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	72,481	6 Distributions: a Cash	
2 Capital contributed during year		b Property	12,350
3 Net income (loss) per books	12,040	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	12,350
5 Add lines 1 through 4	84,521	9 Balance at end of year. Subtract line 8 from line 5	72,171



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-07-0001 **Partnership's identifying number ▶ 52:0000007**

Partner's name, address, and ZIP code **PARTNER NO; 1**
BROCK BROKER
100 BARRITO BLVD
ANYTOWN, CA 33333

Partnership's name, address, and ZIP code
GREAT RETURNS INVESTMENT PARTNERSHIP
7 ANY STREET
ANYTOWN, CA 33333

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of: (i) Before change or termination (ii) End of year
Profit sharing **55.00000** % **55.00000** %
Loss sharing **55.00000** % **55.00000** %
Ownership of capital **55.00000** % **55.00000** %
E IRS Center where partnership filed return: **FRESNO,CA**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$
G Tax shelter registration number . ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
39,865		6,622	(6,792)	39,695

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 714	
	b Ordinary dividends	4b 667	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d 377	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1) 1,895	
	(2) Total for year.	e(2) 1,895	
f Other portfolio income (loss) (attach schedule)	4f		
5 Guaranteed payments to partner	5	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6 4,618		
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10 1,648	} See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 1,381	
		(2) Investment expenses included on line 10	b(2) 1,648	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 10 - PORTFOLIO DEDUCTION:		
		ACCOUNTING	412	
		BANK CHARGES	20	
		OFFICE & ADMINISTRATION	69	
		INTERNET ACCESS FEES	363	
		PROFESSIONAL FEES	414	
		TELEPHONE	317	
		MARGIN INTEREST	53	
		TOTAL	1,648	
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		INTEREST	741	
		DIVIDENDS	667	
		NET SHORT TERM CAPITAL GAIN - 28% RATE	377	
		NET LONG TERM CAPITAL GAIN - 10/20% RATE	1,895	
		NET GAIN (LOSS) UNDER SECTION 1231 - 28% RATE	4,618	
		PORTFOLIO DEDUCTIONS	-1,648	
		ROUNDING	-1	
	TOTAL	6,662		
	NET SECTION 1231 GAIN (LOSS):			
	NET SECTION 1231 GAIN (LOSS) - 28% RATE	4,618		



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-07-0002 **Partnership's identifying number ▶ 52-0000007**

Partner's name, address, and ZIP code **PARTNER NO; 2**
HI BONDS
1 GOLF COURSE WAY
ANYTOWN, CA 33333

Partnership's name, address, and ZIP code
GREAT RETURN INVESTMENT PARTNERSHIP
7 ANY STREET
ANYTOWN, CA 33333

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of:
Profit sharing **45.00000** % **45.00000**%
Loss sharing **45.00000** % **45.00000**%
Ownership of capital **45.00000** % **45.00000**%
E IRS Center where partnership filed return:

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$
G Tax shelter registration number ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
32,616		5,418	(5,558)	32,476

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 584	
	b Ordinary dividends	4b 545	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d 309	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1) 1,550	
	(2) Total for year.	e(2) 1,550	
f Other portfolio income (loss) (<i>attach schedule</i>)	4f		
5 Guaranteed payments to partner	5	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6 3,778		
7 Other income (loss) (<i>attach schedule</i>)	7		
Deductions	8 Charitable contributions (see instructions) (<i>attach schedule</i>)	8	} Sch. A, line 15 or 16
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (<i>attach schedule</i>)	10 1,349	} See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (<i>attach schedule</i>)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 1,129	
	(2) Investment expenses included on line 10	b(2) 1,349	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (<i>attach schedule</i>)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	} Form 1116, Part I
	d Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22	
	23 Distributions of property other than money	23	
	24 Recapture of low-income housing credit:		} Form 8611, line 8
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
	LINE 10 - PORFOLIO DEDUCTION:		
	ACCOUNTING	338.	
	BANK CHARGES	16	
	OFFICE & ADMINISTRATION	57	
	INTERNET ACCESS FEES	297	
	PROFESSIONAL FEES	339	
	TELEPHONE	259	
	MARGIN INTEREST	43	
	TOTAL	1,349	
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
	INTEREST	584	
	DIVIDENDS	545	
	NET SHORT- TERM CAPITAL GAIN	309	
	NET LONG - TERM CAPITAL GAIN - 28% RATE	1,550	
	NET LONG - TERM CAPITAL GAIN - 10/20% RATE	0	
	NET GAIN (LOSS) UNDER SECTION 1231 - 28% RATE	3,778	
	PORTFOLIO DEDUCTION	-1,349	
ROUNDING	1		
TOTAL	5,418		
NET SECTION 1231 GAIN (LOSS)			
NET SECTION 1231 GAIN (LOSS) - 28%RATE	3,778		



TEST #8

FORMS REQUIRED: 1065, 4562, 2 K-1s (1065)

FORM 1065, PAGE1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

MOTOR CITY CAR SALES JOINT VENTURE
8 ANY STREET
ANYTOWN, MI 48210

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: AUTOMOBILE SALES
LINE B: AUTOMOBILE SALES
LINE C: 441110
LINE D: 52-0000008
LINE E: 06/20/83
LINE H(2): X
LINE 1a: 5158443
LINE 1b: 10554
LINE 9: 125000
LINE 11: 50125
LINE 12: 12500
LINE 14: 45605
LINE 15: 12305
LINE 18: 22500
LINE 19: 7500

LINE 20 - OTHER DEDUCTIONS (STM 01):

AMORTIZATION (FROM F. 4562, PART VI, LINE 41):	7000
COMPUTER MAINTENANCE	56501
EQUIPMENT RENTAL	92105
INSURANCE - OFFICE	51440
LEGAL AND ACCOUNTING	104398
OFFICE EXPENSES	123505
REPAIRS AND MAINTENANCE	45235
UTILITIES	16502

TEST #8 (Continued):

FORM 1065, PAGE 2, SCHEDULE A:

LINE 1: 425685
LINE 2: 3450865
LINE 3: 354785
LINE 5 - OTHER COSTS (STM 02):
EQUIPMENT RENTAL 42502
PREPARATION COSTS 125740
INSURANCE - INVENTORY 25000
SHOWROOM COSTS 75200
REPAIRS AND MAINTENANCE 15000
LINE 7: 416011
LINE 9a(ii): X
LINE 9(d): No
LINE 9(e): No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: No
LINE 3: No
LINE 4: No
LINE 5: No
LINE 6: No
LINE 7: No
LINE 8: No
LINE 9: No
LINE 10: No
LINE 11: No

NAME OF DESIGNATED TMP: PLYMOUTH FORD
IDENTIFYING NUMBER OF DESIGNATED TMP: 001-08-0001
ADDRESS OF DESIGNATED TMP: 2563 ANY DRIVE WEST
ANYTOWN, MI 48145

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: 5250
LINE 4b: 1950
LINE 8 (STM 03):
MICHIGAN LEUKEMIA SOCIETY 1200
OLD MARINER'S CHURCH 530
FORD FOUNDATION 3500

TEST #8 (Continued):

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b):	52240	
LINE 1(d):	60585	
LINE 2a(a):	725300	
LINE 2a(c):	714600	
LINE 2b(a):	57050	
LINE 2b(c):	52750	
LINE 4(b):	100000	
LINE 4(d):	125000	
LINE 6(b):	PREPAID INSURANCE	14250
	PREPAID PROPERTY TAXES	12866
LINE 6(d):	PREPAID INSURANCE	11505
	PREPAID PROPERTY TAXES	10856
LINE 8(b):		
	BONDS - GENERAL MOTORS CORPORATION	200000
	STOCK - FORD MOTOR COMPANY	130000
	STOCK - CHRYSLER CORPORATION	105000
LINE 8(d):		
	BONDS - GENERAL MOTORS CORPORATION	200000
	STOCK - FORD MOTOR COMPANY	130000
	STOCK - CHRYSLER CORPORATION	105000
LINE 9a(a):	975000	
LINE 9a(c):	975000	
LINE 9b(a):	675000	
LINE 9b(c):	715000	
LINE 11b:	165010	
LINE 11d:	165010	
LINE 12a(a):	175000	
LINE 12a(c):	175000	
LINE 12b(a):	26000	
LINE 12b(c):	33000	
LINE 13(b):	COVENANTS NOT TO COMPETE	100000
	DUE FROM RELATED PARTIES	25000
LINE 13(d):	COVENANTS NOT TO COMPETE	100000
	DUE FROM RELATED PARTIES	30000
LINE 15(b):	95000	
LINE 15(d):	113000	
LINE 16(b):	42050	
LINE 16(d):	44214	

TEST #8 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 17(b):	ACCRUED SALARIES	12500
	PAYROLL TAXES PAYABLE	10405
LINE 17(d) (STM 04):		
	ACCRUED SALARIES	8950
	PAYROLL TAXES PAYABLE	7485
LINE 19(b):	565750	
LINE 19(d):	523700	

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	238872
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FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	1721596
LINE 3:	238872
LINE 6a:	240000

FORM 4562:

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, LINE 22**

FORM 4562, PART III:

LINE 17:	40000
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FORM 4562, PART V, SECTION C:

LINE 35	NO
LINE 36	NO
LINE 37	NO
LINE 38	NO
LINE 39	NO

FORM 4562, PART VI:

LINE 41:	7000
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SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER:	001-08-0001
PARTNERS NAME:	PLYMOUTH FORD
PARTNERS ADDRESS:	2563 ANY DRIVE WEST ANYTOWN, MI 48145

TEST #8 (Continued):

SCHEDULE K-1 (FORM 1065) #1 (Continued):

LINE A:	GENERAL PARTNER	
LINE B:	INDIVIDUAL	
LINE C:	DOMESTIC	
LINE D(i):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE D(ii):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE E:	CINCINNATI, OHIO	
LINE F:	Qualified nonrecourse financing	283957
	Other	64717
LINE J(a):	850000	
LINE J(c):	119436	
LINE J(d):	120000	

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER:	001-08-0002	
PARTNER'S NAME:	MUSTANG GREMLIN	
PARTNER'S ADDRESS:	2354 WEST ANY ROAD ANYTOWN, MI 48388	
LINE A:	GENERAL PARTNER	
LINE B:	INDIVIDUAL	
LINE C:	DOMESTIC	
LINE D(i):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE D(ii):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE E:	CINCINNATI, OHIO	
LINE F:	Qualified nonrecourse financing	283957
	Other	64718
LINE J(a):	871596	
LINE J(c):	119436	
LINE J(d):	120000	

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity AUTO SALES	Use the IRS label. Otherwise, please print or type.	Name of partnership MOTOR CITY CAR SALES JOINT VENTURE	D Employer identification number 520000008
B Principal product or service AUTO SALES		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 8 ANY STREET	E Date business started 06/20/83
C Business code number 441110		City or town, state, and ZIP code ANYTOWN,MI 48210	F Total assets (see page 10 of the instructions) \$ 2,417,817

- 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 ▶ 2

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

Income	1a Gross receipts or sales	1a	5,158,443		
	b Less returns and allowances	1b	10,554	1c	5,147,889
	2 Cost of goods sold (Schedule A, line 8)	2			4,098,766
	3 Gross profit. Subtract line 2 from line 1c	3			1,049,123
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)	4			
	5 Net farm profit (loss) (attach Schedule F (Form 1040))	5			
	6 Net gain (loss) from Form 4797, Part II, line 18.	6			
	7 Other income (loss) (attach schedule)	7			
8 Total income (loss). Combine lines 3 through 7	8				1,049,123
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)	9			125,000
	10 Guaranteed payments to partners	10			
	11 Repairs and maintenance	11			50,125
	12 Bad debts	12			12,500
	13 Rent	13			
	14 Taxes and licenses	14			45,605
	15 Interest	15			12,305
	16a Depreciation (if required, attach Form 4562)	16a	40,000		
	b Less depreciation reported on Schedule A and elsewhere on return	16b			40,000
	17 Depletion (Do not deduct oil and gas depletion.)	17			
	18 Retirement plans, etc.	18			22,500
	19 Employee benefit programs	19			7,500
	20 Other deductions (attach schedule)	20			496,686
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20	21				812,221
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8	22				236,902

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-0001**

Firm's name (or yours if self-employed) and address **ELECTRONIC TAX FILERS, INC.** EIN **520000099**
100 TECHO DRIVE RAIN TOWN, WA ZIP code **98530**

Schedule A Cost of Goods Sold (see page 14 of the instructions)

1	Inventory at beginning of year	1	425,685
2	Purchases less cost of items withdrawn for personal use	2	3,450,865
3	Cost of labor	3	354,785
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	283,442
6	Total. Add lines 1 through 5	6	4,514,777
7	Inventory at end of year	7	416,011
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	4,098,766

- 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: a <input checked="" type="checkbox"/> General partnership b <input type="checkbox"/> Limited partnership c <input type="checkbox"/> Limited liability company d <input type="checkbox"/> Limited liability partnership e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND 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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **PLYMOUTH FORD** Identifying number of TMP ▶ **001-08-0001**

Address of designated TMP ▶ **2563 ANY DRIVE WEST**
ANYTOWN, MI 48145

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

		(a) Distributive share items	(b) Total amount		
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	236,902	
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2		
	3a	Gross income from other rental activities	3a		
	b	Expenses from other rental activities (attach schedule)	3b		
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c		
	4	Portfolio income (loss):			
	a	Interest income	4a	5,250	
	b	Ordinary dividends	4b	1,950	
	c	Royalty income	4c		
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d		
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):			
	(1)	28% rate gain (loss)	(2) Total for year	4e(2)	
	f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5			
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6			
7	Other income (loss) (attach schedule)	7			
Deductions	8	Charitable contributions (attach schedule)	8	5,230	
	9	Section 179 expense deduction (attach Form 4562)	9		
	10	Deductions related to portfolio income (itemize)	10		
	11	Other deductions (attach schedule)	11		
Credits	12a	Low-income housing credit:			
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)		
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)		
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)		
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)		
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b		
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c		
d	Credits related to other rental activities	12d			
13	Other credits	13			
Investment Interest	14a	Interest expense on investment debts	14a		
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	7,200	
	(2)	Investment expenses included on line 10 above	14b(2)		
Self-Employment	15a	Net earnings (loss) from self-employment	15a	236,902	
	b	Gross farming or fishing income	15b		
	c	Gross nonfarm income	15c	1,049,123	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a		
	b	Adjusted gain or loss	16b		
	c	Depletion (other than oil and gas)	16c		
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)		
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)		
	e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income			
	b	Name of foreign country or U.S. possession			
	c	Total gross income from sources outside the United States (attach schedule)	17c		
	d	Total applicable deductions and losses (attach schedule)	17d		
	e	Total foreign taxes (check one): <input checked="" type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e		
	f	Reduction in taxes available for credit (attach schedule)	17f		
	g	Other foreign tax information (attach schedule)	17g		
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b		
	19	Tax-exempt interest income	19		
	20	Other tax-exempt income	20		
	21	Nondeductible expenses	21		
	22	Distributions of money (cash and marketable securities)	22	240,000	
	23	Distributions of property other than money	23		
	24	Other items and amounts required to be reported separately to partners (attach schedule)			

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	238,872
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		238,872					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		52,240		60,585
2a Trade notes and accounts receivable	725,300		714,600	
b Less allowance for bad debts	57,050	668,250	52,750	661,850
3 Inventories		425,685		416,011
4 U.S. government obligations		100,000		125,000
5 Tax-exempt securities				
6 Other current assets (attach schedule)		27,116		22,361
7 Mortgage and real estate loans				
8 Other investments (attach schedule)		435,000		435,000
9a Buildings and other depreciable assets	975,000		975,000	
b Less accumulated depreciation	675,000	300,000	715,000	260,000
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		165,010		165,010
12a Intangible assets (amortizable only).	175,000		175,000	
b Less accumulated amortization	26,000	149,000	33,000	142,000
13 Other assets (attach schedule)		125,000		130,000
14 Total assets		2,447,301		2,417,817
Liabilities and Capital				
15 Accounts payable		95,000		113,000
16 Mortgages, notes, bonds payable in less than 1 year		42,050		44,214
17 Other current liabilities (attach schedule)		22,905		16,435
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more		565,750		523,700
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		1,721,596		1,720,468
22 Total liabilities and capital		2,447,301		2,417,817

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	238,872	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	238,872
5 Add lines 1 through 4	238,872		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	1,721,596	6 Distributions: a Cash	240,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	238,872	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	240,000
5 Add lines 1 through 4	1,960,468	9 Balance at end of year. Subtract line 8 from line 5	1,720,468



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-08-0001 **Partnership's identifying number ▶ 52:0000008**

Partner's name, address, and ZIP code
**PLYMOUTH FORD
2563 ANY DRIVE WEST
ANYTOWN, MI 48145**

Partnership's name, address, and ZIP code
**MOTOR CITY CAR SALES JOINT VENTURE
8 ANY STREET
ANY TOWN, MI 48210**

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing **50.00000%** **50.00000%**
Loss sharing **50.00000%** **50.00000%**
Ownership of capital **50.00000%** **50.00000%**

E IRS Center where partnership filed return **CINCINNATI, OH**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$ **283,957**
Other \$ **64,717**

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
850,000		119,436	(120,000)	849,436

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	118,451	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	4a Interest	2,625	
	4b Ordinary dividends	975	
	4c Royalties		
	4d Net short-term capital gain (loss)		
	e(1) Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	e(2) Total for year.		
4f Other portfolio income (loss) (attach schedule)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	2,615	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	a(1) (1) From section 42(j)(5) partnerships for property placed in service before 1990		
	a(2) (2) Other than on line 12a(1) for property placed in service before 1990		
	a(3) (3) From section 42(j)(5) partnerships for property placed in service after 1989		
	a(4) (4) Other than on line 12a(3) for property placed in service after 1989		
	12b Qualified rehabilitation expenditures related to rental real estate activities		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	12c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.		
	12d Credits related to other rental activities		
13 Other credits	13		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
	LINE 8 - CHARITABLE CONTRIBUTIONS:		
	MICHIGAN LEUKEMIA SOCIETY		600
	OLD MARINER'S CHURCH		265
	FORD FOUNDATION		1,750
	TOTAL		2,615
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
	ORDINARY INCOME (LOSS)		118,451
	INTEREST		2,625
	DIVIDENDS		975
	CHARITABLE CONTRIBUTIONS		-2,615
	TOTAL		119,436



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-08-0002 **Partnership's identifying number** ▶ 52:0000008

Partner's name, address, and ZIP code
MUSTANG GREMLIN
2354 WEST ANY ROAD
ANYTOWN, MI 48388

Partnership's name, address, and ZIP code
MOTOR CITY CAR SALES JOINT VENTURE
8 ANY STREET
ANY TOWN, MI 48210

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.00000%	50.00000%
Loss sharing	50.00000%	50.00000%
Ownership of capital	50.00000%	50.00000%

E IRS Center where partnership filed return **CINCINNATI, OH**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$	
Qualified nonrecourse financing	\$	283,957
Other	\$	64,718

G Tax shelter registration number

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
871,596		119,436	(120,000)	871,032

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	118,451	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
	a Interest	2,625	
	b Ordinary dividends	975	
	c Royalties		
	d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	(2) Total for year.		
f Other portfolio income (loss) (attach schedule)		Enter on applicable line of your return.	
5 Guaranteed payments to partner			
6 Net section 1231 gain (loss) (other than due to casualty or theft)		See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).	
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)	2,615	Sch. A, line 15 or 16
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (attach schedule).		
Credits	12a Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (<i>attach schedule</i>)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	Form 1116, Part I
	d Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
	LINE 8 - CHARITABLE CONTRIBUTIONS:		
	MICHIGAN LEUKEMIA SOCIETY		600
	OLD MARINER'S CHURCH		265
	FORD FOUNDATION		1,750
	TOTAL		2,615
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
	ORDINARY INCOME (LOSS)		118,451
	INTEREST		2,625
	DIVIDENDS		975
	CHARITABLE CONTRIBUTIONS		-2,615
	TOTAL		119,436



TEST #9 (Continued):

FORM 1065, PAGE 2, SCHEDULE A:

LINE 1:	15000
LINE 2:	152436
LINE 3:	75000
LINE 7:	33450
LINE 9a(i):	X
LINE 9d:	YES
LINE 9e:	NO

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a:	X
LINE 2:	NO
LINE 3:	NO
LINE 4:	NO
LINE 5:	NO
LINE 6:	NO
LINE 7:	NO
LINE 8:	NO
LINE 9:	NO
LINE 10:	NO
LINE 11:	NO

NAME OF DESIGNATED TMP:

IDENTIFYING NUMBER OF DESIGNATED TMP:

ADDRESS OF DESIGNATED TMP:

BILL FENCE

001-09-0001

1 SOFTWARE WAY

ANY BEACH, FL 25641

FORM 1065, PAGE 3, SCHEDULE K:

LINE 16a:	-3309
LINE 16b:	-3487

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b):	79607
LINE 1(d):	50333
LINE 9a(a):	175000
LINE 9a(c):	160000
LINE 9b(a):	128992
LINE 9b(c):	142950
LINE 15(b):	12514
LINE 15(d):	8915

TEST #9 (Continued):

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	14817
LINE 4b:	1650
LINE 4:	6000

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	128101
LINE 3:	14817
LINE 6a:	51000

FORM 4562:

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 1, LINE 22**

FORM 4562, PART III:

LINE 17:	19358
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FORM 4562, PART V, SECTION C:

LINE 35	NO
LINE 36	NO
LINE 37	NO
LINE 38	NO
LINE 39	NO

FORM 4797, PAGE 1, PART II:

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 1, LINE 6**

LINE 10(a):	BLASTO COLOR PRINTER
LINE 10(b):	10/10/97
LINE 10(c):	10/10/99
LINE 10(d):	7500
LINE 10(e):	5400
LINE 10(f):	15000

FORM 5884:

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 3, LINE 13**

LINE 1c:	15000
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TEST #9 (Continued):

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFICATION NUMBER: 001-09-0001
PARTNER'S NAME: BILL FENCE
PARTNER'S ADDRESS: 1 SOFTWARE WAY
ANY BEACH, FL 25641

DESIGNATED AS TMP

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 75.00000%
LOSS SHARING 75.00000%
OWNERSHIP OF CAPITAL 75.00000%
LINE D(ii): END OF YEAR:
PROFIT SHARING 75.00000%
LOSS SHARING 75.00000%
OWNERSHIP OF CAPITAL 75.00000%
LINE E: ATLANTA, GA
LINE F: Other 6686
LINE J(a): 96076
LINE J(c): 11113
LINE J(d): 50000

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFICATION NUMBER: 001-09-0002
PARTNER'S NAME: STEVEN BOBS
PARTNER'S ADDRESS: 10 TOWER ROAD
ANY BEACH, FL 25685

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 25.00000%
LOSS SHARING 25.00000%
OWNERSHIP OF CAPITAL 25.00000%
LINE D(ii): END OF YEAR:
PROFIT SHARING 25.00000%
LOSS SHARING 25.00000%
OWNERSHIP OF CAPITAL 25.00000%
LINE E: ATLANTA, GA
LINE F: Other 2229

TEST #9 (Continued):

SCHEDULE K-1 (FORM 1065), #2 (Continued):

LINE J(a):	32025
LINE J(c):	3704
LINE J(d):	1000

U.S. Partnership Return of Income

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity SOFTWARE DESIGN	Use the IRS label. Otherwise, please print or type.	Name of partnership SOFTWARE PARTNERSHIP	D Employer identification number 52-0000009
B Principal product or service SOFTWARE SALES		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 9 ANY STREET	E Date business started 04/01/97
C Business code number 511210		City or town, state, and ZIP code ANYTOWN FL 28564	F Total assets (see page 10 of the instructions) \$ 100,833

- 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 ▶ **2**

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

Income	1a Gross receipts or sales	1a	545,865			
	b Less returns and allowances	1b	2,250		1c	543,615
	2 Cost of goods sold (Schedule A, line 8)				2	208,986
	3 Gross profit. Subtract line 2 from line 1c				3	334,629
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)				4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	-2,100
	7 Other income (loss) (attach schedule)				7	
8 Total income (loss). Combine lines 3 through 7				8	332,529	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	192,541
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	1,500
	12 Bad debts				12	
	13 Rent				13	25,000
	14 Taxes and licenses				14	7,883
	15 Interest				15	
	16a Depreciation (if required, attach Form 4562)	16a	19,358			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	19,358
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	
	19 Employee benefit programs				19	8,500
	20 Other deductions (attach schedule)				20	55,280
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	310,062	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	22,467	

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-0001**

Firm's name (or yours if self-employed) and address **ELECTRONIC TAX FILERS, INC.** EIN **52-0000099**
100 TECO DRIVE RAIN TOWN, WA ZIP code **98530**

Schedule A Cost of Goods Sold (see page 14 of the instructions)

1	Inventory at beginning of year	1	15,000
2	Purchases less cost of items withdrawn for personal use	2	152,436
3	Cost of labor	3	75,000
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	242,436
7	Inventory at end of year	7	33,450
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	208,986

- 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ►		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ►		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ► **BILL FENCE** Identifying number of TMP ► **001-09-0001**

Address of designated TMP ► **1 SOFTWARE WAY**
ANY BEACH, FL 25641

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

		(a) Distributive share items	(b) Total amount		
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	22,467	
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2		
	3a	Gross income from other rental activities	3a		
		b	Expenses from other rental activities (attach schedule)	3b	
	c		Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):			
		a	Interest income	4a	
		b	Ordinary dividends	4b	
		c	Royalty income	4c	
		d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
		e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
		(1) 28% rate gain (loss) (2) Total for year	4e(2)		
	f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5			
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6			
7	Other income (loss) (attach schedule)	7			
Deductions	8	Charitable contributions (attach schedule)	8		
	9	Section 179 expense deduction (attach Form 4562)	9		
	10	Deductions related to portfolio income (itemize)	10		
	11	Other deductions (attach schedule)	11		
Credits	12a	Low-income housing credit:			
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)		
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)		
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)		
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)		
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b		
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c		
	d Credits related to other rental activities	12d			
13	Other credits FORM 5884 WORK OPPORTUNITY CREDIT	13	6,000		
Investment Interest	14a	Interest expense on investment debts	14a		
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)		
		(2) Investment expenses included on line 10 above	14b(2)		
Self-Employment	15a	Net earnings (loss) from self-employment	15a	24,567	
	b	Gross farming or fishing income	15b		
	c	Gross nonfarm income	15c	334,629	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	-3,309	
	b	Adjusted gain or loss	16b	-3,487	
	c	Depletion (other than oil and gas)	16c		
	d	(1) Gross income from oil, gas, and geothermal properties	16d(1)		
		(2) Deductions allocable to oil, gas, and geothermal properties	16d(2)		
	e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income			
	b	Name of foreign country or U.S. possession			
	c	Total gross income from sources outside the United States (attach schedule)	17c		
	d	Total applicable deductions and losses (attach schedule)	17d		
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e		
	f	Reduction in taxes available for credit (attach schedule)	17f		
	g	Other foreign tax information (attach schedule)	17g		
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b		
	19	Tax-exempt interest income	19		
	20	Other tax-exempt income	20		
	21	Nondeductible expenses	21	7,650	
	22	Distributions of money (cash and marketable securities)	22	51,000	
	23	Distributions of property other than money	23		
	24	Other items and amounts required to be reported separately to partners (attach schedule)			

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	22,467
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		22,467					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		79,607		50,333
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories		15,000		33,450
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets (attach schedule)				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets	175,000		160,000	
b Less accumulated depreciation	128,992	46,008	142,950	17,050
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 (attach schedule)				
14 Total assets		140,615		100,833
Liabilities and Capital				
15 Accounts payable		12,514		8,915
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)				
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		128,101		91,918
22 Total liabilities and capital		140,615		100,833

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	14,817	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$ 1,650	7,650	9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	22,467
6,000			
5 Add lines 1 through 4	22,467		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	128,101	6 Distributions: a Cash	51,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	14,817	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	51,000
5 Add lines 1 through 4	142,918	9 Balance at end of year. Subtract line 8 from line 5	91,918



Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ **001-09-0001** **Partnership's identifying number** ▶ **52:000009**

Partner's name, address, and ZIP code **Partner No: 1** Partnership's name, address, and ZIP code
BILL FENCE **SOFTWARE PARTNERSHIP**
1 SOFTWARE WAY **9 ANY STREET**
ANY BEACH, FL 25641 **ANYTOWN, FL 28564**

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of: (i) Before change or termination (ii) End of year
Profit sharing **75.00000** % **75.00000** %
Loss sharing **75.00000** % **75.00000** %
Ownership of capital **75.00000** % **75.00000** %
E IRS Center where partnership filed return: **ATLANTA, GA**
F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$ **6,686**
G Tax shelter registration number ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
96,076		11,113	(50,000)	57,189

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	16,850	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	4a Interest	4a	
	4b Ordinary dividends	4b	
	4c Royalties	4c	
	4d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	e(1) (1) 28% rate gain (loss)	e(1)	
	e(2) (2) Total for year.	e(2)	
4f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	a(1) (1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	a(2) (2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	a(3) (3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	a(4) (4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	12b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	12c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	12d Credits related to other rental activities	12d	
13 Other credits SEE LINE 25	4,500		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	b(2)	Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	d(1)	
	d (2)	Deductions allocable to oil, gas, and geothermal properties	d(2)	
e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Recapture of low-income housing credit:		} Form 8611, line 8
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 13 - OTHER CREDITS:		
		FORM 5884 WORK OPPORTUNITY CREDIT	4,500	
		TOTAL	4,500	
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		ORDINARY INCOME (LOSS)	16,850	
		NONDEDUCTIBLE EXPENSES	-5,737	
		TOTAL	11,113	



Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-09-0002 **Partnership's identifying number ▶ 52:000009**

Partner's name, address, and ZIP code **Partner No: 2**
STEVEN BOBS
10 TOWER ROAD
ANY BEACH, FL 25685

Partnership's name, address, and ZIP code
SOFTWARE PARTNERSHIP
9 ANY STREET
ANYTOWN, FL 28564

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of: (i) Before change or termination (ii) End of year
Profit sharing **25.00000** % **25.00000** %
Loss sharing **25.00000** % **25.00000** %
Ownership of capital **25.00000** % **25.00000** %
E IRS Center where partnership filed return: **ATLANTA,GA**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$ **2,229**
G Tax shelter registration number ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
32,025		3,704	(1,000)	34,729

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 5,617	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13 1,500		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:	
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)		
	(2) Investment expenses included on line 10	b(2)		
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b Gross farming or fishing income	15b		
	c Gross nonfarm income	15c		
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.	
	b Adjusted gain or loss	16b		
	c Depletion (other than oil and gas)	16c		
	d (1) Gross income from oil, gas, and geothermal properties	d(1)		
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)		
e Other adjustments and tax preference items (attach schedule)	16e			
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes	
	b Name of foreign country or possession ▶			
	c Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I	
	d Total applicable deductions and losses (attach schedule)	17d		
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II	
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III	
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.	
Other	18 Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b Amount	18b		
	19 Tax-exempt interest income	19	Form 1040, line 8b	
	20 Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).	
	21 Nondeductible expenses	21		
	22 Distributions of money (cash and marketable securities)	22		
	23 Distributions of property other than money	23	} Form 8611, line 8	
	24 Recapture of low-income housing credit:			
a From section 42(j)(5) partnerships	24a			
b Other than on line 24a	24b			
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):			
	LINE 13 - OTHER CREDITS:			
	FORM 5884 WORK OPPORTUNITY CREDIT	1,500		
	TOTAL	1,500		
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:			
	ORDINARY INCOME (LOSS)	5,617		
	NONDEDUCTIBLE EXPENSES	-1,913		
	TOTAL	3,704		



TEST # 10

FORMS REQUIRED: 1065, 4562, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

ORTHOPRODUCTS PARTNERSHIP
10 ANY STREET
ANY TOWN, MD 21044

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: MANFACT REP
LINE B: SALES
LINE C: 812990
LINE D: 52-0000010
LINE E: 01/01/96
LINE H(1) X
LINE 1a: 256000
LINE 9: 115000
LINE 11: 250
LINE 14: 9200
LINE 18: 15000

LINE 20 - OTHER DEDUCTIONS (STM 01):

AUTOMOBILE EXPENSE	12500
BANK CHARGES	115
INSURANCE	1450
MEALS & ENTERTAINMENT	9000 (50%=4500)
OFFICE EXPENSE	1990
TELEPHONE	6680
TRAVEL	14000
MARKETING	8800

TEST # 10 (Continued):

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9(d): NO
LINE 9(e): NO

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: NO
LINE 3: NO
LINE 4: NO
LINE 5: NO
LINE 6: NO
LINE 7: NO
LINE 8: NO
LINE 9: NO
LINE 10: NO
LINE 11: NO

NAME OF DESIGNATED TMP: BENT KNEE
IDENTIFYING NUMBER OF DESIGNATED TMP: 001-10-0001
ADDRESS OF DESIGNATED TMP: 1 FROTHING BROOK WAY
ANYTOWN, MD 21044

FORM 1065, PAGE 3, SCHEDULE K:

LINE 16a: 12866

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 8515
LINE 1(d): 44530
LINE 9a(a): 150000
LINE 9a(c): 175000
LINE 9b(a): 58163
LINE 9b(c): 87973
LINE 17(b): 45000
LINE 17(d) (STM 02): VARIOUS 60000

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1: 32205
LINE 4b: 4500

TEST # 10 (Continued):

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1: 55352
LINE 3: 32205
LINE 6a: 16000

FORM 4562

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 1, LINE 22**

FORM 4562, PART II:

LINE 15(c): 25000
LINE 15(d): 7.0 yrs
LINE 15(e): HY
LINE 15(f): 200DB
LINE 15(g): 3571

FORM 4562, PART III:

LINE 17: 26239

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFICATION NUMBER: 001-10-0001
PARTNER'S NAME: BENT KNEE
PARTNER'S ADDRESS: 1 FROTHING BROOK WAY
ANYTOWN, MD 21044

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 80.00000%
LOSS SHARING 80.00000%
OWNERSHIP OF CAPITAL 80.00000%

TEST # 10 (Continued):

SCHEDULE K-1 (FORM 1065), #1 (Continued):

LINE D(ii): END OF YEAR:
PROFIT SHARING 80.00000%
LOSS SHARING 80.00000%
OWNERSHIP OF CAPITAL 80.00000%

LINE E: PHILADELPHIA, PA

LINE F: Other 48000

LINE J(a): 44282

LINE J(c): 25764

LINE J(d): 12800

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFICATION NUMBER: 001-10-0002

PARTNER'S NAME: SORA SHOLDER

PARTNER'S ADDRESS: 10 SWAN SWOON
ANYTOWN, MD 21044

LINE A: GENERAL PARTNER

LINE B: INDIVIDUAL

LINE C: DOMESTIC

LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 20.00000%
LOSS SHARING 20.00000%
OWNERSHIP OF CAPITAL 20.00000%

LINE D(ii): END OF YEAR:
PROFIT SHARING 20.00000%
LOSS SHARING 20.00000%
OWNERSHIP OF CAPITAL 20.00000%

LINE E: PHILADELPHIA, PA

LINE F: Other 12000

LINE J(a): 11070

LINE J(c): 6441

LINE J(d): 3200

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity MANUFACT REP	Use the IRS label. Otherwise, please print or type.	Name of partnership ORTHOPRODUCTS PARTNERSHIP	D Employer identification number 52-0000010
B Principal product or service SALES		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 10 ANY STREET	E Date business started 01/01/96
C Business code number 812990		City or town, state, and ZIP code ANY TOWN, MD 21044	F Total assets (see page 10 of the instructions) \$ 131,557

- 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 ▶ 2

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

Income	1a Gross receipts or sales	1a	256,000			
	b Less returns and allowances	1b			1c	256,000
	2 Cost of goods sold (Schedule A, line 8)				2	
	3 Gross profit. Subtract line 2 from line 1c				3	256,000
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)				4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	
	7 Other income (loss) (attach schedule)				7	
8 Total income (loss). Combine lines 3 through 7				8	256,000	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	115,000
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	250
	12 Bad debts				12	
	13 Rent				13	
	14 Taxes and licenses				14	9,200
	15 Interest				15	
	16a Depreciation (if required, attach Form 4562)	16a	29,810			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	29,810
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	15,000
	19 Employee benefit programs				19	
	20 Other deductions (attach schedule)				20	50,035
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	219,295	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	36,705	

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature ▶	Date	Check if self-employed ▶ <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
Firm's name (or yours if self-employed) and address ▶ ELECTRONIC TAX FILERS, INC. 100 TECHO DRIVE, RAIN TOWN, WA	EIN ▶ 52-0000099	ZIP code ▶ 98530	

Schedule A Cost of Goods Sold (see page 14 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 (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **BENT KNEE** Identifying number of TMP ▶ **001-10-0001**

Address of designated TMP ▶ **1 FROTHING BROOK WAY**
ANYTOWN, MD 21044

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	36,705
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	
	b	Ordinary dividends	4b	
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
d	Credits related to other rental activities	12d		
13	Other credits	13		
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	36,705
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	256,000
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	12,866
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	4,500
	22	Distributions of money (cash and marketable securities)	22	16,000
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	36,705
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		36,705					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		8,515		44,530
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 (attach schedule)				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets	150,000		175,000	
b Less accumulated depreciation	58,163	91,837	87,973	87,027
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 (attach schedule)				
14 Total assets		100,352		131,557
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)		45,000		60,000
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		55,352		71,557
22 Total liabilities and capital		100,352		131,557

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	32,205	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$ 4,500	4,500	9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	36,705
5 Add lines 1 through 4	36,705		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	55,352	6 Distributions: a Cash	16,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	32,205	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	16,000
5 Add lines 1 through 4	87,557	9 Balance at end of year. Subtract line 8 from line 5	71,557



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-10-0001 Partner's name, address, and ZIP code Partner No: 1 BENT KNEE 1 FROTHING BROOK WAY ANYTOWN, MD 21044	Partnership's identifying number ▶ 52:0000010 Partnership's name, address, and ZIP code ORTHOPRODUCTS PARTNERSHIP 10 ANY STREET ANYTOWN MD 21044
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A This partner is a <input checked="" type="checkbox"/> general partner <input type="checkbox"/> limited partner <input type="checkbox"/> limited liability company member B What type of entity is this partner? ▶ INDIVIDUAL C Is this partner a <input checked="" type="checkbox"/> domestic or a <input type="checkbox"/> foreign partner? D Enter partner's percentage of: (i) Before change or termination (ii) End of year Profit sharing 80.00000 % 80.0000 % Loss sharing 80.00000 % 80.0000 % Ownership of capital 80.00000 % 80.0000 % E IRS Center where partnership filed return: PHIL, PA	F Partner's share of liabilities (see instructions): Nonrecourse \$ Qualified nonrecourse financing \$ Other \$ 48,000 G Tax shelter registration number ▶ H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2) <input type="checkbox"/> I Check applicable boxes: (1) <input type="checkbox"/> Final K-1 (2) <input type="checkbox"/> Amended K-1
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J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
44,282		25,764	(12,800)	57,246

	(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	29,364	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2		
	3 Net income (loss) from other rental activities	3		
	4 Portfolio income (loss):			} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a		
	b Ordinary dividends	4b		
	c Royalties	4c		
	d Net short-term capital gain (loss)	4d		
	e Net long-term capital gain (loss):			
	(1) 28% rate gain (loss)	e(1)		
	(2) Total for year.	e(2)		
f Other portfolio income (loss) (<i>attach schedule</i>)	4f			
5 Guaranteed payments to partner	5		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6			
7 Other income (loss) (<i>attach schedule</i>)	7			
Deductions	8 Charitable contributions (see instructions) (<i>attach schedule</i>)	8		} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9		
	10 Deductions related to portfolio income (<i>attach schedule</i>)	10		
	11 Other deductions (<i>attach schedule</i>)	11		
Credits	12a Low-income housing credit:			} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)		
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)		
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)		
	b Qualified rehabilitation expenditures related to rental real estate activities	12b		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c		
	d Credits related to other rental activities	12d		
13 Other credits	13			

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	} Form 1116, Part I
	d	Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g	Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Recapture of low-income housing credit:		} Form 8611, line 8
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTEMENTS:		
		ORDINARY INCOME (LOSS)	29,364	
		NONDEDUCTIBLE EXPENSES	-3,600	
		TOTAL	25,764	
			
			
			
			
			
			



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-10-0002 Partner's name, address, and ZIP code Partner No: 2 SORA SHOLDER 10 SWAN SWOON ANY TOWN, MD 21044	Partnership's identifying number ▶ 52 0000010 Partnership's name, address, and ZIP code ORTHOPRODUCTS PARTNERSHIP 1 ANY STREET ANY TOWN, MD 21044
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A This partner is a <input checked="" type="checkbox"/> general partner <input type="checkbox"/> limited partner <input type="checkbox"/> limited liability company member B What type of entity is this partner? ▶ INDIVIDUAL C Is this partner a <input checked="" type="checkbox"/> domestic or a <input type="checkbox"/> foreign partner? D Enter partner's percentage of: (i) Before change or termination (ii) End of year Profit sharing 20.00000 % 20.00000 % Loss sharing 20.00000 % 20.00000 % Ownership of capital 20.00000 % 20.00000 % E IRS Center where partnership filed return: PHIL, PA	F Partner's share of liabilities (see instructions): Nonrecourse \$ Qualified nonrecourse financing \$ Other \$ 12,000 G Tax shelter registration number ▶ H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2) <input type="checkbox"/> I Check applicable boxes: (1) <input type="checkbox"/> Final K-1 (2) <input type="checkbox"/> Amended K-1
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J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
11,070		6,441	(3,200)	14,311

	(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	7,341	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2		
	3 Net income (loss) from other rental activities	3		
	4 Portfolio income (loss):			} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a		
	b Ordinary dividends	4b		
	c Royalties	4c		
	d Net short-term capital gain (loss)	4d		
	e Net long-term capital gain (loss):			
	(1) 28% rate gain (loss)	e(1)		
	(2) Total for year.	e(2)		
f Other portfolio income (loss) (<i>attach schedule</i>)	4f			
5 Guaranteed payments to partner	5		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6			
7 Other income (loss) (<i>attach schedule</i>)	7			
Deductions	8 Charitable contributions (see instructions) (<i>attach schedule</i>)	8		} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9		
	10 Deductions related to portfolio income (<i>attach schedule</i>)	10		
	11 Other deductions (<i>attach schedule</i>)	11		
Credits	12a Low-income housing credit:			} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)		
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)		
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)		
	b Qualified rehabilitation expenditures related to rental real estate activities	12b		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c		
	d Credits related to other rental activities	12d		
13 Other credits	13			

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	b (2)	Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	d(1)	
	d (2)	Deductions allocable to oil, gas, and geothermal properties	d(2)	
e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	} Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		ORDINARY INCOME (LOSS)	7,341	
		NONDEDUCTIBLE EXPENSES	-900	
		TOTAL	6,441	



TEST #11

FORMS REQUIRED: 1065, 926, 4562, 4797, 5884, 6252, 6781, 8697, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

WINDY CITY HOUSING DEVELOPERS
11 ANY STREET
ANYTOWN, IN 46623

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: CONSTRUCTION
LINE B: HOUSING
LINE C: 233200
LINE D: 52-0000011
LINE E: 07/21/93
LINE H(2): X
LINE 1a: 5210975
LINE 1b: 315045
LINE 9: 78265 (To Form 1065, Page 1, Line 9 - 76,338;
...To Form 5884, Line 2 - 1,927)
LINE 10: 725581
LINE 11: 57850
LINE 12: 35448
LINE 14: 275985
LINE 15: 145867
LINE 18: 25785
LINE 19: 69854

LINE 20 - OTHER DEDUCTIONS (STATEMENT 01):

AMORTIZATION (FROM FORM 4562)	11000
BANK CHARGES	850
COMPUTER MAINTENANCE	3074
COMPUTER SOFTWARE	4125
DUES & SUBSCRIPTIONS	2385
EQUIPMENT RENTAL	48950
INSURANCE - OFFICE	22418
LEGAL AND ACCOUNTING	28950
MEALS AND ENTERTAINMENT (AT 100%)	2010 (AT 50% - 1005)

TEST #11 (Continued):

FORM 1065, PAGE 1 (Continued):

LINE 20 - OTHER DEDUCTIONS (STM 01) (Continued):

OFFICE EXPENSES	16850
OFFICE SUPPLIES	18589
PUBLIC AND EMPLOYEE RELATIONS	750
REPAIRS AND MAINTENANCE	9508
TELEPHONE	11850
UTILITIES	25205

FORM 1065, PAGE 2, SCHEDULE A:

LINE 1: 143958

LINE 2: 1586542

LINE 3: 837059

LINE 4 - ADDITIONAL SECTION 263A COSTS (STM 02):

INTEREST UNDER AVOIDED COST METHOD	12785
OTHER INDIRECT COSTS CAPITALIZED	8550

LINE 5 - OTHER COSTS (STM 03):

BUILDING MATERIALS	105515
WORK-IN-PROGRESS	352865
AUTO AND TRAVEL EXPENSE	7052
BUILDING PERMITS	19544
TITLE RESEARCH/LEGAL FEES	11959
INSURANCE - CONSTRUCTION SITES	185696
SUBCONTRACTORS	55850

LINE 7: 158694

LINE 9a(i): X

LINE 9(d): Yes

LINE 9(e): No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X

LINE 2: No

LINE 3: No

LINE 4: No

LINE 5: No

LINE 6: No

LINE 7: No

LINE 8: No

LINE 9: No

LINE 10: No

LINE 11: No

TEST #11 (Continued):

FORM 1065, PAGE 2 (DESIGNATION OF TAX MATTERS PARTNER):

NAME OF DESIGNATED TMP: ARA PARMESAN
IDENTIFIING NUMBER OF DESIGNATED TMP: 001-11-0001
ADDRESS OF DESIGNATED TMP: 567 W. ANY SHORE BLVD.
ANYTOWN, IN 46624

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: 4158

LINE 8 (STM 04):

UNITED WAY OF MICHIANA	15250
ST. STANISLAUS CHURCH	3542
UNIVERSITY OF NOTRE DAME	5415
ST. MARY'S COLLEGE	5863

LINE 11:

OTHER INSURANCE, MEDICAL INSURANCE FOR PARTNERS 25581

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 230837

LINE 1(d): 200733

LINE 2a(a): 354058

LINE 2a(c): 350752

LINE 2b(a): 10567

LINE 2b(c): 10980

LINE 5(b): 46000

LINE 5(d): 36500

LINE 6(b): PREPAID INSURANCE 12865

ACCRUED INTEREST RECEIVABLE 1256

DIVIDENDS RECEIVABLE 1050

LINE 6(d): PREPAID INSURANCE 13520

ACCRUED INTEREST RECEIVABLE 565

DIVIDENDS RECEIVABLE 1075

LINE 7(b): 423505

LINE 7(d): 446850

LINE 9a(a): 1525657

LINE 9a(c): 1560670

LINE 9b(a): 425075

LINE 9b(c): 506155

LINE 11b: 225000

LINE 11d: 225000

LINE 12a(a): 275000

LINE 12a(c): 275000

LINE 12b(a): 45065

LINE 12b(c): 56065

TEST #11 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 13(b):	DUE FROM RELATED PARTIES	215850
	COVENANT NOT TO COMPETE	175000
	SECURITY DEPOSITS	257650
	PERFORMANCE GUARANTY FEES	12750
LINE 13(d):	DUE FROM RELATED PARTIES	214557
	COVENANT NOT TO COMPETE	175000
	SECURITY DEPOSITS	274586
	PERFORMANCE GUARANTY FEES	15940
LINE 15(b):	315048	
LINE 15(d):	346854	
LINE 16(b):	244850	
LINE 16(d):	246750	
LINE 17(b):	ACCRUED SALARIES	11425
	PAYROLL TAXES PAYABLE	5602
	CLIENT RETAINER FEES	14500
LINE 17(d) (STM 05):		
	ACCRUED SALARIES	10851
	PAYROLL TAXES PAYABLE	5800
	CLIENT RETAINER FEES	9850
LINE 18(d):	30000	
LINE 19(b):	1620514	
LINE 19(d):	1375664	

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	67683	
LINE 3:	700000	
LINE 4b:	1005	
LINE 4 (See Sch M-1, Line 4):		1927

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	1207790
LINE 2:	100000
LINE 3:	67683
LINE 6a:	25000

FORM 926, PART I:

NAME OF TRANSFEROR:	WINDY CITY HOUSING DEVELOPERS
TRANSFEROR ADDRESS:	11 ANY STREET ANYTOWN, IN 46623

FORM 926, PART II:

LINE 3:	CASAS PUBLICAS DE REPUBLICA ARGENTINA
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TEST #11 (Continued):

FORM 926, PART III:

LINE 5: 1126 AVENIDA SANTA FE, BUENOS AIRES, ARGENTINA
LINE 6: BUENOS AIRES, ARGENTINA
LINE 8: No
LINE 9: NOVEMBER 26, 1999
LINE11: CONSTRUCTION EQUIPMENT
LINE12: No
LINE13: No
LINE14a: No

FORM 4562:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, LINE 22

FORM 4562, PART I:

LINE 2: 35013
LINE 6(a): CONSTRUCTION EQUIPMENT
LINE 6(b): 35013
LINE 6(c): 18500

FORM 4562, PART III:

LINE 17: 62580

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

FORM 4562, PART VI:

LINE 41: 11000

FORM 4797:

ENTRY ON LINE 4 FEEDS FROM FORM 6252, NO ORIGINAL ENTRIES NECESSARY

FORM 5884, PART I:

LINE 1a: 5300
LINE 1b: 1505

FORM 6252, PART I:

LINE 1: CONSTRUCTION EQUIPMENT
LINE 2a: 05/15/91

TEST #11 (Continued):

FORM 6252, PART I (Continued):

LINE 2b: 06/20/99
LINE 3: No
LINE 5: 150000
LINE 8: 56965
LINE 9: 56965

FORM 6252, PART II:

LINE 21: 68575

FORM 6781, PART I:

LINE 1(a): MERRILL LYNCH COMMODITY ACCOUNT
LINE 1(c): 2750

FORM 8697:

**FISCAL YEAR BEGINNING: JANUARY 1, 1999 AND ENDING
DECEMBER 31, 1999**

LINE B: PARTNERSHIP

FORM 8697 - PART I:

LINE (a): mo.12...yr95
LINE 1(a): 25140
LINE 2(a): 15240
LINE 4(a): 6057
LINE 5(a): 387
LINE 7(a): 567

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFYING NUMBER: 001-11-0001
PARTNER'S NAME: ARA PARMESAN
PARTNER'S ADDRESS: 567 W. ANY SHORE BLVD.
ANYTOWN, IN 46624

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE D(ii): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%

TEST #11 (Continued):

SCHEDULE K-1 (FORM 1065), #1 (Continued):

LINE E: CINCINNATI, OH
LINE F:
Nonrecourse 15000
Qualified nonrecourse financing 811207
Other 186677
LINE J(a): 603957
LINE J(b): 50000
LINE J(c): 33841
LINE J(d): 12500

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFYING NUMBER: 001-11-0002
PARTNER'S NAME: ROCKY KNUTE
PARTNER'S ADDRESS: 1224 SOUTH TWISTER DRIVE
ANYTOWN, IN 46628

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE D(ii): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE E: CINCINNATI, OH
LINE F:
Nonrecourse 15000
Qualified nonrecourse financing 811207
Other 186678
LINE J(a): 603833
LINE J(b): 50000
LINE J(c): 33842
LINE J(d): 12500

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity CONSTRUCTION	Use the IRS label. Otherwise, please print or type.	Name of partnership WINDY CITY HOUSING DEVELOPERS	D Employer identification number 52-0000011
B Principal product or service HOUSING		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 11 ANY STREET	E Date business started 07/21/93
C Business code number 233200		City or town, state, and ZIP code ANYTOWN, IN 46623	F Total assets (see page 10 of the instructions) \$ 3,376,242

- 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 ▶ **2**

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

Income	1a Gross receipts or sales	1a	5,210,975		
	b Less returns and allowances	1b	315,045	1c	4,895,930
	2 Cost of goods sold (Schedule A, line 8)	2	3,168,681		
	3 Gross profit. Subtract line 2 from line 1c	3	1,727,249		
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)	4			
	5 Net farm profit (loss) (attach Schedule F (Form 1040))	5			
	6 Net gain (loss) from Form 4797, Part II, line 18.	6			
	7 Other income (loss) (attach schedule)	7			
8 Total income (loss). Combine lines 3 through 7	8		1,727,249		
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)	9	76,338		
	10 Guaranteed payments to partners	10	725,581		
	11 Repairs and maintenance	11	57,850		
	12 Bad debts	12	35,448		
	13 Rent	13			
	14 Taxes and licenses	14	275,985		
	15 Interest	15	145,867		
	16a Depreciation (if required, attach Form 4562)	16a	62,580		
	b Less depreciation reported on Schedule A and elsewhere on return	16b		16c	62,580
	17 Depletion (Do not deduct oil and gas depletion.)	17			
	18 Retirement plans, etc.	18	25,785		
	19 Employee benefit programs	19	69,854		
	20 Other deductions (attach schedule)	20	205,509		
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20	21		1,680,797		
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8	22		46,452		

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.

Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed ▶ <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
	Firm's name (or yours if self-employed) and address ▶ ELECTRONIC TAX FILERS, INC. 100 TECHO DRIVE	RAINTOWN, WA	EIN ▶ 52:0000099	ZIP code ▶ 98530

Schedule A Cost of Goods Sold (see page 14 of the instructions)

1	Inventory at beginning of year	1	143,958
2	Purchases less cost of items withdrawn for personal use	2	1,586,542
3	Cost of labor	3	837,059
4	Additional section 263A costs (attach schedule)	4	21,335
5	Other costs (attach schedule)	5	738,481
6	Total. Add lines 1 through 5	6	3,327,375
7	Inventory at end of year	7	158,694
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	3,168,681

- 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶	<u>ARA PARMESAN</u>	Identifying number of TMP ▶	<u>001-11-0001</u>
Address of designated TMP ▶	<u>567 W. ANY SHORE BLVD</u>		
	<u>ANYTOWN, IN 46624</u>		

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

Table with columns: (a) Distributive share items, (b) Total amount. Rows include Income (Loss), Deductions, Credits, Investment Interest, Self-Employment, Adjustments and Tax Preference Items, Foreign Taxes, and Other.

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	770,615
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		770,615					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		230,837		200,733
2a Trade notes and accounts receivable	354,058		350,752	
b Less allowance for bad debts	10,567	343,491	10,980	339,772
3 Inventories		143,958		158,694
4 U.S. government obligations				
5 Tax-exempt securities		46,000		36,500
6 Other current assets (attach schedule)		15,171		15,160
7 Mortgage and real estate loans		423,505		446,850
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets	1,525,657		1,560,670	
b Less accumulated depreciation	425,075	1,100,582	506,155	1,054,515
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		225,000		225,000
12a Intangible assets (amortizable only).	275,000		275,000	
b Less accumulated amortization	45,065	229,935	56,065	218,935
13 Other assets (attach schedule)		661,250		680,083
14 Total assets		3,419,729		3,376,242
Liabilities and Capital				
15 Accounts payable		315,048		346,854
16 Mortgages, notes, bonds payable in less than 1 year		244,850		246,750
17 Other current liabilities (attach schedule)		31,527		26,501
18 All nonrecourse loans				30,000
19 Mortgages, notes, bonds payable in 1 year or more		1,620,514		1,375,664
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		1,207,790		1,350,473
22 Total liabilities and capital		3,419,729		3,376,242

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	67,683	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)	700,000	7 Deductions included on Schedule K, lines 1 through 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$	1,005	9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	770,615
See Sch M-1, Line 4	1,927		
5 Add lines 1 through 4	770,615		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	1,207,790	6 Distributions: a Cash	25,000
2 Capital contributed during year	100,000	b Property	
3 Net income (loss) per books	67,683	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	25,000
5 Add lines 1 through 4	1,375,473	9 Balance at end of year. Subtract line 8 from line 5	1,350,473



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-11-0001 **Partnership's identifying number ▶ 52-0000011**

Partner's name, address, and ZIP code
ARA PARMESAN
567 ANY SHORE BLVD
ANYTOWN, IN 46624

Partnership's name, address, and ZIP code
WINDY CITY HOUSING DEVELOPERS
11 ANY STREET
ANYTOWN, IN 46623

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.00000 %	50.00000 %
Loss sharing	50.00000 %	50.00000 %
Ownership of capital	50.00000 %	50.00000 %

E IRS Center where partnership filed return: **CINCINNATI, OH**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$	15,000
Qualified nonrecourse financing	\$	811,207
Other	\$	186,677

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
603,957	50,000	33,841	(12,500)	675,298

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	23,226	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f)
	a Interest	2,079	
	b Ordinary dividends		
	c Royalties		
	d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	(2) Total for year.		Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
f Other portfolio income (loss) (attach schedule)		Enter on applicable line of your return.	
5 Guaranteed payments to partner	362,790	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	34,287		
7 Other income (loss) (attach schedule)		Enter on applicable line of your return.	
Deductions	8 Charitable contributions (see instructions) (attach schedule)	15,034	Sch. A, line 15 or 16
	9 Section 179 expense deduction	9,250	
	10 Deductions related to portfolio income (attach schedule)		See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (attach schedule)	12,790	
Credits	12a Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	963		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 2,079	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a 386,016	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 863,624	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (<i>attach schedule</i>)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	Form 1116, Part I
	d Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21 1,465	
	22 Distributions of money (cash and marketable securities)	22 12,500	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
	LINE 8 - CHARITABLE CONTRIBUTIONS:		
	UNITED WAY OF MICHIANA	7,625	
	ST. STANISLAUS CHURCH	1,771	
	UNIVERSITY OF NOTRE DAME	2,707	
	ST. MARY'S COLLEGE	2,931	
	TOTAL	15,034	
	LINE 11 - OTHER DEDUCTIONS:		
	MEDICAL INSURANCE PAYMENTS FOR PARTNERS	12,790	
	TOTAL	12,790	
LINE 13 - OTHER CREDITS:			
FORM 5884 WORK OPPORTUNITY CREDIT	963		
TOTAL	963		



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-11-0002 **Partnership's identifying number ▶ 52-0000011**

Partner's name, address, and ZIP code
ROCKY KNUTE
1224 SOUTH TWISTER DRIVE
ANYTOWN, IN 46628

Partnership's name, address, and ZIP code
WINDY CITY HOUSING DEVELOPERS
11 ANY STREET
ANYTOWN, IN 46623

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.00000 %	50.00000 %
Loss sharing	50.00000 %	50.00000 %
Ownership of capital	50.00000 %	50.00000 %

E IRS Center where partnership filed return: **CINCINNATI, OH**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$	15,000
Qualified nonrecourse financing	\$	811,207
Other	\$	186,678

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
603,833	50,000	33,842	(12,500)	675,175

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	23,226	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
	4a Interest	2,079	
	4b Ordinary dividends		
	4c Royalties		
	4d Net short-term capital gain (loss)		
	e(1) Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	e(2) Total for year.		
4f Other portfolio income (loss) (attach schedule)		Enter on applicable line of your return.	
5 Guaranteed payments to partner	362,791		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	34,288	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).	
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)	15,036	Sch. A, line 15 or 16
	9 Section 179 expense deduction	9,250	
	10 Deductions related to portfolio income (attach schedule)		See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (attach schedule)	12,791	
Credits	12a Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990		
	(2) Other than on line 12a(1) for property placed in service before 1990		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989		
	(4) Other than on line 12a(3) for property placed in service after 1989		
	12b Qualified rehabilitation expenditures related to rental real estate activities		See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	12c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities		
	12d Credits related to other rental activities		
13 Other credits	964		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 2,079	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a 386,017	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c 863,625	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21 1,467	
	22	Distributions of money (cash and marketable securities)	22 12,500	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 8 - CHARITABLE CONTRIBUTIONS:		
		UNITED WAY OF MICHIANA	7,625	
		ST. STANISLAUS CHURCH	1,771	
		UNIVERSITY OF NOTRE DAME	2,708	
		ST. MARY'S COLLEGE	2,932	
		TOTAL	15,036	
		LINE 11 - OTHER DEDUCTIONS:		
		MEDICAL INSURANCE PAYMENTS FOR PARTNERS	12,791	
		TOTAL	12,791	
		LINE 13 - OTHER CREDITS:		
		FORM 5884 WORK OPPORTUNITY CREDIT	964	
		TOTAL	964	



TEST #12

FORMS REQUIRED: 1065, 4562, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION:

NAME OF PARTNERSHIP:

MAIL ORDER SOUVENIRS JOINT VENTURE
12 ANY STREET
ANYTOWN, IL 60615

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: CATALOGUE SALES
LINE B: SOUVENIRS
LINE C: 453220
LINE D: 52-0000012
LINE E: 09/06/96
LINE H(2): X
LINE 1a: 1515384
LINE 1b: 64757
LINE 9: 238849
LINE 11: 57850
LINE 12: 35448
LINE 13: 24858
LINE 14: 19508
LINE 15: 28621
LINE 18: 25785
LINE 19: 69854

LINE 20 - OTHER DEDUCTIONS (STM 01):

AMORTIZATION	3000
CONTRACTING FEES - CHICAGO BRUINS	72000
LEGAL AND ACCOUNTING	12000
MEALS AND ENTERTAINMENT (AT 100%) (50% DISALLOWANCE = 1275)	2550
OFFICE EXPENSE	40000
REPAIRS AND MAINTENANCE	24000

TEST #12 (Continued):

FORM 1065, PAGE 2, SCHEDULE A:

LINE 1: 96446
LINE 2: 640852
LINE 3: 41250
LINE 5 - OTHER COSTS (STM 02):
 AUTO AND TRAVEL EXPENSE 7052
 MAILING LISTS 3850
LINE 7: 113205
LINE 9a(i): X
LINE 9(d): No
LINE 9(e): No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: No
LINE 3: No
LINE 4: No
LINE 5: No
LINE 6: No
LINE 7: No
LINE 8: No
LINE 9: No
LINE 10: No
LINE 11: No

FORM 1065, PAGE 2 (DESIGNATION OF TAX MATTERS PARTNER):

NAME OF DESINATED TMP: ERNESTO SHORTSTOP
IDENTIFYING NUMBER OF TMP: 001-12-0001
ADDRESS OF DESINATED TMP: 2254 ANY BAY ROAD
ANYFOREST, IL 61044

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: 2508
LINE 4b: 440

TEST #12 (Continued):

FORM 1065, PAGE 3, SCHEDULE K (Continued):

LINE 8 (STM 03):

CHICAGO BRUINS BENEVOLENT FUND	1856
CHICAGO PARKS AUTHORITY	2570
MAJOR LEAGUE BASEBALL CHARITIES	5585
ARCHDIOCESE OF CHICAGO	1000

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b):	142578	
LINE 1(d):	147622	
LINE 4(b):	69419	
LINE 4(d):	73110	
LINE 5(b):	22500	
LINE 5(d):	22500	
LINE 6(b):	PREPAID INSURANCE	2085
	DUE FROM RELATED PARTIES	2000
	ACCRUED INTEREST RECEIVABLE	756
LINE 6(d):	PREPAID INSURANCE	4185
	DUE FROM RELATED PARTIES	1500
	ACCRUED INTEREST RECEIVABLE	450
LINE 8(b):	CORPORATE STOCKS AND BONDS	437255
LINE 8(d):	CORPORATE STOCKS AND BONDS	462706
LINE 9a(a):	62974	
LINE 9a(c):	65344	
LINE 9b(a):	12850	
LINE 9b(c):	19396	
LINE 12a(a):	75000	
LINE 12a(c):	75000	
LINE 12b(a):	15085	
LINE 12b(c):	18085	
LINE 13(b):	COVENANTS NOT TO COMPETE	54000
	TRADEMARKS	18568
LINE 13(d):	COVENANTS NOT TO COMPETE	54000
	TRADEMARKS	18568
LINE 15(b):	12485	
LINE 15(d):	15684	
LINE 17(b):	ACCRUED SALARIES	4850
	PAYROLL TAXES PAYABLE	2586
LINE 17(d):	ACCRUED SALARIES	5085
	PAYROLL TAXES PAYABLE	3085
LINE 20(b):	BANK LINE OF CREDIT	410733

TEST #12 (Continued):

FORM 1065, PAGE 4 SCHEDULE L (Continued):

LINE 20(d) (STM 04):

BANK LINE OF CREDIT 378413

FORM 1065, PAGE 4 SCHEDULE M-1:

LINE 1: 105450

LINE 4(b): 1275

FORM 1065, PAGE 4 SCHEDULE M-2:

LINE 1: 524992

LINE 3: 105450

LINE 6a: 32000

FORM 4562:

ACTIVITY TO WHICH THIS FORM RELATES: FORM 1065, LINE 22

FORM 4562, PART I:

LINE 2: 2370

LINE 6(a): FURNITURE

LINE 6(b): 2370

LINE 6(c): 2370

FORM 4562, PART III:

LINE 17: 4176

FORM 4562, PART V, SECTION C:

LINE 35 NO

LINE 36 NO

LINE 37 NO

LINE 38 NO

LINE 39 NO

FORM 4562, PART VI:

LINE 41: 3000

SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER: 001-12-0001

PARTNER'S NAME: ERNESTO SHORTSTOP

PARTNER'S ADDRESS: 2254 ANY BAY ROAD
ANYFOREST, IL 61044

TEST #12 (Continued):

SCHEDULE K-1 (FORM 1065) #1 (Continued):

LINE A:	GENERAL PARTNER	
LINE B:	INDIVIDUAL	
LINE C:	DOMESTIC	
LINE D(i):	PROFIT SHARING	75.00000%
	LOSS SHARING	75.00000%
	OWNERSHIP OF CAPITAL	75.00000%
LINE D(ii):	PROFIT SHARING	75.00000%
	LOSS SHARING	75.00000%
	OWNERSHIP OF CAPITAL	75.00000%
LINE F:	Nonrecourse	283810
	Other	17890
LINE J(a):	392022	
LINE J(b):	0	
LINE J(c):	79087	
LINE J(d):	24000	

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER:	001-12-0002
PARTNER'S NAME:	HANGING CURVEBALL
PARTNER'S ADDRESS:	1253 THERE-SHE-GOES BLVD. ANYTOWN, IL 60622

LINE A:	GENERAL PARTNER	
LINE B:	INDIVIDUAL	
LINE C:	DOMESTIC	
LINE D(i):	PROFIT SHARING	25.00000%
	LOSS SHARING	25.00000%
	OWNERSHIP OF CAPITAL	25.00000%
LINE D(ii):	PROFIT SHARING	25.00000%
	LOSS SHARING	25.00000%
	OWNERSHIP OF CAPITAL	25.00000%
LINE F:	Nonrecourse	94603
	Other	5964
LINE J(a):	132970	
LINE J(b):	0	
LINE J(c):	26363	
LINE J(d):	8000	

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity CATALOGUE SALES	Use the IRS label. Otherwise, please print or type.	Name of partnership MAIL ORDER SOUVENIRS JOINT VENTURE	D Employer identification number 52 : 000012
B Principal product or service SOUVENIRS		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 12 ANY STREET	E Date business started 09/06/96
C Business code number 453220		City or town, state, and ZIP code ANYTOWN, IL 60615	F Total assets (see page 10 of the instructions) \$ 1,000,709

- 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 ▶ **2**

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

Income	1a Gross receipts or sales	1a	1,515,384		
	b Less returns and allowances	1b	64,757	1c	1,450,627
	2 Cost of goods sold (Schedule A, line 8)	2			676,245
	3 Gross profit. Subtract line 2 from line 1c	3			774,382
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)	4			
	5 Net farm profit (loss) (attach Schedule F (Form 1040))	5			
	6 Net gain (loss) from Form 4797, Part II, line 18.	6			
	7 Other income (loss) (attach schedule)	7			
8 Total income (loss). Combine lines 3 through 7	8				774,382
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)	9			238,849
	10 Guaranteed payments to partners	10			
	11 Repairs and maintenance	11			57,850
	12 Bad debts	12			35,448
	13 Rent	13			24,858
	14 Taxes and licenses	14			19,508
	15 Interest	15			28,621
	16a Depreciation (if required, attach Form 4562)	16a	4,176		
	b Less depreciation reported on Schedule A and elsewhere on return	16b			4,176
	17 Depletion (Do not deduct oil and gas depletion.)	17			
	18 Retirement plans, etc.	18			25,785
	19 Employee benefit programs	19			69,854
	20 Other deductions (attach schedule) STMT 1	20			152,275
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20	21				657,224
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8	22				117,158

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-0001**

Firm's name (or yours if self-employed) and address **ELECTRONIC TAX FILERS, INC.** EIN **52 : 0000099**
100 TECO DRIVE, RAIN TOWN, WA ZIP code **98530**

Schedule A Cost of Goods Sold (see page 14 of the instructions)

1	Inventory at beginning of year	1	96,446
2	Purchases less cost of items withdrawn for personal use	2	640,852
3	Cost of labor	3	41,250
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule) STMT 2	5	10,902
6	Total. Add lines 1 through 5	6	789,450
7	Inventory at end of year	7	113,205
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	676,245

- 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **ERNESTO SHORTSTOP** Identifying number of TMP ▶ **001-12-0001**

Address of designated TMP ▶ **2254 ANY BAY ROAD**
ANYFOREST, IL 61044

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

(a) Distributive share items		(b) Total amount	
Income (Loss)	1 Ordinary income (loss) from trade or business activities (page 1, line 22)	1	117,158
	2 Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a Gross income from other rental activities	3a	
	b Expenses from other rental activities (attach schedule)	3b	
	c Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4 Portfolio income (loss):		
	a Interest income	4a	2,508
	b Ordinary dividends	4b	440
	c Royalty income	4c	
	d Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1) 28% rate gain (loss) (2) Total for year	4e(2)	
	f Other portfolio income (loss) (attach schedule)	4f	
5 Guaranteed payments to partners	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (attach schedule) STMT 3	8	11,011
	9 Section 179 expense deduction (attach Form 4562)	9	2,370
	10 Deductions related to portfolio income (itemize)	10	
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		
	(1) From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3) From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
d Credits related to other rental activities	12d		
13 Other credits	13		
Investment Interest	14a Interest expense on investment debts	14a	
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	2,948
	(2) Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a Net earnings (loss) from self-employment	15a	117,158
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	774,382
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	16d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a Type of income		
	b Name of foreign country or U.S. possession		
	c Total gross income from sources outside the United States (attach schedule)	17c	
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f Reduction in taxes available for credit (attach schedule)	17f	
	g Other foreign tax information (attach schedule)	17g	
Other	18 Section 59(e)(2) expenditures: a Type b Amount	18b	
	19 Tax-exempt interest income	19	
	20 Other tax-exempt income	20	
	21 Nondeductible expenses	21	1,275
	22 Distributions of money (cash and marketable securities)	22	32,000
	23 Distributions of property other than money	23	
	24 Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	106,725
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		106,725					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		142,578		147,622
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories		96,446		113,205
4 U.S. government obligations		69,419		73,110
5 Tax-exempt securities		22,500		22,500
6 Other current assets (attach schedule) Ln 6 Stmt		4,841		6,135
7 Mortgage and real estate loans				
8 Other investments (attach schedule) Ln 8 Stmt		437,255		462,706
9a Buildings and other depreciable assets	62,974		65,344	
b Less accumulated depreciation	12,850	50,124	19,396	45,948
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)				
12a Intangible assets (amortizable only)	75,000		75,000	
b Less accumulated amortization	15,085	59,915	18,085	56,915
13 Other assets (attach schedule) Ln 13 Stmt		72,568		72,568
14 Total assets		955,646		1,000,709
Liabilities and Capital				
15 Accounts payable		12,485		15,684
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule) Ln 17 Stmt		7,436		8,170
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule) Ln 20 Stmt		410,733		378,413
21 Partners' capital accounts		524,992		598,442
22 Total liabilities and capital		955,646		1,000,709

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	105,450	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$ 1,275	1,275	9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	106,725
5 Add lines 1 through 4	106,725		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	524,992	6 Distributions: a Cash	32,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	105,450	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	32,000
5 Add lines 1 through 4	630,442	9 Balance at end of year. Subtract line 8 from line 5	598,442



Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-12-0001 **Partnership's identifying number ▶ 52;000012**

Partner's name, address, and ZIP code
ERNESTO SHORTSTOP
2254 ANY BAY ROAD
ANYFOREST, IL 61044

Partnership's name, address, and ZIP code
MAIL ORDER SOUVENIRS JOINT VENTURE
12 ANY STREET
ANYTOWN, IL 60615

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of:
Profit sharing **75.00000** % **75.00000** %
Loss sharing **75.00000** % **75.00000** %
Ownership of capital **75.00000** % **75.00000** %
E IRS Center where partnership filed return **KANSAS CITY, MO**

F Partner's share of liabilities (see instructions):
Nonrecourse \$ **283,810**
Qualified nonrecourse financing \$
Other \$ **17,890**
G Tax shelter registration number
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
392,022		79,087	(24,000)	447,109

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 87,868	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 1,881	
	b Ordinary dividends	4b 330	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8 8,258	} Sch. A, line 15 or 16
	9 Section 179 expense deduction SEE LINE 25	9 1,777	
	10 Deductions related to portfolio income (attach schedule)	10	} See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 2,211	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a 87,868	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 580,786	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (<i>attach schedule</i>)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	Form 1116, Part I
	d Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21 956	
	22 Distributions of money (cash and marketable securities)	22 24,000	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
	LINE 8 - CHARITABLE CONTRIBUTIONS:		
	CHICAGO BRUINS BENEVOLENT FUND	1,392	
	CHICAGO PARKS AUTHORITY	1,927	
	MAJOR LEAGUE BASEBALL CHARITIES	4,189	
	ARCHDIOCESE OF CHICAGO	750	
	TOTAL	8,258	
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
	ORDINARY INCOME (LOSS)	87,868	
	INTEREST	1,881	
	DIVIDENDS	330	
	CHARITABLE CONTRIBUTIONS	-8,258	
	SECTION 179 EXPENSE	-1,777	
	NONDEDUCTIBLE EXPENSES	-956	
	ROUNDING	-1	
TOTAL	79,087		



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-12-0002 **Partnership's identifying number ▶ 52:000012**

Partner's name, address, and ZIP code
HANGING CURVEBALL
1253 THERE-SHE-GOES BLVD
ANYTOWN, IL 60622

Partnership's name, address, and ZIP code
MAIL ORDER SOUVENIRS JOINT VENTURE
12 ANY STREET
ANYTOWN, IL 60622

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of: (i) Before change or termination (ii) End of year
Profit sharing **25.00000** % **25.00000** %
Loss sharing **25.00000** % **25.00000** %
Ownership of capital **25.00000** % **25.00000** %
E IRS Center where partnership filed return **KANSAS CITY, MO**

F Partner's share of liabilities (see instructions):
Nonrecourse \$ **94,603**
Qualified nonrecourse financing \$
Other \$ **5,964**
G Tax shelter registration number
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
132,970		26,363	(8,000)	151,333

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 29,290	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 627	
	b Ordinary dividends	4b 110	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8 2,753	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9 593	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 737	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a 29,290	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c 193,596	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21 319	
	22	Distributions of money (cash and marketable securities)	22 8,000	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 8 - CHARITABLE CONTRIBUTIONS;		
		CHICAGO BRUINS BENEVOLENT FUND	464	
		CHICAGO PARKS AUTHORITY	643	
		MAJOR LEAGUE BASEBALL CHARITIES	1,396	
		ARCHDIOCESE OF CHICAGO	250	
		TOTAL	2,753	
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS;		
		ORDINARY INCOME (LOSS)	29,290	
		INTEREST	627	
		DIVIDENDS	110	
		CHARITABLE CONTRIBUTIONS	-2,753	
		SECTION 179 EXPENSE	-593	
		NONDEDUCTIBLE EXPENSES	-319	
		ROUNDING	1	
	TOTAL	26,363		



TEST #13

FORMS REQUIRED: 1065, 4562, 5884, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

INTERNET ARTISTS
13 ANY STREET
ANYTOWN, NY 10006

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: WEBSITE DESIGN
LINE B: WEBSITE DESIGN
LINE C: 541519
LINE D: 52-0000013
LINE E: 04/01/97
LINE H(1): X
LINE 1a: 188563
LINE 9: 16720
LINE 11: 238
LINE 13: 12160
LINE 14: 1530

LINE 20 - OTHER DEDUCTIONS (STM 01):

ACCOUNTING	1500
ADVERTISING	5000
BANK CHARGES	50
INSURANCE	1000
MEALS & ENTERTAINMENT	1832 (50%=916)
OFFICE EXPENSE	1500
OUTSIDE SERVICES	18773
TELEPHONE	6500
UTILITIES	575
INTERNET EXPENSE	3500

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9(d): No
LINE 9(e): No

TEST #13 (Continued):

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: NO
LINE 3: NO
LINE 4: NO
LINE 5: YES
LINE 6: NO
LINE 7: NO
LINE 8: NO
LINE 9: NO
LINE 10: NO
LINE 11: NO

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: 153
LINE 16a: 187

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 23543
LINE 1(d): 75636
LINE 9a(a): 11566
LINE 9a(c): 45066
LINE 9b(a): 11566
LINE 9b(c): 30816
LINE 17(b): VARIOUS 5769
LINE 17(d): VARIOUS 2405

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1: 95308
LINE 4b TRAVEL AND ENTERTAINMENT 916
FORM 5884 CREDIT 3280

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1: 17774
LINE 3: 95308
LINE 6a: 25601

FORM 4562:

**ACTIVITY TO WHICH THIS FORM RELATES: FORM 1065,
PAGE 1, LINE 22**

TEST #13 (Continued):

FORM 4562: PART I:

LINE 2: 33500

FORM 4562, PART V, SECTION A:

LINE 24(a):	ASSET 1	COMPUTER SYSTEM
LINE 24(a):	ASSET 2	COMPUTER SYSTEM
LINE 24(b):	ASSET 1	04/01/97
LINE 24(b):	ASSET 2	12/31/98
LINE 24(c):	ASSET 1	100%
LINE 24(c):	ASSET 2	100%
LINE 24(d):	ASSET 1	11566
LINE 24(d):	ASSET 2	33500
LINE 24(e):	ASSET 1	0
LINE 24(e):	ASSET 2	15000
LINE 24(f):	ASSET 1	5 YRS
LINE 24(f):	ASSET 2	5 YRS
LINE 24(g):	ASSET 1	200DB/HY
LINE 24(g):	ASSET 2	200DB/MQ
LINE 24(i):	ASSET 1	0
LINE 24(i):	ASSET 2	18500

FORM 4562, PART V, SECTION C:

LINE 35	NO
LINE 36	NO
LINE 37	NO
LINE 38	NO
LINE 39	NO

FORM 5884:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 3, LINE 13

LINE 1(b): 8200

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFICATION NUMBER: 001-13-0001

PARTNER'S NAME: REBECCA BOOKS

PARTNER'S ADDRESS: 1010 WEST STREET
ANYTOWN, NY 10007

LINE A: GENERAL PARTNER

LINE B: INDIVIDUAL

LINE C: DOMESTIC

TEST #13 (Continued):

SCHEDULE K-1 (FORM 1065), #1 (Continued):

LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%

LINE D(ii): END OF YEAR:
PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%

LINE E: KANSAS CITY, MO

LINE F: Other 2843

LINE J(a): 8887
LINE J(b): 0
LINE J(c): 47654
LINE J(d): 12801

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFICATION NUMBER: 001-13-0002
PARTNER'S NAME: BOBBY DESIGN
PARTNER'S ADDRESS: 21 WALL STREET
ANYTOWN, NY 10005

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC

LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%

LINE D(ii): END OF YEAR:
PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%

LINE E: KANSAS CITY, MO

LINE F: Other 2842

LINE J(a): 8887
LINE J(b): 0
LINE J(c): 47654
LINE J(d): 12800

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity WEBSITE DESIGN	Use the IRS label. Otherwise, please print or type.	Name of partnership INTERNET ARTISTS	D Employer identification number 52 : 0000013
B Principal product or service WEBSITE DESIGN		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 13 ANY STREET	E Date business started 04/01/97
C Business code number 541519		City or town, state, and ZIP code ANYTOWN, NY 10006	F Total assets (see page 10 of the instructions) \$ 89,886

- 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 ▶ _____ **2**

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

Income	1a Gross receipts or sales	1a	188,563		
	b Less returns and allowances	1b		1c	188,563
	2 Cost of goods sold (Schedule A, line 8)	2			
	3 Gross profit. Subtract line 2 from line 1c	3			188,563
	4 Ordinary income (loss) from other partnerships, estates, and trusts (<i>attach schedule</i>).	4			
	5 Net farm profit (loss) (<i>attach Schedule F (Form 1040)</i>)	5			
	6 Net gain (loss) from Form 4797, Part II, line 18.	6			
	7 Other income (loss) (<i>attach schedule</i>).	7			
8 Total income (loss). Combine lines 3 through 7	8				188,563
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)	9			16,720
	10 Guaranteed payments to partners	10			
	11 Repairs and maintenance	11			238
	12 Bad debts	12			
	13 Rent	13			12,160
	14 Taxes and licenses	14			1,530
	15 Interest	15			
	16a Depreciation (if required, attach Form 4562)	16a	750		
	b Less depreciation reported on Schedule A and elsewhere on return	16b			750
	17 Depletion (Do not deduct oil and gas depletion.)	17			
	18 Retirement plans, etc.	18			
	19 Employee benefit programs	19			
	20 Other deductions (<i>attach schedule</i>)	20			39,314
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20	21				70,712
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8	22				117,851

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.

Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed ▶ <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
	Firm's name (or yours if self-employed) and address ▶	ELECTRONIC TAX FILERS, INC. 100 TECO DRIVE RAINTOWN, WA		EIN ▶ 52 : 0000099 ZIP code ▶ 98530

Schedule A Cost of Goods Sold (see page 14 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 (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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: a <input checked="" type="checkbox"/> General partnership b <input type="checkbox"/> Limited partnership c <input type="checkbox"/> Limited liability company d <input type="checkbox"/> Limited liability partnership e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND 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?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	117,851
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	153
	b	Ordinary dividends	4b	
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	
	9	Section 179 expense deduction (attach Form 4562)	9	18,500
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits FORM 5884 WORK OPPORTUNITY CREDIT	13	3,280	
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	153
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	117,851
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	188,563
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	187
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	4,196
	22	Distributions of money (cash and marketable securities)	22	25,601
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1	Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b					1	99,504
2	Analysis by partner type:						
	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a	General partners	99,504					
b	Limited partners						

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		23,543		75,636
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 (attach schedule)				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets	11,566		45,066	
b Less accumulated depreciation	11,566	0	30,816	14,250
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 (attach schedule)				
14 Total assets		23,543		89,886
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)		5,769		2,405
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		17,774		87,481
22 Total liabilities and capital		23,543		89,886

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1	Net income (loss) per books	95,308	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a	Depreciation \$	
	a Depreciation \$				
	b Travel and entertainment \$ 916		8	Add lines 6 and 7	
	See Sch M-1, Line 4 3,280	4,196	9	Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	99,504
5	Add lines 1 through 4	99,504			

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1	Balance at beginning of year	17,774	6	Distributions: a Cash	25,601
2	Capital contributed during year		b Property		
3	Net income (loss) per books	95,308	7	Other decreases (itemize):	
4	Other increases (itemize):		8	Add lines 6 and 7	25,601
5	Add lines 1 through 4	113,082	9	Balance at end of year. Subtract line 8 from line 5	87,481



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-13-0001 **Partnership's identifying number ▶ 52; 0000013**

Partner's name, address, and ZIP code
REBECCA BOOKS
1010 WEST STREET
ANYTOWN, NY 10007

Partnership's name, address, and ZIP code
INTERNET ARTISTS
13 ANY STREET
ANYTOWN, NY 10006

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of:
Profit sharing **50.00000** % **50.00000** %
Loss sharing **50.00000** % **50.00000** %
Ownership of capital **50.00000** % **50.00000** %
E IRS Center where partnership filed return: **ANDOVER, MA**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$ **2,843**
G Tax shelter registration number ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
8,887		47,654	(12,801)	43,740

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 58,926	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 77	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deduct-ions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9 9,250	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits SEE LINE 25	13 1,640		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 77	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a 58,926	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c 94,282	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a 94	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21 2,098	
	22	Distributions of money (cash and marketable securities)	22 12,801	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 13 - OTHER CREDITS:		
		FORM 5884 WORK OPPORTUNITY CREDIT	1,640	
		TOTAL	1,640	
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		ORDINARY INCOME (LOSS)	58,926	
		INTEREST	77	
		SECTION 179 EXPENSE	-9,250	
		NONDEDUCTIBLE EXPENSES	-2,098	
		WORK OPPORTUNITY CREDIT	-1,641	
		TOTAL	46,014	



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-13-0002 **Partnership's identifying number ▶ 52; 0000013**

Partner's name, address, and ZIP code
BOBBY DESIGN
21 WALL STREET
ANYTOWN, NY 10005

Partnership's name, address, and ZIP code
INTERNET ARTISTS
13 ANY STREET
ANYTOWN, NY 10006

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **INDIVIDUAL**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of:
Profit sharing **50.00000** % **50.00000** %
Loss sharing **50.00000** % **50.00000** %
Ownership of capital **50.00000** % **50.00000** %
E IRS Center where partnership filed return: **ANDOVER, MA**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$ **2,842**
G Tax shelter registration number ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
8,887		47,654	(12,800)	43,741

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	58,925	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	4a Interest	76	
	4b Ordinary dividends		
	4c Royalties		
	4d Net short-term capital gain (loss)		
	e(1) Net long-term capital gain (loss):		
	e(2) (1) 28% rate gain (loss)		
	4f (2) Total for year.		
5 Other portfolio income (loss) (attach schedule)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Guaranteed payments to partner			
7 Net section 1231 gain (loss) (other than due to casualty or theft)			
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)		} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9,250	
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule).		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	a(1) (1) From section 42(j)(5) partnerships for property placed in service before 1990		
	a(2) (2) Other than on line 12a(1) for property placed in service before 1990		
	a(3) (3) From section 42(j)(5) partnerships for property placed in service after 1989		
	a(4) (4) Other than on line 12a(3) for property placed in service after 1989		
	12b Qualified rehabilitation expenditures related to rental real estate activities		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	12c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.		
	12d Credits related to other rental activities		
13 Other credits SEE LINE 25	1,640		

	(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 76	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a 58,925	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 94,281	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a 93	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21 2,098	
	22 Distributions of money (cash and marketable securities)	22 12,800	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
	LINE 13 - OTHER CREDITS:		
	FORM 5884 WORK OPPORTUNITY CREDIT	1,640	
	TOTAL	1,640	
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
	ORDINARY INCOME (LOSS)	58,926	
	INTEREST	76	
	SECTION 179 EXPENSE	-9,250	
	NONDEDUCTIBLE EXPENSES	-2,098	
	WORK OPPORTUNITY CREDIT	-1,639	
TOTAL	46,014		



TEST #14

FORMS REQUIRED: 1065, 4562, 6765, 8820, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

PHARMACEUTICALS LTD PARTNERSHIP
14 ANY STREET
ANY TOWN, MI 48236

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: RESEARCH
LINE B: PHARMACEUTICALS
LINE C: 541990
LINE D: 52-0000014
LINE E: 08/23/71
LINE H(2): X
LINE 1a: 2054865
LINE 1b: 0
LINE 9: 750650
LINE 11: 126218
LINE 12: 12000
LINE 13: 0
LINE 14: 130000
LINE 15: 20000
LINE 18: 12540
LINE 19: 6550
LINE 20 - OTHER DEDUCTIONS (STM 01):
EQUIPMENT RENTAL - COMPUTERS 50523
EQUIPMENT RENTAL - OTHER 187753
INSURANCE - OFFICE 26675
LEGAL AND ACCOUNTING 32475
CONTRACT LAB COSTS 249750
UTILITIES 35478
CLINICAL TRIAL FILING FEES FDA 102846

TEST #14 (Continued):

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9d: No
LINE 9e: No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1b: X
LINE 2: Yes
LINE 3: No
LINE 4: No
LINE 5: No
LINE 6: No
LINE 7: No
LINE 8: No
LINE 9: No
LINE 10: No
LINE 11: No

FORM 1065, PAGE 2 (DESIGNATION OF TAX MATTERS PARTNER):

NAME OF DESIGNATED TMP: SALK RESEARCH, INC.
IDENTIFYING NUMBER OF TMP: 52-1140001
ADDRESS OF DESIGNATED TMP: 2517 ANY BLVD.
ANY POINTE, MI 48111

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: 2504
LINE 4b: 2156
LINE 8 (STM 02):
WHITMAN-WALKER CLINIC 1250
THE POLIO FOUNDATION 12575
CYSTIC - FIBROSIS SOCIETY 2200
LINE 19: 2000

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 85241
LINE 1(d): 88000
LINE 2a(a): 125474
LINE 2a(c): 130522
LINE 2b(a): 1060
LINE 2b(c): 2015
LINE 5(b): 82044
LINE 5(d): 82044
LINE 6(b): PREPAID INSURANCE 9402
PREPAID PROPERTY TAXES 4899

TEST #14 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 6(d):	PREPAID INSURANCE	9600
	PREPAID PROPERTY TAXES	5100
LINE 8(b):	STOCK - WARNER LAMBERT	75000
	STOCK - ELI, LILLY & CO	12500
	STOCK - UPJOHN	16500
	STOCK - PFIZER	25000
LINE 8(d):	STOCK - WARNER LAMBERT	75000
	STOCK - ELI, LILLY & CO	12500
	STOCK - UPJOHN	16500
	STOCK - PFIZER	25000
LINE 9a(a):	850000	
LINE 9a(c):	850000	
LINE 9b(a):	214500	
LINE 9b(c):	231250	
LINE 11(b):	75000	
LINE 11(d):	75000	
LINE 13(b):	UTILITY DEPOSITS	1350
LINE 13(d):	UTILITY DEPOSITS	1350
LINE 15(b):	102568	
LINE 15(d):	120450	
LINE 16(b):	22000	
LINE 16(d):	24000	
LINE 17(b):	ACCRUED SALARIES	12568
	PAYROLL TAXES PAYABLE	5105
LINE 17(d):	ACCRUED SALARIES	18500
	PAYROLL TAXES PAYABLE	6500
LINE 18(b):	13000	
LINE 18(d):	13000	
LINE 19(b):	250000	
LINE 19(d):	228000	
LINE 20(b):		
	COURT JUDGMENT PAYABLE (CURRENTLY ON APPEAL)	200000
LINE 20(d) (STM 03):		
	COURT JUDGMENT PAYABLE (CURRENTLY ON APPEAL)	200000

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	285292
LINE 6a:	2000

TEST # 14 (Continued):

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1: 541609
LINE 3: 285292
LINE 6a: 300000

FORM 4562:

ACTIVITY TO WHICH THIS FORM RELATES: FORM 1065, LINE 22

FORM 4562, PART III:

LINE 17: 16750

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

FORM 6765, SECTION A:

LINE 4: 645000
LINE 5: 75000
LINE 6: 35000
LINE 9: 16.00%
LINE 10: 2100000
LINE 11: 336000

FORM 8820, PART I:

LINE 1: 12632

SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER: 52-1140001
PARTNER'S NAME: SALK RESEARCH, INC.
PARTNER'S ADDRESS: 2517 ANY BLVD.
ANY POINTE, MI 48111

LINE A: GENERAL PARTNER
LINE B: CORPORATION
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%

TEST #14 (Continued):

SCHEDULE K-1 (FORM 1065) #1 (Continued):

LINE D(ii):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE E:	CINCINNATI, OH	
LINE F:	Nonrecourse	6500
	Qualified Nonrecourse financing	126000
	Other	345450
LINE J(a):	270000	
LINE J(b):	0	
LINE J(c):	142646	
LINE J(d):	150000	

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER:	52-1140002
PARTNER'S NAME:	SABIN LIMITED PARTNERSHIP
PARTNER'S ADDRESS:	25332 EAST ANY BLVD. ANY POINTE SHORES, MI 48138

LINE A:	LIMITED PARTNER	
LINE B:	PARTNERSHIP	
LINE C:	DOMESTIC	
LINE D(i):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE D(ii):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE E:	CINCINNATI, OH	
LINE F:	Nonrecourse	6500
	Qualified Nonrecourse financing	126000
LINE J(a):	271609	
LINE J(b):	0	
LINE J(c):	142646	
LINE J(d):	150000	

U.S. Partnership Return of Income

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity RESEARCH	Use the IRS label. Otherwise, please print or type.	Name of partnership PHARMACEUTICALS LIMITED PARTNERSHIP	D Employer identification number 52-0000014
B Principal product or service PHARMACEUTICALS		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 14 ANY STREET	E Date business started 08/23/71
C Business code number 541990		City or town, state, and ZIP code ANYTOWN, MI 48236	F Total assets (see page 10 of the instructions) \$ 1,137,351

- 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 ▶ _____ **2**

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

Income	1a Gross receipts or sales	1a	2,054,865			
	b Less returns and allowances	1b			1c	2,054,865
	2 Cost of goods sold (Schedule A, line 8)				2	
	3 Gross profit. Subtract line 2 from line 1c				3	2,054,865
	4 Ordinary income (loss) from other partnerships, estates, and trusts (<i>attach schedule</i>).				4	
	5 Net farm profit (loss) (<i>attach Schedule F (Form 1040)</i>)				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	
	7 Other income (loss) (<i>attach schedule</i>).				7	
8 Total income (loss). Combine lines 3 through 7				8	2,054,865	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	750,650
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	126,218
	12 Bad debts				12	12,000
	13 Rent				13	
	14 Taxes and licenses				14	130,000
	15 Interest				15	20,000
	16a Depreciation (if required, attach Form 4562)	16a	16,750			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	16,750
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	12,540
	19 Employee benefit programs				19	6,550
	20 Other deductions (<i>attach schedule</i>)				20	685,500
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	1,760,208	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	294,657	

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature ▶ _____	Date _____	Check if self-employed ▶ <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
Firm's name (or yours if self-employed) and address ▶ ELECTRONIC TAX FILERS, INC. 100 TECHO DRIVE	EIN ▶ 52:0000099	ZIP code ▶ 98530	RAINTOWN, WA

Schedule A Cost of Goods Sold (see page 14 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	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input type="checkbox"/> General partnership		
b <input checked="" type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?	X	
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **SALK RESEARCH, INC.** Identifying number of TMP ▶ **001-14-0001**

Address of designated TMP ▶ **2517 ANY BLVD**
ANY POINTE, MI 48111

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

		(a) Distributive share items	(b) Total amount		
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	294,657	
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2		
	3a	Gross income from other rental activities	3a		
		b Expenses from other rental activities (attach schedule)	3b		
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c		
	4	Portfolio income (loss):			
	a	Interest income	4a	2,504	
	b	Ordinary dividends	4b	2,156	
	c	Royalty income	4c		
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d		
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):			
	(1)	28% rate gain (loss) ▶	(2) Total for year ▶	4e(2)	
	f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5			
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6			
7	Other income (loss) (attach schedule)	7			
Deductions	8	Charitable contributions (attach schedule)	8	16,025	
	9	Section 179 expense deduction (attach Form 4562)	9		
	10	Deductions related to portfolio income (itemize)	10		
	11	Other deductions (attach schedule)	11		
Credits	12a	Low-income housing credit:			
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)		
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)		
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)		
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)		
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b		
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c		
	d	Credits related to other rental activities	12d		
13	Other credits	13	81,816		
Investment Interest	14a	Interest expense on investment debts	14a		
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	4,660	
	(2)	Investment expenses included on line 10 above	14b(2)		
Self-Employment	15a	Net earnings (loss) from self-employment	15a	0	
	b	Gross farming or fishing income	15b		
	c	Gross nonfarm income	15c	2,054,865	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a		
	b	Adjusted gain or loss	16b		
	c	Depletion (other than oil and gas)	16c		
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)		
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)		
	e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶			
	b	Name of foreign country or U.S. possession ▶			
	c	Total gross income from sources outside the United States (attach schedule)	17c		
	d	Total applicable deductions and losses (attach schedule)	17d		
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e		
	f	Reduction in taxes available for credit (attach schedule)	17f		
	g	Other foreign tax information (attach schedule)	17g		
Other	18	Section 59(e)(2) expenditures: a Type ▶ b Amount ▶	18b	2,000	
	19	Tax-exempt interest income	19		
	20	Other tax-exempt income	20		
	21	Nondeductible expenses	21		
	22	Distributions of money (cash and marketable securities)	22	300,000	
	23	Distributions of property other than money	23		
	24	Other items and amounts required to be reported separately to partners (attach schedule)			

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	283,292
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners	141,646						
b Limited partners				141,646			

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		85,241		88,000
2a Trade notes and accounts receivable	125,474		130,522	
b Less allowance for bad debts	1,060	124,414	2,015	128,507
3 Inventories				
4 U.S. government obligations				
5 Tax-exempt securities		82,044		82,044
6 Other current assets (attach schedule) Ln 6 Stmt		14,301		14,700
7 Mortgage and real estate loans				
8 Other investments (attach schedule) Ln 8 Stmt		129,000		129,000
9a Buildings and other depreciable assets	850,000		850,000	
b Less accumulated depreciation	214,500	635,500	231,250	618,750
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		75,000		75,000
12a Intangible assets (amortizable only).				
b Less accumulated amortization				
13 Other assets (attach schedule) . . . Ln 13 Stmt		1,350		1,350
14 Total assets		1,146,850		1,137,351
Liabilities and Capital				
15 Accounts payable		102,568		120,450
16 Mortgages, notes, bonds payable in less than 1 year		22,000		24,000
17 Other current liabilities (attach schedule) Ln 17 Stmt		17,673		25,000
18 All nonrecourse loans		13,000		13,000
19 Mortgages, notes, bonds payable in 1 year or more		250,000		228,000
20 Other liabilities (attach schedule) . . . Ln 20 Stmt		200,000		200,000
21 Partners' capital accounts		541,609		526,901
22 Total liabilities and capital		1,146,850		1,137,351

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	285,292	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 \$	2,000
3 Guaranteed payments (other than health insurance)		7 Deductions included on Schedule K, lines 1 through 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	2,000
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	283,292
5 Add lines 1 through 4	285,292		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	541,609	6 Distributions: a Cash	300,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	285,292	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	300,000
5 Add lines 1 through 4	826,901	9 Balance at end of year. Subtract line 8 from line 5	526,901



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 52-1140001 **Partnership's identifying number ▶ 52:0000014**

Partner's name, address, and ZIP code
SALK RESEARCH, INC.
2517 ANY BLVD.
ANY POINTE, MI 48111

Partnership's name, address, and ZIP code
PHAMACEUTICALS LIMITED PARTNERSHIP
14 ANY STREET
ANYTOWN, MI 48236

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **CORPORATION**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing **50.00000** % **50.00000** %
Loss sharing **50.00000** % **50.00000** %
Ownership of capital **50.00000** % **50.00000** %

E IRS Center where partnership filed return: **CINCINNATI, OH**

F Partner's share of liabilities (see instructions):

Nonrecourse \$ **6,500**
Qualified nonrecourse financing \$ **126,000**
Other \$ **345,450**

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
270,000		142,646	(150,000)	262,646

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	147,328	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
	4a Interest	1,252	
	4b Ordinary dividends	1,078	
	4c Royalties		
	4d Net short-term capital gain (loss)		
	e(1) Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		
	e(2) Total for year.		
	4f Other portfolio income (loss) (attach schedule)		} Enter on applicable line of your return.
	5 Guaranteed payments to partner		
6 Net section 1231 gain (loss) (other than due to casualty or theft)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).	
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8,012	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule)		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990		
	(2) Other than on line 12a(1) for property placed in service before 1990		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989		
	(4) Other than on line 12a(3) for property placed in service after 1989		
	12b Qualified rehabilitation expenditures related to rental real estate activities		} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	12c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities		
	12d Credits related to other rental activities		
13 Other credits	40,908		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 2,330	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 1,027,432	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (<i>attach schedule</i>)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	Form 1116, Part I
	d Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19 1,000	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22 150,000	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
	LINE 8 - CHARITABLE CONTRIBUTIONS:		
	WHITMAN-WALKER CLINIC	625	
	THE POLIO FOUNDATION	6,287	
	CYSTIC - FIBROSIS SOCIETY	1,100	
	TOTAL	8,012	
	LINE 13 - OTHER CREDITS:		
	FORM 6765 RESEARCH CREDIT	37,750	
	FORM 8820 ORPHAN DRUG CREDIT	3,158	
	TOTAL	40,908	
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
	ORDINARY INCOME (LOSS)	147,328	
	INTEREST	1,252	
	DIVIDENDS	1,078	
	CHARITABLE CONTRIBUTIONS	-8,012	
TAX EXEMPT INTEREST	1,000		
TOTAL	142,646		



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

For calendar year 1999 or tax year beginning

, 1999, and ending

OMB No. 1545-0099

1999

Partner's identifying number ▶ 52-1140002 **Partnership's identifying number** ▶ 52:0000014

Partner's name, address, and ZIP code
SABIN LIMITED PARTNERSHIP
25332 EAST ANY BLVD.
ANY POINTE SHORES, MI 48138

Partnership's name, address, and ZIP code
PHARMACEUTICALS LIMITED PARTNERSHIP
14 ANY STREET
ANYTOWN, MI 48236

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **PARTNERSHIP**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.0000 %	50.0000 %
Loss sharing	50.0000 %	50.0000 %
Ownership of capital	50.0000 %	50.0000 %

E IRS Center where partnership filed return: **CINCINNATI, OH**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$	6,500
Qualified nonrecourse financing	\$	126,000
Other	\$	

G Tax shelter registration number

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
271,609		142,646	(150,000)	264,255

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 147,329	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
	a Interest	4a 1,252	
	b Ordinary dividends	4b 1,078	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year	e(2)	
	f Other portfolio income (loss) (attach schedule)	4f	Enter on applicable line of your return.
	5 Guaranteed payments to partner	5	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6		
7 Other income (loss) (attach schedule)	7	Enter on applicable line of your return.	
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8 8,013	Sch. A, line 15 or 16
	9 Section 179 expense deduction	9	See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
	13 Other credits	13 40,908	

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 2,330	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 1,027,433	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items <i>(attach schedule)</i>	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States <i>(attach schedule)</i>	17c	} Form 1116, Part I
	d Total applicable deductions and losses <i>(attach schedule)</i>	17d	
	e Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit <i>(attach schedule)</i>	17f	Form 1116, Part III
	g Other foreign tax information <i>(attach schedule)</i>	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19 1,000	Form 1040, line 8b
	20 Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22 150,000	
	23 Distributions of property other than money	23	} Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner <i>(attach additional schedules if more space is needed)</i> : LINE 8 - CHARITABLE CONTRIBUTIONS:		
	WHITMAN-WALKER CLINIC	625	
	THE POLIO FOUNDATION	6,288	
	CYSTIC - FIBROSIS SOCIETY	1,100	
	TOTAL	8,013	
	LINE 12 - OTHER CREDITS		
	FORM 6765 RESEARCH CREDIT	37,750	
	FORM 8820 ORPHAN DRUG CREDIT	3,158	
	TOTAL	40,908	
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
	ORDINARY INCOME (LOSS)	147,329	
	INTEREST	1,252	
	DIVIDENDS	1,078	
CHARITABLE CONTRIBUTIONS	-8,013		
TAX-EXEMPT INTEREST	1,000		
TOTAL	142,646		



TEST #15

FORMS REQUIRED: 1065, 4562, 5884, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

AUTHORS UNLIMITED
15 ANY STREET
ANYTOWN, GA 64521

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530

EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: LITERARY AGENTS

LINE B: BOOK SALES

LINE C: 541990

LINE D: 52-0000015

LINE E: 06/01/89

LINE G(3): X

LINE H(1): X

LINE 1a: 195000

LINE 9: 84000

LINE 11: 500

LINE 13: 5000

LINE 14: 7600

LINE 20 - OTHER DEDUCTIONS (STM 01):

BANK CHARGES	30
MEALS & ENTERTAINMENT	5000 (50% - 2500)
ROYALTIES PAID TO AUTHORS	77500
OFFICE & ADMINISTRATIVE	500
TELEPHONE	1500
POSTAGE	300

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9(d): NO

LINE 9(e): NO

TEST #15 (Continued):

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a:	X
LINE 2:	NO
LINE 3:	NO
LINE 4:	NO
LINE 5:	YES
LINE 6:	NO
LINE 7:	NO
LINE 8:	NO
LINE 9:	NO
LINE 10:	NO
LINE 11:	NO

FORM 1065, PAGE 2 (DESIGNATION OF TAX MATTERS PARTNER):

NAME OF DESIGNATED TMP:	LINDA BOOKS
IDENTIFYING NUMBER OF TMP:	001-15-0001
ADDRESS OF DESIGNATED TMP:	100 PATRIOT'S WAY ANYTOWN, GA 45641

FORM 1065, PAGE 3, SCHEDULE K:

LINE 16a:	250
-----------	-----

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b):	25000
LINE 1(d):	4653
LINE 9a(a):	10000
LINE 9a(c):	15000
LINE 9b(a):	10000
LINE 9b(c):	11000
LINE 17(b):	5000
LINE 17(d) (STM 02):	
VARIOUS	2583

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	6070	
LINE 4b:		
TRAVEL AND ENTERTAINMENT		2500
SEE SCH M-1, LINE 4		6000

TEST #15 (Continued):

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1: 20000
LINE 3: 6070
LINE 6b: 20000

FORM 4562:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 1, LINE 22

FORM 4562 - GENERAL FIXED ASSET INFORMATION:

ASSET #1:
COMPUTER SYSTEM
PLACED IN SERVICE: 05/05/99
COST: 5000
MACRS 200DB MQ 5 YR

FORM 4562 - PART II:

LINE 15(c): 5000
LINE 15(d): 5.0 YRS
LINE 15(e): HY
LINE 15(f): 200DB

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

FORM 5884:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 3, OINE 13

LINE 1(c): 15000

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFICATION NUMBER: 001-15-0001
PARTNER'S NAME: LINDA BOOKS
PARTNER'S ADDRESS: 100 PATRIOT'S WAY
ANYTOWN, GA 45641

LINE A: GENERAL PARTNER

TEST #15 (Continued):

SCHEDULE K-1 (FORM 1065), #1 (Continued):

LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE D(ii): END OF YEAR:
PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE E: ATLANTA, GA.
LINE F: Other 1291
LINE J(a): 10000
LINE J(c): 3035
LINE J(d): 10000

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFICATION NUMBER: 001-15-0002
PARTNER'S NAME: MICHAEL PAPIER
PARTNER'S ADDRESS: 1 ANY TREE DRIVE
ANYHAM, GA 45641
LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): BEFORE CHANGE OR TERMINATION:
PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE D(ii): END OF YEAR:
PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE E: ATLANTA, GA.
LINE F: Other 1292
LINE J(a): 10000
LINE J(c): 3035
LINE J(d): 10000

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity LITERARY AGENTS	Use the IRS label. Otherwise, please print or type.	Name of partnership AUTHORS UNLIMITED	D Employer identification number 520000015
B Principal product or service BOOK SALES		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 15 ANY STREET	E Date business started 06/01/89
C Business code number 541990		City or town, state, and ZIP code ANYTOWN, GA 64521	F Total assets (see page 10 of the instructions) \$ 8,653

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 ▶ 2

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

Income	1a Gross receipts or sales	1a	195,000			
	b Less returns and allowances	1b			1c	195,000
	2 Cost of goods sold (Schedule A, line 8)				2	
	3 Gross profit. Subtract line 2 from line 1c				3	195,000
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)				4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	
	7 Other income (loss) (attach schedule)				7	
8 Total income (loss). Combine lines 3 through 7				8	195,000	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	84,000
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	500
	12 Bad debts				12	
	13 Rent				13	5,000
	14 Taxes and licenses				14	7,600
	15 Interest				15	
	16a Depreciation (if required, attach Form 4562)	16a	1,000			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	1,000
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	
	19 Employee benefit programs				19	
	20 Other deductions (attach schedule) STMT 1				20	82,330
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	180,430	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	14,570	

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-00001**

Firm's name (or yours if self-employed) and address **ELECTRONIC TAX FILERS, INC.** EIN **520000099**

100 TECO DRIVE RAIN TOWN, WA ZIP code **98530**

Schedule A Cost of Goods Sold (see page 14 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 (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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	X	
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶	LINDA BOOKS	Identifying number of TMP ▶	001-15-0001
Address of designated TMP ▶	100 PATRIOT'S WAY ANYTOWN, GA 45641		

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	14,570
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	
	b	Ordinary dividends	4b	
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits FORM 5884 WORK OPPORTUNITY CREDIT	13	6,000	
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	14,570
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	195,000
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	250
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	8,500
	22	Distributions of money (cash and marketable securities)	22	20,000
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	14,570
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		14,570					
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		25,000		4,653
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 (attach schedule)				
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets	10,000		15,000	
b Less accumulated depreciation	10,000	0	11,000	4,000
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 (attach schedule)				
14 Total assets		25,000		8,653
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)		5,000		2,583
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		20,000		6,070
22 Total liabilities and capital		25,000		8,653

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	6,070	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$ 2,500		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	14,570
FORM 5884 CREDIT 6,000	8,500		
5 Add lines 1 through 4	14,570		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	20,000	6 Distributions: a Cash	20,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	6,070	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	20,000
5 Add lines 1 through 4	26,070	9 Balance at end of year. Subtract line 8 from line 5	6,070



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-15-0001 **Partnership's identifying number ▶ 520000015**

Partner's name, address, and ZIP code
LINDA BOOKS
100 PATRIOT'S WAY
ANYTOWN, GA 45641

Partnership's name, address, and ZIP code
AUTHORS UNLIMITED
15 ANY STREET
ANYTOWN, GA 64521

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ INDIVIDUAL

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.00000%	50.00000%
Loss sharing	50.00000%	50.00000%
Ownership of capital	50.00000%	50.00000%

E IRS Center where partnership filed return: ATLANTA, GA

F Partner's share of liabilities (see instructions):

Nonrecourse . . . . .	\$	.....
Qualified nonrecourse financing . . . . .	\$	.....
Other	\$	<u>1,291</u>

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
10,000		3,035	(10,000)	3,035

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 7,285	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f		
5 Guaranteed payments to partner	5	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6		
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits <u>SEE LINE 25</u>	13 3,000		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Recapture of low-income housing credit:			} Form 8611, line 8
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 13 - OTHER CREDITS:		
		FORM 5884 WORK OPPORTUNITY CREDIT		3,000
		TOTAL		3,000
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		ORDINARY INCOME (LOSS)		7,285
		NONDEDUCTIBLE EXPENSES		-4,250
		TOTAL		3,035



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-15-0002 **Partnership's identifying number ▶ 520000015**

Partner's name, address, and ZIP code **PARTNER NO: 2**
MICHAEL PAPIER
1 ANY TREE DRIVE
ANYHAM, GA 45641

Partnership's name, address, and ZIP code
AUTHORS UNLIMITED
15 ANY STREET
ANYTOWN, GA 64521

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ INDIVIDUAL

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.00000%	50.00000%
Loss sharing	50.00000%	50.00000%
Ownership of capital	50.00000%	50.00000%

E IRS Center where partnership filed return:

F Partner's share of liabilities (see instructions):

Nonrecourse . . . . .	\$	.....
Qualified nonrecourse financing . . . . .	\$	.....
Other	\$	1,292

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
10,000		3,035	(10,000)	3,035

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 7,285	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits SEE LINE 25	13 3,000		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22	
	23 Distributions of property other than money	23	} Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
	LINE 13 - OTHER CREDITS:		
	FORM 5884 WORK OPPORTUNITY CREDIT		3,000
	TOTAL		3,000
	ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
	ORDINARY INCOME (LOSS)		7,285
	NONDEDUCTIBLE EXPENSES		-4,250
	TOTAL		3,035



TEST #16

FORMS REQUIRED: 1065, F(1040), 3468, 4562, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

MISSISSIPPI BLUFFS LIMITED PARTNERSHIP
16 ANY STREET
ANYTOWN, IA 68882

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: FARMING
LINE B: CORN
LINE C: 111900
LINE D: 52-0000016
LINE E: 05/22/95
LINE H(2): X

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9d: No
LINE 9e: No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1b: X
LINE 2: No
LINE 3: No
LINE 4: No
LINE 5: No
LINE 6: No
LINE 7: No
LINE 8: No
LINE 9: No
LINE 10: No
LINE 11: No

TEST # 16 (Continued):

FORM 1065, PAGE 2 (DESIGNATION OF TAX MATTERS PARTNER):

NAME OF DESIGNATED TMP:	JOHN CALVIN
IDENTIFYING NUMBER OF TMP:	001-16-0001
ADDRESS OF DESIGNATED TMP:	1215 EAST MAIN STREET CORNVILLE, IA 68584

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a:	198
LINE 4b:	556
LINE 8 (STM 01):	
AMERICAN RED CROSS	760
UNIVERSITY OF DUBUQUE	1450
GALENA PRESERVATION SOCIETY	750
DRAKE UNIVERSITY	1524

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b):	46693
LINE 1(d):	38056
LINE 3(b):	224685 (FROM SCHEDULE F, FORM 1040, PART III, LINE 46)
LINE 3(d):	214672 (FROM SCHEDULE F, FORM 1040, PART III, LINE 49)
LINE 4(b):	75657
LINE 4(d):	61556
LINE 5(b):	40000
LINE 5(d):	38750
LINE 6(b):	PREPAID INSURANCE 1157
	ACCRUED INTEREST RECEIVABLE 96
LINE 6(d):	PREPAID INSURANCE 4185
	DUE FROM RELATED PARTIES 6950
	ACCRUED INTEREST RECEIVABLE 103
LINE 8(b):	CORPORATE STOCKS 13750
LINE 8(d):	CORPORATE STOCKS 15856
LINE 9a(a):	485476
LINE 9a(c):	535746
LINE 9b(a):	344685
LINE 9b(c):	386343
LINE 11b:	100000
LINE 11d:	100000
LINE 15(b):	22402
LINE 15(d):	19546
LINE 16(b):	41685
LINE 16(d):	43257

TEST #16 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 17(b):	ACCRUED SALARIES	4850
	PAYROLL TAXES PAYABLE	2586
LINE 17(d) (STM 02):		
	ACCRUED SALARIES	5085
	PAYROLL TAXES PAYABLE	3085
LINE 19(b):	441270	
LINE 19(d):	389572	

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	98950
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FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	130036
LINE 3:	98950
LINE 6a:	60000

SCHEDULE F (FORM 1040):

LINE A:	CORN
LINE B:	111900
LINE E:	NO

SCHEDULE F (FORM 1040) - PART II:

LINE 12:	16254
LINE 13:	16440
LINE 14:	5886
LINE 15:	2565
LINE 16:	41658 (From Form 4562, Part IV, Line 21)
LINE 17:	3145
LINE 18:	15222
LINE 19:	11685
LINE 20:	1556
LINE 21:	1889
LINE 22:	15668
LINE 23a:	14466
LINE 23b:	254
LINE 24:	115657
LINE 26a:	12330
LINE 27:	41554
LINE 28:	15185
LINE 29:	4664

TEST #16 (Continued):

SCHEDULE F (FORM 1040) - PART II (Continued):

LINE 30:	24656	
LINE 31:	12775	
LINE 32:	15994	
LINE 33:	26668	
LINE 34a:	BANK CHARGES	125
LINE 34b:	DUES & SUBSCRIPTIONS	198
LINE 34c:	LEGAL & ACCOUNTING	4255
LINE 34d:	MISCELLANEOUS	1324
LINE 34e:	TELEPHONE	578

SCHEDULE F (FORM 1040) - PART III:

LINE 38:	922437
LINE 39a:	15561
LINE 39b:	15561
LINE 40a:	28554
LINE 40b:	28554
LINE 42:	7446
LINE 46:	224685
LINE 47:	438654
LINE 49:	214672

FORM 3468 - PART I:

LINE 1 (STM 03):

SUBSTANTIAL REHABILITATION PERIOD: 1/1/99 TO 12/31/00
ADJUSTED BASIS OF BUILDING AT BEGINNING OF PERIOD: 750,000
AMOUNT OF QUALIFIED REHABILITATION EXPENDITURES DURING
.....REHABILITATION PERIOD: 650,000

LINE 1b:	5620
LINE 1c:	564580

FORM 4562:

SCHEDULE F, MISSISSIPPI BLUFFS FARM

FORM 4562, PART I:

LINE 2:	50270
LINE 6(a):	FARM EQUIPMENT
LINE 6(b):	50270
LINE 6(c):	0

TEST #16 (Continued):

FORM 4562, PART III:

LINE 17: 41658 (To Schedule F (Form 1040), Line 16)

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER: 001-16-0001
PARTNER'S NAME: JOHN CALVIN
PARTNER'S ADDRESS: 1215 EAST MAIN STREET
CORNVILLE, IA 68584

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE D(ii): PROFIT SHARING 50.00000%
LOSS SHARING 50.00000%
OWNERSHIP OF CAPITAL 50.00000%
LINE E: KANSAS CITY, MO
LINE F: Qualified Nonrecourse Financing 216414
Other 27716
LINE J(a): 66076
LINE J(b): 0
LINE J(c): 49475
LINE J(d): 30000

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER: 001-16-0002
PARTNER'S NAME: ROY HOBBS
PARTNER'S ADDRESS: 2335 WEST ANY AVENUE
ANYTOWN, IA 68920

LINE A: LIMITED PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC

TEST #16 (Continued):

SCHEDULE K-1 (FORM 1065) #2 (Continued):

LINE D(i):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE D(ii):	PROFIT SHARING	50.00000%
	LOSS SHARING	50.00000%
	OWNERSHIP OF CAPITAL	50.00000%
LINE E:	KANSAS CITY, MO	
LINE F:	Qualified Nonrecourse Financing	216415
LINE J(a):	63960	
LINE J(b):	0	
LINE J(c):	49475	
LINE J(d):	30000	

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity FARMING	Use the IRS label. Otherwise, please print or type.	Name of partnership MISSISSIPPI BLUFFS LIMITED PARTNERSHIP	D Employer identification number 52:0000016
B Principal product or service CORN		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 16 ANY STREET	E Date business started 05/22/95
C Business code number 111900		City or town, state, and ZIP code ANYTOWN,, IA 68882	F Total assets (see page 10 of the instructions) \$629,531

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 ▶ _____ **2**

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

Income	1a Gross receipts or sales	1a			
	b Less returns and allowances	1b			1c
	2 Cost of goods sold (Schedule A, line 8)				2
	3 Gross profit. Subtract line 2 from line 1c				3
	4 Ordinary income (loss) from other partnerships, estates, and trusts (<i>attach schedule</i>).				4
	5 Net farm profit (loss) (<i>attach Schedule F (Form 1040)</i>)				5 102,680
	6 Net gain (loss) from Form 4797, Part II, line 18.				6
	7 Other income (loss) (<i>attach schedule</i>).				7
8 Total income (loss). Combine lines 3 through 7				8 102,680	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9
	10 Guaranteed payments to partners				10
	11 Repairs and maintenance				11
	12 Bad debts				12
	13 Rent				13
	14 Taxes and licenses				14
	15 Interest				15
	16a Depreciation (if required, attach Form 4562)	16a			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c
	17 Depletion (Do not deduct oil and gas depletion.)				17
	18 Retirement plans, etc.				18
	19 Employee benefit programs				19
	20 Other deductions (<i>attach schedule</i>)				20
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22 102,680	

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.

Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
	Firm's name (or yours if self-employed) and address ▶ ELECTRONIC TAX FILERS, INC. 100 ANY STREET	RAINTOWN, WA	EIN ▶ 52-0000099	ZIP code ▶ 98530

Schedule A Cost of Goods Sold (see page 14 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 (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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: a <input type="checkbox"/> General partnership b <input checked="" type="checkbox"/> Limited partnership c <input type="checkbox"/> Limited liability company d <input type="checkbox"/> Limited liability partnership e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND 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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶	JOHN CALVIN	Identifying number of TMP ▶	546-85-4424
Address of designated TMP ▶	1215 EAST MAIN STREET CORNVILLE, IA 68584		

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	102,680
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	198
	b	Ordinary dividends	4b	556
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	4,484
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	5,620
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
d	Credits related to other rental activities	12d		
13	Other credits	13		
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	754
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	51,340
	b	Gross farming or fishing income	15b	525,331
	c	Gross nonfarm income	15c	0
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	60,000
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	98,950
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		49,475					
b Limited partners		49,475					

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		46,693		38,056
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories		224,685		214,672
4 U.S. government obligations		75,657		61,556
5 Tax-exempt securities		40,000		38,750
6 Other current assets (attach schedule) LN 6 STMT		1,253		11,238
7 Mortgage and real estate loans				
8 Other investments (attach schedule) LN 8 STMT		13,750		15,856
9a Buildings and other depreciable assets	485,476		535,746	
b Less accumulated depreciation	344,685	140,791	386,343	149,403
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		100,000		100,000
12a Intangible assets (amortizable only)				
b Less accumulated amortization				
13 Other assets (attach schedule)				
14 Total assets		642,829		629,531
Liabilities and Capital				
15 Accounts payable		22,402		19,546
16 Mortgages, notes, bonds payable in less than 1 year		41,685		43,257
17 Other current liabilities (attach schedule) LN 17 STMT		7,436		8,170
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more		441,270		389,572
20 Other liabilities (attach schedule) 3				
21 Partners' capital accounts		130,036		168,986
22 Total liabilities and capital		642,829		629,531

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	98,950	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	98,950
5 Add lines 1 through 4	98,950		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	130,036	6 Distributions: a Cash	60,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	98,950	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	60,000
5 Add lines 1 through 4	228,986	9 Balance at end of year. Subtract line 8 from line 5	168,986



Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-16-0001 **Partnership's identifying number ▶ 52;0000016**

Partner's name, address, and ZIP code
JOHN CALVIN
1215 EAST MAIN STREET
CORNVILLE, IA 68584

Partnership's name, address, and ZIP code
MISSISSIPPI BLUFFS LIMITED PARTNERSHIP
16 ANY STREET
ANYTOWN, IA 68882

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of:
Profit sharing **50.00000** % **50.00000** %
Loss sharing **50.00000** % **50.00000** %
Ownership of capital **50.00000** % **50.00000** %

E IRS Center where partnership filed return: **KANSAS CITY,**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$ **216,414**
Other \$ **27,716**

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
66,076	0	49,475	(30,000)	85,551

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	51,340	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	4a Interest	99	
	4b Ordinary dividends	278	
	4c Royalties		
	4d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	e(1) 28% rate gain (loss)		
	e(2) Total for year.		
4f Other portfolio income (loss) (attach schedule)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner			
6 Net section 1231 gain (loss) (other than due to casualty or theft)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)	2,242	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule).		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	a(1) From section 42(j)(5) partnerships for property placed in service before 1990		
	a(2) Other than on line 12a(1) for property placed in service before 1990		
	a(3) From section 42(j)(5) partnerships for property placed in service after 1989		
	a(4) Other than on line 12a(3) for property placed in service after 1989		
	b Qualified rehabilitation expenditures related to rental real estate activities	2,810	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	12c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.		
	12d Credits related to other rental activities		
13 Other credits			

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 377	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a 51,340	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b 262,665	
	c Gross nonfarm income	15c 0	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (<i>attach schedule</i>)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (<i>attach schedule</i>)	17c	Form 1116, Part I
	d Total applicable deductions and losses (<i>attach schedule</i>)	17d	
	e Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (<i>attach schedule</i>)	17f	Form 1116, Part III
	g Other foreign tax information (<i>attach schedule</i>)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21	
	22 Distributions of money (cash and marketable securities)	22 30,000	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (<i>attach additional schedules if more space is needed</i>):		
		
	LINE 8 - - CHARITABLE CONTRIBUTIONS:		
	AMERICAN RED CROSS	380	
	UNIVERSITY OF DUBUQUE	725	
	GALENA PRESERVATION SOCIETY	375	
	DRAKE UNIVERSITY	762	
	TOTAL	2,242	
		
		
.....			
.....			
.....			
.....			
.....			
.....			
.....			
.....			
.....			



Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-16-0002 **Partnership's identifying number ▶ 52-000016**

Partner's name, address, and ZIP code
ROY HOBBS
2335 WEST ANY AVENUE
ANYTOWN, IA 68920

Partnership's name, address, and ZIP code
MISSISSIPPI BLUFFS LIMITED PARTNERSHIP
16 ANY STREET
ANYTOWN, IA 68882

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of:
Profit sharing **50.00000** % **50.00000** %
Loss sharing **50.00000** % **50.00000** %
Ownership of capital **50.00000** % **50.00000** %
(i) Before change or termination (ii) End of year

E IRS Center where partnership filed return **KANSAS CTY, MO**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$ **216,415**
Other \$

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
63,960		49,475	(30,000)	83,435

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	51,340	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities		
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	99	
	b Ordinary dividends	278	
	c Royalties		
d Net short-term capital gain (loss)			
e Net long-term capital gain (loss):			
(1) 28% rate gain (loss)		Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)	
(2) Total for year.			
f Other portfolio income (loss) (attach schedule)		Enter on applicable line of your return.	
5 Guaranteed payments to partner			
6 Net section 1231 gain (loss) (other than due to casualty or theft)		See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).	
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)	2,242	Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule)		
Credits	12a Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990		
	(2) Other than on line 12a(1) for property placed in service before 1990		
	(3) From section 42(j)(5) partnerships for property placed in service after 1989		
	(4) Other than on line 12a(3) for property placed in service after 1989		
	b Qualified rehabilitation expenditures related to rental real estate activities	2,810	See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities		
	d Credits related to other rental activities		
13 Other credits			

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 8 - CHARITABLE CONTRIBUTIONS:		
		AMERICAN RED CROSS	380	
		UNIVERSITY OF DUBUQUE	725	
		GALENA PRESERVATION SOCIETY	375	
		DRAKE UNIVERSITY	762	
		TOTAL	2,242	



TEST # 17

FORMS REQUIRED: 1065, 4562, 4684, 4835, 5884, 6198, 8271, 8308, 8824, 8826, 8861, 3 K-1s (1065),

FORM 1065, PAGE 1: IDENTIFYING INFORMATION:

NAME OF PARTNERSHIP:

OBIE SWEET HORSE LIMITED PARTNERSHIP
17 ANY STREET
ANYTOWN, MD 21042

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530

EIN: 52-0000099

PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: HORSE BREEDING

LINE B: HORSES

LINE C: 112900

LINE D: 52-0000017

LINE E: 07/01/92

LINE H(1): X

LINE 1a: 41610

LINE 7 (STM 01):

21 MISCELLANEOUS INCOME
1000 TAXABLE INSURANCE PROCEEDS

LINE 9: 6250

LINE 11: 926

LINE 13: 18450

LINE 14: 1960

LINE 15: 6545

LINE 20 - OTHER DEDUCTIONS (STM 02):

ADVERTISING	516
FARM MAINTENANCE	384
FARRIERS	326
VETERNARIANS	791
STRAW & SHAVINGS	241
BREEDING FEES	2550
FEED & HAY	1151
MEDICINES	136
TACK SUPPLIES	91
HORSE SUPPLIES	82

TEST # 17 (Continued):

FORM 1065, PAGE1 (Continued):

LINE 20 - OTHER DEDUCTIONS (STM 02) (Continued):

TRAINERS

418

FORM 1065, PAGE 2, SCHEDULE A:

LINE 1: 2515

LINE 2: 5681

LINE 7: 1850

LINE 9(a): X

LINE 9(d): NO

LINE 9(e): NO

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1(b): X

LINE 2: NO

LINE 3: NO

LINE 4: NO

LINE 5: YES

LINE 6: NO

LINE 7: NO

LINE 8: NO

LINE 9: NO

LINE 10: NO

LINE 11: NO

NAME OF DESIGNATED TMP:

JUDI DOOTI

IDENTIFYING NUMBER OF DESIGNATED TMP:

001-17-0001

ADDRESS OF DESIGNATED TMP:

10 PONY PARK

PONYSBURG, MD 21042

FORM 1065, PAGE 3, SCHEDULE K:

LINE 3a: 6555

LINE 3b: 2317

LINE 11:

CASUALTY LOSS

4337

LINE 16a: 1126

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 4250

LINE 1(d): 10323

LINE 8(b): 15000

TEST # 17 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 8(d):	15000
LINE 9a(a):	47451
LINE 9a(c):	217808
LINE 9b(a):	15350
LINE 9b(c):	23804
LINE 19(b):	70154
LINE 19(d):	273464

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	-35999
LINE 2:	21
LINE 4:	18250

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	-16288
LINE 2:	8144
LINE 3:	-35999
LINE 6a:	8144

FORM 4562:

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, PAGE 1, LINE 22**

FORM 4562 - PART II:

LINE 15c(c):	12857
LINE 15c(d):	7.0 YRS
LINE 15c(e):	HY
LINE 15c(f):	200DB
LINE 15c(g):	1837
LINE 15i(b):	04/15/99
LINE 15i(c):	170000
LINE 15i(g):	3088

FORM 4562 - PART III:

LINE 17:	8172
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FORM 4562, PART V, SECTION C:

LINE 35	NO
LINE 36	NO
LINE 37	NO
LINE 38	NO
LINE 39	NO

TEST # 17 (Continued):

FORM 4684, PAGE 2, SECTION B, PART I:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 3, LINE 11

LINE 19A: VELVET SHOW SADDLE.....12/02/99

LINE 20A: 4337

FORM 4684, PAGE 2, SECTION B, PART II:

LINE 29(a): THEFT OF SHOW SADDLE

LINE 29(b)(ii): 4337

FORM 4835:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 3, LINE 3c

FORM 4835, PART I:

LINE 1: 6555

FORM 4835, PART II:

LINE 22a: 1850

LINE 23: 412

LINE 30a: 55 LICENSE

FORM 5884:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 1, LINE 9

LINE 1(b): 15000 QUALIFIED WAGES

FORM 6198:

ACTIVITY TO WHICH THIS FORMS RELATES:

FORM 1065, PAGE 4, LINE 8

LINE 1: -15821

LINE 6: 5000

LINE 7: 0

LINE 9: 5000

FORM 8271:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 4, LINE 8

LINE 1(a): VELVET THUNDER RACE HORSE SYNDICATION

LINE 1(b): 12345678912

LINE 1(c): 85-4975621

TEST # 17 (Continued):

FORM 8308:

ACTIVITY TO WHICH THIS FORM RELATED:

FORM 1065, K-1s #2 & #3

FORM 8308 - PART I: NIKI WIKI
TELEPHONE: (410) 555-4810

FORM 8308 - PART II: BARBARA MAY GUNN

FORM 8308 - PART III: DATE OF SALE OR EXCHANGE OF
PARTNERSHIP INTEREST: 07/01/99

FORM 8824:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 4, LINE 9

LINE 1: KABOTO TRACTOR
LINE 2: ROWLAND TRACTOR
LINE 3: 04/04/97
LINE 4: 05/05/99
LINE 5: 05/05/99
LINE 6: 05/05/99
LINE 7(c): X

FORM 8824, PART III:

LINE 16: 13500
LINE 18: 12857

FORM 8826:

ACTIVITY TO WHICH THIS FORM RELATES:

FORM 1065, PAGE 4, LINE 9

FORM 8826, PART I:

LINE 1: 12500

FORM 8861:

ACTIVITY TO WHICH THIS FORMS RELATES:

FORM 1065, PAGE 1, LINE 9

FORM 8861, PART I:

LINE 1(a): 35000 QUALIFIED FIRST-YEAR WAGES

TEST # 17 (Continued):

SCHEDULE K-1 (FORM 1065), #1:

PARTNER'S IDENTIFICATION NUMBER: 001-17-0001

PARTNER'S NAME: JUDI DOOTI

PARTNER'S ADDRESS: 10 PONY PARK
PONYSBURG, MD 21042

LINE A: GENERAL PARTNER

LINE B: INDIVIDUAL

LINE C: DOMESTIC

LINE D(i): BEFORE CHANGE OR TERMINATION:

PROFIT SHARING 50.00000%

LOSS SHARING 50.00000%

OWNERSHIP OF CAPITAL 50.00000%

LINE D(ii): END OF YEAR:

PROFIT SHARING 50.00000%

LOSS SHARING 50.00000%

OWNERSHIP OF CAPITAL 50.00000%

LINE E: PHILADELPHIA, PA

LINE F: Qualified nonrecourse financing 136732

LINE J(a): -8144

LINE J(c): -18000

SCHEDULE K-1 (FORM 1065), #2:

PARTNER'S IDENTIFICATION NUMBER: 001-17-0002

PARTNER'S NAME: NIKI WIKI

PARTNER'S ADDRESS: 10 O.B. SWEET STREET
ANYTOWN, MD 21042

LINE A: LIMITED PARTNER

LINE B: INDIVIDUAL

LINE C: DOMESTIC

LINE D(i): BEFORE CHANGE OR TERMINATION:

PROFIT SHARING 50.00000%

LOSS SHARING 50.00000%

OWNERSHIP OF CAPITAL 50.00000%

LINE D(ii): END OF YEAR:

PROFIT SHARING 0.00000%

LOSS SHARING 0.00000%

OWNERSHIP OF CAPITAL 0.00000%

LINE E: PHILADELPHIA, PA

LINE F: Qualified nonrecourse financing 0

LINE J(a): -8144

LINE J(b): 8144

LINE J(c): 0

LINE I: X

TEST # 17 (Continued):

SCHEDULE K-1 (FORM 1065), #3:

PARTNER'S IDENTIFICATION NUMBER: 001-17-0003
PARTNER'S NAME: BARBARA MAY GUNN
PARTNER'S ADDRESS: 10 ANY PARKWAY
ANY CITY, MO 64114

LINE A: LIMITED PARTNER

LINE B: INDIVIDUAL

LINE C: DOMESTIC

LINE D(i): BEFORE CHANGE OR TERMINATION:

PROFIT SHARING 0.00000%

LOSS SHARING 0.00000%

OWNERSHIP OF CAPITAL 0.00000%

LINE D(ii): END OF YEAR:

PROFIT SHARING 50.00000%

LOSS SHARING 50.00000%

OWNERSHIP OF CAPITAL 50.00000%

LINE E: PHILADELPHIA, PA

LINE F: Qualified nonrecourse financing 136732

LINE J(a): 0

LINE J(c): -17999

LINE J(d): 8144

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity HORSE BREEDING	Use the IRS label. Otherwise, please print or type.	Name of partnership OBIE SWEET HORSE LIMITED PARTNERSHIP	D Employer identification number 52-0000017
B Principal product or service HORSES		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 17 ANY STREET	E Date business started 07/01/92
C Business code number 112900		City or town, state, and ZIP code ANYTOWN, MD 21042	F Total assets (see page 10 of the instructions) \$ 221,177

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 ▶ _____ **3**

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

Income	1a Gross receipts or sales	1a	41,610		
	b Less returns and allowances	1b		1c	41,610
	2 Cost of goods sold (Schedule A, line 8)	2		6,346	
	3 Gross profit. Subtract line 2 from line 1c	3		35,264	
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)	4			
	5 Net farm profit (loss) (attach Schedule F (Form 1040))	5			
	6 Net gain (loss) from Form 4797, Part II, line 18.	6			
	7 Other income (loss) (attach schedule)	7		1,021	
8 Total income (loss). Combine lines 3 through 7	8		36,285		
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)	9		6,250	
	10 Guaranteed payments to partners	10			
	11 Repairs and maintenance	11		926	
	12 Bad debts	12			
	13 Rent	13		18,450	
	14 Taxes and licenses	14		1,960	
	15 Interest	15		6,545	
	16a Depreciation (if required, attach Form 4562)	16a	13,097		
	b Less depreciation reported on Schedule A and elsewhere on return	16b		13,097	
	17 Depletion (Do not deduct oil and gas depletion.)	17			
	18 Retirement plans, etc.	18			
	19 Employee benefit programs	19			
	20 Other deductions (attach schedule)	20		6,686	
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20	21		53,914		
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8	22		-17,629		

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.

Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
	Firm's name (or yours if self-employed) and address ▶ ELECTRONIC TAX FILERS, INC. 100 TECHO DRIVE	RAINTOWN, WA	EIN ▶ 52-0000099	ZIP code ▶ 98530

Schedule A Cost of Goods Sold (see page 14 of the instructions)

1	Inventory at beginning of year	1	2,515
2	Purchases less cost of items withdrawn for personal use	2	5,681
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	8,196
7	Inventory at end of year	7	1,850
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	6,346

- 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:		
a <input type="checkbox"/> General partnership		
b <input checked="" type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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	X	
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **JUDI DOOTI** Identifying number of TMP ▶ **001-17-0001**

Address of designated TMP ▶ **10 PONY PARK**

PONYSBURG, MD 21042

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	-17,629
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	6,555
	b	Expenses from other rental activities (attach schedule)	3b	2,317
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	4,238
	4	Portfolio income (loss):		
	a	Interest income	4a	
	b	Ordinary dividends	4b	
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	4,337
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits	13	23,250	
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	-6,695
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	42,840
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	1,126
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	18,271
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1	Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b					1	-17,728
2	Analysis by partner type:						
	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a	General partners	-8,863	-8,865				
b	Limited partners						

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		4,250		10,323
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories		2,515		1,850
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets (attach schedule)				
7 Mortgage and real estate loans				
8 Other investments (attach schedule) Ln 8 Stmt		15,000		15,000
9a Buildings and other depreciable assets	47,451		217,808	
b Less accumulated depreciation	15,350	32,101	23,804	194,004
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 (attach schedule)				
14 Total assets		53,866		221,177
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities (attach schedule)				
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more		70,154		273,464
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		-16,288		-52,287
22 Total liabilities and capital		53,866		221,177

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1	Net income (loss) per books	-35,999	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): See Sch. M-1, Line 2	21	a	Tax-exempt interest \$	
3	Guaranteed payments (other than health insurance)		7	Deductions included on Schedule K, lines 1 through 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a	Depreciation \$	
	a Depreciation \$		8	Add lines 6 and 7	
	b Travel and entertainment \$ See Sch. M-1, Line 4	18,250	9	Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	17,728
5	Add lines 1 through 4	-17,728			

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1	Balance at beginning of year	-16,288	6	Distributions: a Cash	8,144
2	Capital contributed during year	8,144	b Property		
3	Net income (loss) per books	-35,999	7	Other decreases (itemize):	
4	Other increases (itemize):		8	Add lines 6 and 7	
5	Add lines 1 through 4	-44,143	9	Balance at end of year. Subtract line 8 from line 5	-52,287



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-17-0001 **Partnership's identifying number** ▶ 52:0000017

Partner's name, address, and ZIP code PARTNER NO: 1
JUDI DOOTI
10 PONY PARK
PONYSBURG, MD 21042

Partnership's name, address, and ZIP code
OBIE SWEET HORSE LIMITED PARTNERSHIP
17 ANY STREET
ANYTOWN, MD 21042

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.00000 %	50.00000 %
Loss sharing	50.00000 %	50.00000 %
Ownership of capital	50.00000 %	50.00000 %

E IRS Center where partnership filed return: **PHILA., PA**

F Partner's share of liabilities (see instructions):

Nonrecourse	\$	
Qualified nonrecourse financing	\$	136,732
Other	\$	

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
-8,144		-18,000	()	-26,144

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 -8,814	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3 2,119	
	4 Portfolio income (loss):		Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f)
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
f Other portfolio income (loss) (attach schedule)	4f	Enter on applicable line of your return.	
5 Guaranteed payments to partner	5	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6		
7 Other income (loss) (attach schedule)	7		Enter on applicable line of your return.
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule). SEE LINE 25.	11 2,168	
Credits	12a Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
	13 Other credits SEE LINE 25	13 11,625	

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 11 - OTHER DEDUCTIONS:		
		CASUALTY/THEFT LOSS ON INCOME PROPERTY	2,168	
		TOTAL	2,168	
		LINE 13 - OTHER CREDITS:		
		FORM 5884 WORK OPPORTUNITY CREDIT	3,000	
		FORM 8826 DISABLED ACCESS CREDIT	2,500	
		FORM 8861 WELFARE-TO-WORK CREDIT	6,125	
		TOTAL	11,625	
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		ORDINARY INCOME (LOSS)	-8,815	
		NET INCOME (LOSS) FROM OTHER RENTALS	2,119	
		OTHER DEDUCTIONS	-2,169	
		NONDEDUCTIBLE EXPENSES	-9,136	
		ROUNDING	1	
	TOTAL	18,000		



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-17-0002 **Partnership's identifying number** ▶ 52-0000017

Partner's name, address, and ZIP code PARTNER NO: 2
NIKI WIKI
10 O.B. SWEET STREET
PONYSBURG, MD 21042

Partnership's name, address, and ZIP code
OBIE SWEET HORSE LIMITED PARTNERSHIP
17 ANY STREET
ANYTOWN, MD 21042

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	50.00000 %	0.00000 %
Loss sharing	50.00000 %	0.00000 %
Ownership of capital	50.00000 %	0.00000 %

E IRS Center where partnership filed return: PHILA., PA

F Partner's share of liabilities (see instructions):

Nonrecourse	\$	
Qualified nonrecourse financing	\$	0
Other	\$	

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
-8,144	8,144	0	()	0

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 0	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3 0	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	} See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	11 Other deductions (attach schedule) SEE LINE 25	11 0	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits SEE LINE 25	13 0		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	
	23	Distributions of property other than money	23	
	24	Recapture of low-income housing credit:			Form 8611, line 8
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 11 - OTHER DEDUCTIONS:		
		CASUALTY/THEFT LOSS ON INCOME PROPERTY		0
		TOTAL		0
		LINE 13 - OTHER CREDITS:		
		FORM 5884 WORK OPPORTUNITY CREDIT		0
		FORM 8826 DISABLED ACCESS CREDIT		0
		FORM 8861 WELFARE-TO-WORK CREDIT		0
		TOTAL		0
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:		
		ORDINARY INCOME (LOSS)		0
		NET INCOME (LOSS) FROM OTHER RENTALS		0
		OTHER DEDUCTIONS		0
		NONDEDUCTIBLE EXPENSES		0
		OTHER M-1 ADJUSTMENTS		0
	TOTAL		0	



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-17-0003 **Partnership's identifying number** ▶ 52:000017

Partner's name, address, and ZIP code PARTNER NO. 3
BARBARA MAY GUNN
10 WARD PARKWAY
ANYCITY, MO 64114

Partnership's name, address, and ZIP code
OBIE SWEET HORSE LIMITED PARTNERSHIP
17 ANY STREET
ANYTOWN, MD 21042

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ INDIVIDUAL

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	0.000	%	50.00000	%
Loss sharing	0.000	%	50.00000	%
Ownership of capital	0.000	%	50.00000	%

E IRS Center where partnership filed return: PHILA., PA

F Partner's share of liabilities (see instructions):

Nonrecourse . . . . .	\$	.....
Qualified nonrecourse financing	\$	136,732
Other . . . . .	\$	.....

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
0		-17,999	(8,144)	-26,143

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 -8,815	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3 2,119	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f		
5 Guaranteed payments to partner	5	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6		
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule). SEE LINE 25	11 2,169	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
	13 Other credits SEE LINE 25	13 11,625	

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:	
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)		
		(2) Investment expenses included on line 10	b(2)		
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b	Gross farming or fishing income	15b		
	c	Gross nonfarm income	15c		21,420
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.	
	b	Adjusted gain or loss	16b		
	c	Depletion (other than oil and gas)	16c		
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)		
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)		
	e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes	
	b	Name of foreign country or possession ▶			
	c	Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I	
	d	Total applicable deductions and losses (attach schedule)	17d		
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II	
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III	
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.	
Other	18	Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b	Amount	18b		
	19	Tax-exempt interest income	19	Form 1040, line 8b	
	20	Other tax-exempt income	20	} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).	
	21	Nondeductible expenses	21		9,136
	22	Distributions of money (cash and marketable securities)	22		
	23	Distributions of property other than money	23		
	24	Recapture of low-income housing credit:			} Form 8611, line 8
a	From section 42(j)(5) partnerships	24a			
b	Other than on line 24a	24b			
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):			
		LINE 11 - OTHER DEDUCTIONS:			
		CASUALTY/THEFTS LOSS ON INCOME PROPERTY	2,169		
		TOTAL	2,169		
		LINE 13 - OTHER CREDITS:			
		FORM 5884 WORK OPPORTUNITY CREDIT	3,000		
		FORM 8826 DISABLED ACCESS CREDIT	2,500		
		FORM 8861 WELFARE-TO-WORK CREDIT	6,125		
		TOTAL	11,625		
		ITEM J (C) - CAPITAL ACCOUNT ADJUSTMENTS:			
		ORDINARY INCOME (LOSS)	-8,815		
		NET INCOME (LOSS) FROM OTHER RENTALS	2,119		
		OTHER DEDUCTIONS	-2,169		
		NONDEDUCTIBLE EXPENSES	-9,135		
		ROUNDING	1		
	TOTAL	-17,999			



TEST #18

**FORMS REQUIRED: 1065, A (8609), D (1065), 4562, 4797, 8283, 8586,
8609, 8611, 8825**

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

HOUSING LIMITED PARTNERSHIP
18 ANY STREET
ANYTOWN, WI 53285

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530

EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: RENTAL UNITS
LINE B: HOUSING
LINE C: 531110
LINE D: 52-0000018
LINE E: 05/09/91
LINE H(2): X

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9(d): No
LINE 9(e): No

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1b: X
LINE 2: No
LINE 3: No
LINE 4: No
LINE 5: No
LINE 6: No
LINE 7: No
LINE 8: No
LINE 9: No
LINE 10: No
LINE 11: No

TEST # 18 (Continued):

FORM 1065, PAGE 2 (DESIGNATION OF TAX MATTERS PARTNER):

NAME OF DESIGNATED TMP:	EDWIN KOPPISCH
IDENTIFYING NUMBER OF DESIGNATED TMP:	001-18-0001
ADDRESS OF DESIGNATED TMP:	4215 ANYLAKE AVENUE ANYFISH BAY, WI 53290

FORM 1065, PAGE 3, SCHEDULE K:

LINE 4a: 35743

LINE 4b: 25840

LINE 8 (STM 01):

MARQUETTE UNIVERSITY	1750
GOLDA MEIR FOUNDATION (SEE FORM 8283)	3550
MILLER FIELD VICTIMS RELIEF FUND	4750

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 297698

LINE 1(d): 14408

LINE 2a(a): 1255

LINE 2a(c): 301542

LINE 2b(a): 250

LINE 2b(c): 250

LINE 4(b): 20000

LINE 4(d): 50000

LINE 5(b): 36000

LINE 5(d): 36000

LINE 6(b): PREPAID OFFICE INSURANCE 12865

DUE FROM RELATED PROPERTIES 54865

ACCRUED INTEREST RECEIVABLE 1256

DIVIDENDS RECEIVABLE 1050

LINE 6(d): PREPAID OFFICE INSURANCE 13520

DUE FROM RELATED PROPERTIES 44518

ACCRUED INTEREST RECEIVABLE 1231

DIVIDENDS RECEIVABLE 1075

LINE 7(b): 423505

LINE 7(d): 399132

LINE 8(b): CORPORATE STOCKS 595785

CORPORATE BONDS 485085

LINE 8(d): CORPORATE STOCKS 623585

CORPORATE BONDS 560521

LINE 9a(a): 13548680

LINE 9a(c): 13548680

TEST # 18 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 9b(a):	4856085	
LINE 9b(c):	5204706	
LINE 11b:	1237753	
LINE 11d:	1237753	
LINE 13(b):	PERFORMANCE GUARANTY BONDS	12750
LINE 13(d):	PERFORMANCE GUARANTY BONDS	53254
LINE 15(b):	935435	
LINE 15(d):	1015685	
LINE 16(b):	345856	
LINE 16(d):	365742	
LINE 17(b):	ACCRUED SALARIES	11425
	PAYROLL TAXES PAYABLE	5602
	CLIENT RETAINER FEES	14500
LINE 17(d) (STM 02):		
	ACCRUED SALARIES	10851
	PAYROLL TAXES PAYABLE	5800
	CLIENT RETAINER FEES	39850
LINE 19(b):	8304223	
LINE 19(d):	7958367	

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1: 653797

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1: 2255171
LINE 3: 653797
LINE 6a: 625000

SCHEDULE A (FORM 8609):

LINE C: BUILDING 1DN WI91-0005
LINE 1: 0
LINE 2: 0.8800
LINE 5: 0.0391
LINE 16: 0

SCHEDULE D (FORM 1065), PART II:

LINE 6(a): 500 SH HARLEY-DAVIDSON
LINE 6(b): 06/12/93
LINE 6(c): 09/23/99
LINE 6(d): 39250

TEST #18 (Continued):

SCHEDULE D (FORM 1065), PART II (Continued):

LINE 6(e): 32765

FORM 4562 (FOR FORM 8825):

LINE 17: 348621

FORM 4562, PART V, SECTION C:

LINE 35 NO

LINE 36 NO

LINE 37 NO

LINE 38 NO

LINE 39 NO

FORM 4797, PART I:

LINE 1: 245000

LINE 2(a): APT BLDG

LINE 2(b): 06/30/91

LINE 2(c): 09/12/99

LINE 2(d): 245000

LINE 2(e): 151203

LINE 2(f): 255545

FORM 8283, PART I:

LINE 1A(a): GOLDA MEIR FOUNDATION
3611 ANY AVENUE
ANYTOWN, WI 53285

LINE 1A(b): FOOD AND CLOTHING

LINE 1A(c): 9/23/99

LINE 1A(d): VARIOUS

LINE 1A(e): PURCHASE

LINE 1A(f): 3550

LINE 1A(g): 3550

LINE 1A(h): SALVATION ARMY GUIDE

FORM 8586, PART I:

LINE 1: 1

LINE 2: 0

LINE 3(a): 0

LINE 3(b): YES

LINE 3(b)i: WI91-0005

TEST #18 (Contiued):

FORM 8586, PART I (Continued):

LINE 4: 0

FORM 8609, PART I:

LINE A: 1732 ANY AVENUE
ANYTOWN, WI 53295
LINE B: WISCONSIN HOUSING AGENCY
4127 ANY AVENUE
ANYTOWN, WISCONSIN 53280
LINE C: HOUSING LIMITED PARTNERSHIP
18 ANY STREET
ANYTOWN, WI 53285
LINE C: TIN 52-0000018
LINE D: 52-800-2050
LINE E: WI91-0005
LINE 1a: 6/30/91
LINE 1b: 10400
LINE 2: 4.00%
LINE 3a: 260000
LINE 4: 0%
LINE 5: 6/30/91
LINE 6a: X

FORM 8609, PART II:

LINE 7a: 6/30/91
LINE 7b: 255545
LINE 8a: 255545
LINE 8b: Yes
LINE 9a: No
LINE 9b: No
LINE 10a: No
LINE 10c: 40-60

FORM 8611:

LINE A: HOUSING LIMITED PARTNERSHIP
LINE B: 52-0000018
LINE C: 18 ANY STREET
ANYTOWN, WI 53285
LINE D: WI91-0005
LINE E: 6/30/91
LINE 1: 66433

TEST #18 (Continued):

FORM 8611 (Continued):

LINE 2: 0
LINE 4: 0.333
LINE 6: 100%
LINE 11: 7357

FORM 8825:

LINE A: SCATTERED SITE APARTMENTS
1700-1730 ANY AVENUE, ANYTOWN, WISCONSIN 53295
LINE 2(A): 3126015
LINE 3(A): 28790
LINE 4(A): 50083
LINE 5(A): 160340
LINE 6(A): 24996
LINE 7(A): 73551
LINE 8(A): 25260
LINE 9(A): 56436
LINE 10(A): 282626
LINE 11(A): 438930
LINE 12(A): 404908
LINE 13(A): 531485
LINE 14(A): 348621
LINE 15(A): TELEPHONE 59910
SUBCONTRACTORS 184958

SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER: 001-18-0001
PARTNER'S NAME: EDWIN KOPPISCH
PARTNER'S ADDRESS: 4215 ANYLAKE AVENUE
ANYFISH BAY, WI 53290

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 55.00000%
LOSS SHARING 55.00000%
OWNERSHIP OF CAPITAL 55.00000%
LINE D(ii): PROFIT SHARING 55.00000%
LOSS SHARING 55.00000%
OWNERSHIP OF CAPITAL 55.00000%
LINE E: KANSAS CITY, MO.

TEST #18 (Continued):

SCHEDULE K-1 (FORM 1065) #1 (Continued):

LINE F:	Nonrecourse	16500
	Qualified Nonrecourse Financing	4578260
	Other	1042186
LINE J(a):	1185612	
LINE J(c):	359588	
LINE J(d):	343750	

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER: 001-18-0002
PARTNER'S NAME: AGELESS WONDER
PARTNER'S ADDRESS: 11525 ANY HIGHWAY
ANYTOWN, WI 53711

LINE A:	LIMITED PARTNER	
LINE B:	INDIVIDUAL	
LINE C:	DOMESTIC	
LINE D(i):	PROFIT SHARING	45.00000%
	LOSS SHARING	45.00000%
	OWNERSHIP OF CAPITAL	45.00000%
LINE D(ii):	PROFIT SHARING	45.00000%
	LOSS SHARING	45.00000%
	OWNERSHIP OF CAPITAL	45.00000%
LINE E:	KANSAS CITY, MO.	
LINE F:	Nonrecourse	13500
	Qualified Nonrecourse Financing	3745849
LINE J(a):	1069559	
LINE J(c):	294209	
LINE J(d):	281250	

U.S. Partnership Return of Income

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity RENTAL UNITS	Use the IRS label. Otherwise, please print or type.	Name of partnership HOUSING LIMITED PARTNERSHIP	D Employer identification number 52:0000018
B Principal product or service HOUSING		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 18 ANY STREET	E Date business started 05/09/91
C Business code number 531110		City or town, state, and ZIP code ANYTOWN, WI 53285	F Total assets (see page 10 of the instructions) \$ 11,680,263

- 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 ▶ **2**

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

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

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.

▶ Signature of general partner or limited liability company member ▶ Date

Paid Preparer's Use Only

Preparer's signature ▶	Date	Check if self-employed ▶ <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
Firm's name (or yours if self-employed) and address ▶ ELECTRONIC TAX FILERS, INC. 100 TECO DRIVE, RAIN TOWN, WA	EIN ▶ 52:0000099	ZIP code ▶ 98530	

Schedule A Cost of Goods Sold (see page 14 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 (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input type="checkbox"/> General partnership		
b <input checked="" type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶ **EDWIN KOPPISCH** Identifying number of TMP ▶ **001-18-0001**

Address of designated TMP ▶ **4215 ANYLAKE AVENUE**
ANYFISH BAY, WI 53290

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	455,121
	3a	Gross income from other rental activities	3a	
	b	Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
	a	Interest income	4a	35,743
	b	Ordinary dividends	4b	25,840
	c	Royalty income	4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1)	28% rate gain (loss)	4e(2)	6,485
	(2)	Total for year		
f	Other portfolio income (loss) (attach schedule)	4f		
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6	140,658	
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	10,050
	9	Section 179 expense deduction (attach Form 4562)	9	
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
d	Credits related to other rental activities	12d		
13	Other credits	13		
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	61,583
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	625,000
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	653,797
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		359,591					
b Limited partners		294,206					

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		297,698		14,408
2a Trade notes and accounts receivable	1,255		301,542	
b Less allowance for bad debts	250	1,005	250	301,292
3 Inventories				
4 U.S. government obligations		20,000		50,000
5 Tax-exempt securities		36,000		36,000
6 Other current assets (attach schedule) LN 6 STMT		70,036		60,344
7 Mortgage and real estate loans		423,505		399,132
8 Other investments (attach schedule) LN 8 STMT		1,080,870		1,184,106
9a Buildings and other depreciable assets	13,548,680		13,548,680	
b Less accumulated depreciation	4,856,085	8,692,595	5,204,706	8,343,974
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)		1,237,753		1,237,753
12a Intangible assets (amortizable only)				
b Less accumulated amortization				
13 Other assets (attach schedule) LN 13 STMT		12,750		53,254
14 Total assets		11,872,212		11,680,263
Liabilities and Capital				
15 Accounts payable		935,435		1,015,685
16 Mortgages, notes, bonds payable in less than 1 year		345,856		365,742
17 Other current liabilities (attach schedule) Ln 17 Stmt		31,527		56,501
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more		8,304,223		7,958,367
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		2,255,171		2,283,968
22 Total liabilities and capital		11,872,212		11,680,263

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	653,797	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	653,797
5 Add lines 1 through 4	653,797		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	2,255,171	6 Distributions: a Cash	625,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	653,797	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	625,000
5 Add lines 1 through 4	2,908,968	9 Balance at end of year. Subtract line 8 from line 5	2,283,968



Partner's Share of Income, Credits, Deductions, etc.

1999

▶ See separate instructions.

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-18-0001 **Partnership's identifying number** ▶ 52:0000018

Partner's name, address, and ZIP code
EDWIN KOPPISCH
4215 ANYLAKE AVENUE
ANYFISH BAY, WI 53290

Partnership's name, address, and ZIP code
HOUSING LIMITED PARTNERSHIP
18 ANY STREET
ANYTOWN, WI 53285

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of:
 (i) Before change or termination (ii) End of year
 Profit sharing **55.00000** % **55.00000** %
 Loss sharing **55.00000** % **55.00000** %
 Ownership of capital **55.00000** % **55.00000** %

E IRS Center where partnership filed return: **KANS CITY, MO**

F Partner's share of liabilities (see instructions):
 Nonrecourse \$
 Qualified nonrecourse financing \$ **4,578,260**
 Other \$ **1,072,186**

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
1,185,612		359,588	(343,750)	1,201,450

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	2 Net income (loss) from rental real estate activities	250,317	
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		
	a Interest	19,659	
	b Ordinary dividends	14,212	
	c Royalties		
d Net short-term capital gain (loss)			
e Net long-term capital gain (loss):			
(1) 28% rate gain (loss)			
(2) Total for year.	3,567		
f Other portfolio income (loss) (attach schedule)			
5 Guaranteed payments to partner		See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	77,362		
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule) Ln 25	5,526	Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule)		
Credits	12a Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 33,871	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22 343,750	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b 16,216		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
		LINE 8 - CHARITABLE CONTRIBUTIONS:		
		MARQUETTE UNIVERSITY	962	
		GOLDA MEIR FOUNDATION (SEE FORM 8283)	1,952	
		MILLER FIELD VICTIMS RELIEF FUND	2,612	
		TOTAL	5,526	
			
			
			
			



Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-18-0002 **Partnership's identifying number ▶ 52:0000018**

Partner's name, address, and ZIP code
AGELESS WONDER
11525 ANY HIGHWAY
ANY TOWN, WI 53711

Partnership's name, address, and ZIP code
HOUSING LIMITED PARTNERSHIP
18 ANY STREET
ANYTOWN, WI 53285

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of:
 (i) Before change or termination (ii) End of year
 Profit sharing **45.00000** % **45.00000** %
 Loss sharing **45.00000** % **45.00000** %
 Ownership of capital **45.00000** % **45.00000** %

E IRS Center where partnership filed return: **KANS CITY, MO**

F Partner's share of liabilities (see instructions):
 Nonrecourse \$
 Qualified nonrecourse financing \$ **3,745,849**
 Other \$

G Tax shelter registration number ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
1,069,559		294,209	(281,250)	1,082,518

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	204,804	
	3 Net income (loss) from other rental activities		
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
	a Interest	16,084	
	b Ordinary dividends	11,628	
	c Royalties		
	d Net short-term capital gain (loss)		
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.
	(2) Total for year.	2,918	
f Other portfolio income (loss) (attach schedule)		} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner			
6 Net section 1231 gain (loss) (other than due to casualty or theft)	63,296	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)			
Deductions	8 Charitable contributions (see instructions) (attach schedule)	4,524	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction		
	10 Deductions related to portfolio income (attach schedule)		
	11 Other deductions (attach schedule)		
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 27,712	
		(2) Investment expenses included on line 10	b(2)	
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)	
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes
	b	Name of foreign country or possession ▶		
	c	Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18	Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b	Amount	18b	
	19	Tax-exempt interest income	19	Form 1040, line 8b
	20	Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22 281,250	
	23	Distributions of property other than money	23	Form 8611, line 8
	24	Recapture of low-income housing credit:		
a	From section 42(j)(5) partnerships	24a		
b	Other than on line 24a	24b 13,267		
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		

		LINE 8 - CHARITABLE CONTRIBUTIONS:		
		MARQUETTE UNIVERSITY	788	
		GOLDA MEIR FOUNDATION (SEE FORM 8283)	1,598	
		MILLER FIELD VICTIMS RELIEF FUND	2,138	
		TOTAL	4,524	



TEST #19

FORMS REQUIRED: 1065, A (8847), D (1065), J (5471),
M (5471), N (5471), O (5471), 982, 3520, 3520A,
4562, 5471, 6478, 8082, 8594, 8621, 8804, 8813,
8830, 8835, 8845, 8846, 8847, 8866, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

WALL STREET INVESTMENT PARTNERSHIP
19 ANY STREET
ANYTOWN, IL 60893

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: INVESTMENTS
LINE B: FIN ADVISORS
LINE C: 523900
LINE D: 52-0000019
LINE E: 04/11/90
LINE G(2): X
LINE H(2): X
LINE 1a: 135418
LINE 1b: 5945
LINE 9: 117319 (To Line 9 - 114,919; to Form 8845 - 2,400)
LINE 14: 15104 (To Line 9 - 14,554; to Form 8846 - 42)
LINE 15: 12 (From Form 3520-A, Page 3, Line 8)
LINE 16a: 391 (From Form 3520-A, Page 3, Line 10)

LINE 20 (STM 02) (STM 01 not used):

FROM FORM 3520-A, PAGE 3, LINE 13:

ADMINISTRATIVE	213
ACCOUNTING AND LEGAL	520
COSTS ALLOCATED TO RENTAL PROPERTY	13152

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9(d): NO
LINE 9(e): NO

TEST #19 (Continued):

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1a: X
LINE 2: NO
LINE 3: NO
LINE 4: NO
LINE 5: NO
LINE 6: YES
LINE 7: NO
LINE 8: NO
LINE 9: NO
LINE 10: YES
LINE 11: NO

FORM 1065, PAGE 2 (DESIGNATION OF TAX MATTERS PARTNER):

NAME OF DESIGNATED TMP: LAKE MICHIGAN UNIV ENDOWMENT FUND
IDENTIFYING NUMBER OF DESIGNATED TMP: 52-1190001
ADDRESS OF DESIGNATED TMP: 8625 ANY ROAD
ANYTOWN, IL 60893

FORM 1065, PAGE 3, SCHEDULE K:

LINE 3a: 15525 (From Form 3520-A, Page 3, Line 3)
LINE 4a: 1528 (From Form 3520-A, Page 3, Line 1)
LINE 4b: 1820 (From Form 3520-A, Page 3, Line 2)

LINE 8 (STM 03):

FROM FORM 3520-A, PAGE 3, LINE 12: 575

LINE 13 - OTHER CREDITS:

FROM FORM 6478 - LINE 11	225
FROM FORM 8830 - LINE 4	1875
FROM FORM 8835 - LINE 14	2563
FROM FORM 8845 - LINE 6	2400
FROM FORM 8846 - LINE 6	42
FROM FORM 8847 - LINE 4	500

FORM 1065, PAGE 4, SCHEDULE L:

LINE 1(b): 1250
LINE 4(b): 525750
LINE 5(b): 350000
LINE 7(b): 411050
LINE 15(b): 201854
LINE 16(b): 501250
LINE 19(b): 553352

TEST #19 (Continued):

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1: 3465
LINE 4:
F. 8845/8846 CREDITS 2442

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1: 31594
LINE 3: 3465
LINE 6a: 35059

SCHEDULE A (FORM 8847):

Name, address, and employment identification number of the CDC:

BALTIMORE DEVELOPMENT CORPORATION
10 NORTH HOLIDAY STREET
BALTIMORE, MD 21201 52-1190004

Name and address of contributor:

WALL STREET INVESTMENT PARTNERSHIP
19 ANY STREET
ANYTOWN, IL 60893

Kind of contribution/Charitable deduction: X
Date of contribution 06/15/99
Amount contributed 10,000
Amount qualified for CDC credit 10,000

SCHEDULE D (FORM 1065), PAGE 4:

LINE 6(a): FROM FORM 3520-A
LINE 6(b): 05/11/95
LINE 6(c): 08/16/99
LINE 6(d): 1897
LINE 6(e): 0

SCHEDULE J (FORM 5471):

Name of foreign corporation: FUTBOL CLUB DE CONCEPCION

LINE 1(a): -2879756
LINE 1(b): 875000
LINE 1(c)(ii): 123416
LINE 2b(a): -1735819

SCHEDULE M (FORM 5471):

Name of foreign corporation: FUTBOL CLUB DE CONCEPCION

LINE 7(c): 16
LINE 8(c): 12

TEST #19 (Continued):

SCHEDULE N (FORM 5471):

Name of foreign corporation: FUTBOL CLUB DE CONCEPCION
Relevant exchange rate: Chile 524.05/1

SCHEDULE N (FORM 5471), PART I, Section A:

Description of securities (STM 06): 50 SH FUTBOL CLUB DE CONCEPCION
Face value - Beginning of year: 50
Face value - End of year: -0-

SCHEDULE O (FORM 5471):

Name of foreign corporation: FUTBOL CLUB DE CONCEPCION

SCHEDULE O (FORM 5471), PART I:

COLUMN (a): WALL STREET INVESTMENT PARTNERSHIP
COLUMN (b): 19 ANY STREET
ANYTOWN, IL 60893
COLUMN (c): 52-0000019
COLUMN (d): NOV. 30, 1987

SCHEDULE O (FORM 5471), PART II, Section D:

COLUMN (a): WALL ST. INV. PARTNERSHIP
COLUMN (b): COMMON
COLUMN (c): 08/15/99
COLUMN (d): SALE
COLUMN (e)(1): 50
COLUMN (f): 0
COLUMN (g): PABLO NERUDA
1626 AVENIDA VINA DEL MAR, VALPARAISO, CHILE

FORM 982, PART I:

LINE 1(a): X
LINE 2: 50000

FORM 982, PART II:

LINE 4: 50000

FORM 982, PART III:

\$50,000
JANUARY 1, 1999.....DECEMBER 31, 1999
ILLINOIS

FORM 3520:

X.....FINAL RETURN
X.....PARTNERSHIP

TEST #19 (Continued):

FORM 3520 (Continued):

Check all applicable boxes:

NOTE: In this section, four boxes are presented for selection. For this taxpayer, the second and third boxes should be selected by "X".

LINE 1a: WALL STREET INVESTMENT PARTNERSHIP
LINE 1b: 52-0000019
LINE 1c: 19 ANY STREET
LINE 1e: ANYTOWN
LINE 1f: IL
LINE 1g: 60893
LINE 1h: U.S.A.
LINE 3: NO

FORM 3520, PART I, SCHEDULE A:

LINE 11a: YES
LINE 11b: NO

FORM 3520, SCHEDULE C, PART II:

LINE 20(a): JACQUES PLANTE
MARGARET ATWOOD
GORDON SINCLAIR
LINE 20(b): 1516 YONGE ST., TORONTO, ONTARIO
1511 PRAIRIE, ST. BONIFACE, MANITOBA
125 TALBOT ST. E., ST. THOMAS, ONTARIO
LINE 20(c): CANADA
CANADA
CANADA
LINE 21(a): CA
LINE 21(b): CA
LINE 21(c): 8/30/1972
LINE 22: YES
LINE 25: NO

FORM 3520-A, PART I:

LINE 1a: SYDNEY COMMUNITY TRUST
LINE 1c: 1215 GASPE CAUSEWAY
LINE 1d: SYDNEY
LINE 1e: NOVA SCOTIA
LINE 1f: TRZ 620
LINE 1g: CANADA
LINE 2: NO
LINE 2a: ATTACHED PREVIOUSLY.....1997

TEST #19 (Continued):

FORM 3520-A, PART I (Continued):

LINE 2b: ATTACHED PREVIOUSLY.....1997
LINE 2c: ATTACHED PREVIOUSLY.....1997
LINE 2d: ATTACHED PREVIOUSLY.....1997
LINE 2e: ATTACHED PREVIOUSLY
LINE 5: NO

FORM 3520-A, PART II:

LINE 1: 15275
LINE 2: 18200
LINE 3: 155250
LINE 5b: 18975
LINE 9: 117
LINE 11: 3912
LINE 13: 5750
LINE 14 (STM 05):
VARIOUS 138854
LINE 17(a): 25000
LINE 17b(a): WALL STREET INVESTMENT PARTNERSHIP
LINE 17b(b): 52-0000019
LINE 17b(c): AUGUST 29, 1999
LINE 17b(d): 25000

FORM 3520-A, PART III:

LINE 1(b): 33604
LINE 1(d): 19697
LINE 5(b): 175800
LINE 5(d): 225503
LINE 7(b): 419700
LINE 7(d): 419700
LINE 8(a): 105325
LINE 8(c): 130503
LINE 9(a): 26040
LINE 9(c): 29952
LINE 13(b): 11030

FORM 3520-A, PART III:

LINE 13(d): 9025
LINE 17(b): 25000
LINE 17(d): 25000
LINE 18(b): 672359
LINE 18(d): 706426

TEST #19 (Continued):

FORM 3520-A, PART III (Continued):

LINE 19(d) (STM 06):

PRIOR CONTRIBUTION TO TRUST CORPUS

25000

FORM 3520-A, PAGE 3:

1998 FOREIGN GRANTOR TRUST OWNER STATEMENT

LINE 1(a): SYDNEY COMMUNITY TRUST
LINE 1(b): 52-1919191
LINE 1(c): 1215 GASPE CAUSEWAY
LINE 1(d): SYDNEY
LINE 1(e): NOVA SCOTIA
LINE 1(f): TRZ 620
LINE 1(g): CANADA
LINE 6(a): WALL STREET INVESTMENT PARTNERSHIP
LINE 6(b): 52-0000019
LINE 6(c): 19 ANY STREET
LINE 6(d): ANYTOWN
LINE 6(e): ILLINOIS
LINE 6(f): 60893
LINE 6(g): USA

1999 STATEMENT OF FOREIGN TRUST INCOME

ATTRIBUTABLE TO U.S. OWNER

LINE 1: 1528
LINE 2: 1820
LINE 3: 15525
LINE 5: 1897
LINE 8: 12
LINE 10: 391
LINE 12: 575
LINE 13: 13885

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

FORM 5471:

LINE B(2): X
LINE B(C): 15
LINE D(1): Same

TEST #19 (Continued):

FORM 5471 (Continued):

LINE 1a: FUTBOL CLUB DE CONCEPCION
LINE 1c: CHILE
LINE 1d: 2/4/63
LINE 1e: CONCEPCION, CHILE
LINE 1f: 713900
LINE 1g: PROFESSIONAL SPORTS

FORM 5471, SCHEDULE A, PART I:

LINE (a): COMMON
LINE (b)(i): 5000
LINE (b)(ii): 5000

FORM 5471, SCHEDULE B:

LINE (a): WALL STREET INVESTMENT PARTNERSHIP
19 ANY STREET
ANYTOWN, ILLINOIS 60893
LINE (b): COMMON
LINE (c): 650
LINE (d): 650
LINE (e): 15%

FORM 5471, SCHEDULE C:

	<u>FUNCTIONAL CURRENCY</u>	<u>U.S. DOLLARS</u>
LINE 1(a):	84675190	161578
LINE 1(b):	434611	829
LINE 4:	38752	74
LINE 5:	25011	116
LINE 10:	53710660	102491
LINE 11:	389411	743
LINE 12:	60776	116
LINE 13:	511814	977
LINE 15:	65811	126
LINE 16:	31337454	59799
LINE 18:	-1735819	-3313

FORM 5471, SCHEDULE F:

LINE 1(a): 5401
LINE 1(b): 2586
LINE 2(a)(a): 11505
LINE 2(a)(b): 14285

TEST #19 (Continued):

FORM 5471, SCHEDULE F (Continued):

LINE 2(b)(a): (345)
LINE 2(b)(b): (1105)
LINE 4(a): 3045
LINE 4(b): 2819
LINE 5(a): 5985
LINE 5(b): 7077
LINE 9(a)(a): 25504
LINE 9(a)(b): 25004
LINE 9(b)(a): (21504)
LINE 9(b)(b): (22481)
LINE 14(a): 11806
LINE 14(b): 9333
LINE 15(a): 21065
LINE 15(b): 25255
LINE 18(b)(a): 500
LINE 18(b)(b): 500
LINE 20(a): (3590)
LINE 20(b): (6903)

DOES THE FOREIGN CORPORATION HAVE AN INTEREST IN A PARTNERSHIP
OR TRUST? NO

FORM 5471, SCHEDULE H:

	<u>NET</u>	<u>NET</u>
	<u>ADDITIONS</u>	<u>SUBTRACTIONS</u>
LINE 2(b):		114991
LINE 2(f):		312537
ENTER EXCHANGE RATE USED FOR LINE 5D:		524:1

FORM 5471, SCHEDULE I:

LINE 5: (3313)

FORM 6478:

LINE 1(a): 2250

FORM 8082 - PART I:

LINE 1(a): X
LINE 3(a): X
LINE 4: 52-1900000
LINE 5: ARBITRAGE INVESTMENT L.P.
100 WALL STREET
NEW YORK, NY
LINE 7: PHILADELPHIA, PA

TEST #19 (Continued):

FORM 8082 - PART I (Continued):

LINE 8: 01/01/99 to 12/31/99
LINE 9: 01/01/99 to 12/31/99

FORM 8082 - PART II:

LINE 10: DID NOT RECEIVE K-1

FORM 8082 - PART III:

WE DID NOT RECEIVE A K-1 FROM OUR INVESTMENT IN ARBITRAGE INVESTMENTS, L.P. DESPITE SEVERAL WRITTEN REQUESTS FROM US. WE WERE NOT ABLE TO ESTIMATE THE 1999 INCOME OR LOSS FROM THIS INVESTMENT.

FORM 8594:

Buyer: X

FORM 8594 - PART I:

LINE 1:

Name of the other part to the transaction: INVESTMENT.COM, INC.
Other party's identification number: 52-1919191
Address: 200 52ND STREET, SUITE 4000
City or town, state, and ZIP code: NEW YORK, NY 10019

LINE 2: 15-Jul-99
LINE 3: 25,000,000

FORM 8594 - PART II:

LINE 4 (Class I):

Aggregate Fair Market Value: 150,000
Allocation of Sales Price: 150,000

LINE 4 (Class II):

Aggregate Fair Market Value: 4,850,000
Allocation of Sales Price: 4,850,000

LINE 4 (Class III):

Aggregate Fair Market Value: 2,500,000
Allocation of Sales Price: 2,500,000

LINE 4 (Class IV and V):

Aggregate Fair Market Value: 17,500,000
Allocation of Sales Price: 17,500,000

LINE 5: YES
YES

LINE 6: YES

COVENANT NOT TO COMPETE - \$2,500,000
EMPLOYMENT CONTRACTS - \$1,000,000

TEST #19 (Continued):

FORM 8621:

NAME OF PASSIVE FOREIGN INVESTMENT COMPANY (PFIC) OR QUALIFIED
ELECTING FUND (QEF):
DIE DEUTSCHLANDER WIRTSCHAFT FUND
163 MUENCHENER STRAIE
NEVEULM, BAVARIA, GERMANY
TAX YEAR 7/1/98 ... 6/30/99

FORM 8621, PART I:

LINE A:	X
LINE 1a:	5750
LINE 1b:	612
LINE 2a:	2632
LINE 2b:	2130

FORM 8804 - PART II:

LINE 2a:	SAME
----------	------

FORM 8804 - PART III:

LINE 3a:	0
LINE 3b:	1
LINE 5a:	13100
LINE 7a:	4800

FORM 8813:

LINE 3:	1200
---------	------

FORM 8830:

LINE 1:	12500
---------	-------

FORM 8835:

LINE 1 (Kilowatt hours produced and sold):	150750
--------------------------------------------	--------

FORM 8845:

LINE 1:	17500
LINE 2:	5500

FORM 8846:

LINE 1:	550
---------	-----

FORM 8847:

LINE 1:	10000
---------	-------

TEST #19 (Continued):

FORM 8866:

LINE B: Partnership: X
COLUMN (a): mo. 12 yr. 96
COLUMN (b): mo. 12 yr. 97
COLUMN (c): mo. 12 yr. 98
LINE 1(a): 2500
LINE 1(b): 3160
LINE 1(c): 4150
LINE 2(a): 415
LINE 2(b): 190
LINE 2(c): 310
LINE 4(a): 437
LINE 4(b): 503
LINE 4(c): 669
LINE 5(a): 400
LINE 5(b): 430
LINE 5(c): 520
LINE 7(a): 3
LINE 7(b): 6
LINE 7(c): 10

SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER: 52-1190001
PARTNER'S NAME: LAKE MICHIGAN UNIV ENDOWMENT FUND
PARTNER'S ADDRESS: 8625 ANY ROAD
ANYTOWN, IL 60893

LINE A: GENERAL PARTNER
LINE B: EXEMPT ORG
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 75.00000%
LOSS SHARING 75.00000%
OWNERSHIP OF CAPITAL 75.00000%
LINE D(ii): PROFIT SHARING 75.00000%
LOSS SHARING 75.00000%
OWNERSHIP OF CAPITAL 75.00000%
LINE E: KANSAS CITY, MO.
LINE I(1): X
LINE J(a): 25024
LINE J(c): 2600
LINE J(d): -27624

TEST #19 (Continued):

SCHEDULE K-1 (FORM 1065) #2:

PARTNER'S IDENTIFYING NUMBER: 52-1190002
PARTNER'S NAME: HALIFAX DOMINION BANK
PARTNER'S ADDRESS: 1215 QUEEN STREET
HALIFAX, NOVA SCOTIA

LINE A: GENERAL PARTNER
LINE B: CORPORATION
LINE C: FOREIGN PARTNER
LINE D(i): PROFIT SHARING 25.00000%
LOSS SHARING 25.00000%
OWNERSHIP OF CAPITAL 25.00000%
LINE D(ii): PROFIT SHARING 25.00000%
LOSS SHARING 25.00000%
OWNERSHIP OF CAPITAL 25.00000%
LINE E: KANSAS CITY, MO.
LINE I(1): X
LINE J(a): 6570
LINE J(c): 865
LINE J(d): -7435

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity INVESTMENTS	Use the IRS label. Otherwise, please print or type.	Name of partnership WALL STREET INVESTMENT PARTNERSHIP	D Employer identification number 520000019
B Principal product or service FIN. ADVISORS		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 19 ANY STREET	E Date business started 04/11/90
C Business code number 523900		City or town, state, and ZIP code ANYTOWN, IL 60893	F Total assets (see page 10 of the instructions) \$ 0

- 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 ▶ _____ **2**

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

Income	1a Gross receipts or sales	1a	135,418			
	b Less returns and allowances	1b	5,945		1c	129,473
	2 Cost of goods sold (Schedule A, line 8)				2	
	3 Gross profit. Subtract line 2 from line 1c				3	129,473
	4 Ordinary income (loss) from other partnerships, estates, and trusts (<i>attach schedule</i>).				4	
	5 Net farm profit (loss) (<i>attach Schedule F (Form 1040)</i>)				5	
	6 Net gain (loss) from Form 4797, Part II, line 18.				6	
	7 Other income (loss) (<i>attach schedule</i>).				7	
8 Total income (loss). Combine lines 3 through 7				8	129,473	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)				9	114,919
	10 Guaranteed payments to partners				10	
	11 Repairs and maintenance				11	
	12 Bad debts				12	
	13 Rent				13	
	14 Taxes and licenses				14	14,554
	15 Interest				15	12
	16a Depreciation (if required, attach Form 4562)	16a	391			
	b Less depreciation reported on Schedule A and elsewhere on return	16b			16c	391
	17 Depletion (Do not deduct oil and gas depletion.)				17	
	18 Retirement plans, etc.				18	
	19 Employee benefit programs				19	
	20 Other deductions (<i>attach schedule</i>)				20	13,885
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20				21	143,761	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8				22	-14,288	

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.

Signature of general partner or limited liability company member _____ Date _____

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed Preparer's SSN or PTIN **001-99-0001**

Firm's name (or yours if self-employed) and address **ELECTRONIC TAX FILERS, INC.** EIN **52:000099**
100 TECO DRIVE RAIN TOWN, WA ZIP code **98530**

Schedule A Cost of Goods Sold (see page 14 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	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input checked="" type="checkbox"/> General partnership		
b <input type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?	X	
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions	X	
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶	LAKE MICHIGAN UNIV ENDOWMENT FUND	Identifying number of TMP ▶	52-1190001
Address of designated TMP ▶	8625 ANY ROAD ANYTOWN, IL 60893		

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

		(a) Distributive share items		(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)		1	-14,288
	2	Net income (loss) from rental real estate activities (attach Form 8825)		2	
	3a	Gross income from other rental activities	3a 15,525		
	b	Expenses from other rental activities (attach schedule)	3b		
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a		3c	15,525
	4	Portfolio income (loss):			
	a	Interest income		4a	1,528
	b	Ordinary dividends		4b	1,820
	c	Royalty income		4c	
	d	Net short-term capital gain (loss) (attach Schedule D (Form 1065))		4d	
	e	Net long-term capital gain (loss) (attach Schedule D (Form 1065)):			
	(1)	28% rate gain (loss) (2) Total for year		4e(2)	1,897
	f	Other portfolio income (loss) (attach schedule)		4f	
5	Guaranteed payments to partners		5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)		6		
7	Other income (loss) (attach schedule)		7		
Deduct- tions	8	Charitable contributions (attach schedule) FROM FORM 3520-A		8	575
	9	Section 179 expense deduction (attach Form 4562)		9	
	10	Deductions related to portfolio income (itemize)		10	
	11	Other deductions (attach schedule)		11	
Credits	12a	Low-income housing credit:			
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990		12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990		12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989		12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989		12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)		12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities		12c	
	d	Credits related to other rental activities		12d	
13	Other credits		13	7,605	
Invest- ment Interest	14a	Interest expense on investment debts		14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above		14b(1)	5,245
	(2)	Investment expenses included on line 10 above		14b(2)	
Self- Employ- ment	15a	Net earnings (loss) from self-employment		15a	129,473
	b	Gross farming or fishing income		15b	
	c	Gross nonfarm income		15c	129,473
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986		16a	
	b	Adjusted gain or loss		16b	
	c	Depletion (other than oil and gas)		16c	
	d (1)	Gross income from oil, gas, and geothermal properties		16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties		16d(2)	
	e	Other adjustments and tax preference items (attach schedule)		16e	
Foreign Taxes	17a	Type of income			
	b	Name of foreign country or U.S. possession			
	c	Total gross income from sources outside the United States (attach schedule)		17c	
	d	Total applicable deductions and losses (attach schedule)		17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued		17e	
	f	Reduction in taxes available for credit (attach schedule)		17f	
	g	Other foreign tax information (attach schedule)		17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount		18b	
	19	Tax-exempt interest income		19	
	20	Other tax-exempt income		20	
	21	Nondeductible expenses		21	2,442
	22	Distributions of money (cash and marketable securities)		22	35,059
	23	Distributions of property other than money		23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)			

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	5,907
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners	1,476				4,431		
b Limited partners							

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		1,250		
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				
4 U.S. government obligations		525,750		
5 Tax-exempt securities		350,000		
6 Other current assets (attach schedule)				
7 Mortgage and real estate loans		411,050		
8 Other investments (attach schedule)				
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 (attach schedule)				
14 Total assets		1,288,050		0
Liabilities and Capital				
15 Accounts payable		201,854		
16 Mortgages, notes, bonds payable in less than 1 year		501,250		
17 Other current liabilities (attach schedule)				
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more		553,352		
20 Other liabilities (attach schedule)				
21 Partners' capital accounts		31,594		0
22 Total liabilities and capital		1,288,050		0

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	3,465	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 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	
b Travel and entertainment \$	2,442	9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	5,907
5 Add lines 1 through 4	5,907		

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	31,594	6 Distributions: a Cash	35,059
2 Capital contributed during year		b Property	
3 Net income (loss) per books	3,465	7 Other decreases (itemize):	
4 Other increases (itemize):		8 Add lines 6 and 7	35,059
5 Add lines 1 through 4	35,059	9 Balance at end of year. Subtract line 8 from line 5	0



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ 001-19-0001 **Partnership's identifying number ▶ 52-0000019**

Partner's name, address, and ZIP code
LAKE MICHIGAN UNIV ENDOWMENT FUND
8625 ANY ROAD
ANYTOWN, IL 60893

Partnership's name, address, and ZIP code
WALL STREET INVESTMENT PARTNERSHIP
19 ANY STREET
ANY TOWN, IL 60893

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **EXEMPT.ORG**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of: (i) Before change or termination (ii) End of year
Profit sharing **75.00000** % **75.00000** %
Loss sharing **75.00000** % **75.00000** %
Ownership of capital **75.00000** % **75.00000** %
E IRS Center where partnership filed return: **KANSAS CITY, MO**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$
G Tax shelter registration number ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
25,024		2,600	(27,624)	0

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 10,716	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3 11,644	
	4 Portfolio income (loss):		
	a Interest	4a 1,146	Sch. B, Part I, line 1
	b Ordinary dividends	4b 1,365	Sch. B, Part II, line 5
	c Royalties	4c	Sch. E, Part I, line 4
	d Net short-term capital gain (loss)	4d	Sch. D, line 5, col. (f)
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	Sch. D, line 12, col. (g)
	(2) Total for year.	e(2) 1,423	Sch. D, line 12, col. (f)
f Other portfolio income (loss) (attach schedule)	4f	Enter on applicable line of your return.	
5 Guaranteed payments to partner	5	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6		
7 Other income (loss) (attach schedule)	7		Enter on applicable line of your return.
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8 431	Sch. A, line 15 or 16
	9 Section 179 expense deduction	9	} See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13 5,704		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 3,934	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a 97,105	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 97,105	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21 1,831	
	22 Distributions of money (cash and marketable securities)	22 27,624	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
	LINE 8- CHARITABLE CONTRIBUTIONS:		
	FROM FORM 3520-A	431	
	TOTAL	431	
	LINE 13 - OTHER CREDITS		
	FORM 6478	169	
	FORM 8830	1,406	
	FORM 8835	1,922	
	FORM 8845	1,800	
	FORM 8846	32	
	FORM 8847	375	
	TOTAL	5,704	



Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

1999

For calendar year 1999 or tax year beginning , 1999, and ending

Partner's identifying number ▶ **52-1190002** **Partnership's identifying number** ▶ **520000019**

Partner's name, address, and ZIP code
HALIFAX DOMINION BANK
1215 QUEEN ST.
HALIFAX, NS

Partnership's name, address, and ZIP code
WALL STREET INVESTMENT PARTNERSHIP
19 ANY STREET
ANY TOWN, IL 60893

A This partner is a general partner limited partner
 limited liability company member
B What type of entity is this partner? ▶ **CORPORATION**
C Is this partner a domestic or a foreign partner?
D Enter partner's percentage of: (i) Before change or termination (ii) End of year
Profit sharing **25.00000%** **25.00000%**
Loss sharing **25.00000%** **25.00000%**
Ownership of capital **25.00000%** **25.00000%**
E IRS Center where partnership filed return: **KS CITY, MO**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$
G Tax shelter registration number ▶
H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)
I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
6,570		865	(7,435)	0

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 -3,572	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3 3,881	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a 382	
	b Ordinary dividends	4b 455	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2) 474	
f Other portfolio income (loss) (attach schedule)	4f	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
5 Guaranteed payments to partner	5		
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule)	8 144	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule).	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities.	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13 1,901		

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Investment Interest	14a Interest expense on investment debts	14a	Form 4952, line 1 See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1) 1,312	
	(2) Investment expenses included on line 10	b(2)	
Self-employment	15a Net earnings (loss) from self-employment	15a 32,368	Sch. SE, Section A or B See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Gross farming or fishing income	15b	
	c Gross nonfarm income	15c 32,368	
Adjustments and Tax Preference Items	16a Depreciation adjustment on property placed in service after 1986	16a	See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.
	b Adjusted gain or loss	16b	
	c Depletion (other than oil and gas)	16c	
	d (1) Gross income from oil, gas, and geothermal properties	d(1)	
	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)	
e Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a Type of income ▶		Form 1116, check boxes
	b Name of foreign country or possession ▶		
	c Total gross income from sources outside the United States (attach schedule)	17c	Form 1116, Part I
	d Total applicable deductions and losses (attach schedule)	17d	
	e Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II
	f Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III
	g Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.
Other	18 Section 59(e)(2) expenditures: a Type ▶		See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).
	b Amount	18b	
	19 Tax-exempt interest income	19	Form 1040, line 8b
	20 Other tax-exempt income	20	See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21 Nondeductible expenses	21 611	
	22 Distributions of money (cash and marketable securities)	22 7,435	
	23 Distributions of property other than money	23	Form 8611, line 8
	24 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	24a		
b Other than on line 24a	24b		
Supplemental Information	25 Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):		
	LINE 8 - CHARITABLE CONTRIBUTIONS:		
		144	
	FROM FORM 3520-A		
	TOTAL	144	
	LINE 13 - OTHER CREDITS		
	FORM 6478	56	
	FORM 8830	469	
	FORM 8835	641	
	FORM 8845	600	
	FORM 8846	10	
	FORM 8847	125	
TOTAL	1,901		



TEST #20

FORMS REQUIRED: 1065, 4562, 8271, 2 K-1s (1065)

FORM 1065, PAGE 1: IDENTIFYING INFORMATION

NAME OF PARTNERSHIP:

NEVER LOOSE LAWYERS LIMITED PARTNERSHIP
20 ANY STREET
ANYTOWN, MA 07548

NAME OF PREPARER:

ELECTRONIC TAX FILERS, INC.
100 TECHO DRIVE
RAINTOWN, WA 98530
EIN: 52-0000099
PREPARER SSN: 001-99-0001

FORM 1065, PAGE 1:

LINE A: LAW FIRM
LINE B: LEGAL SERVICES
LINE C: 541110
LINE D: 52-0000020
LINE E: 05/12/96
LINE H(2): X
LINE 1a: 1515384
LINE 1b: 64757
LINE 9: 567550
LINE 11: 11500
LINE 13: 100000
LINE 14: 74500
LINE 18: 7500
LINE 19: 3000

LINE 20 - OTHER DEDUCTIONS (STM 01):

AMORTIZATION (FROM F. 4562, PART VI)	1000
COMPUTER EXPENSE	12500
DUES AND SUBSCRIPTIONS	11450
EQUIPMENT AND FURNITURE RENTAL	25000
INSURANCE - OFFICE	10000
INSURANCE - MALPRACTICE	75000
LEGAL AND ACCOUNTING	18220
OFFICE EXPENSE	50352
UTILITIES	11350

TEST #20 (Continued):

FORM 1065, PAGE 2, SCHEDULE A:

LINE 9(d): NO
LINE 9(e): NO

FORM 1065, PAGE 2, SCHEDULE B:

LINE 1b: X
LINE 2: NO
LINE 3: NO
LINE 4: NO
LINE 5: NO
LINE 6: NO
LINE 7: NO
LINE 8: NO
LINE 9: NO
LINE 10: NO
LINE 11: NO

FORM 1065, PAGE 2 (DESIGNATION OF TAX MATTERS PARTNER):

NAME OF DESIGNATED TMP: PERRY MASONRY
IDENTIFYING NUMBER OF TMP: 001-20-0001
ADDRESS OF TMP: 2544 ANY BLVD.
ANYTOWN, RI 08544

FORM 1065, PAGE 3 (SCHEDULE K):

LINE 8 (STMT 02):
LEGAL SERVICES CORPORATION 20000
THE JIMMY FUND 5000
LINE 19: 11702

FORM 1065, PAGE 4 (SCHEDULE L):

LINE 1(b): 64771
LINE 1(d): 71535
LINE 2a(a): 402658
LINE 2a(c): 385440
LINE 2b(a): 3000
LINE 2b(c): 3500
LINE 5(b): 205650
LINE 5(d): 205650
LINE 6(b): PREPAID INSURANCE 305
ACCRUED INTEREST RECEIVABLE 125
LINE 6(d): ACCRUED INTEREST RECEIVABLE 130
LINE 9a(a): 45865

TEST #20 (Continued):

FORM 1065, PAGE 4, SCHEDULE L (Continued):

LINE 9a(c):	50575	
LINE 9b(a):	26750	
LINE 9b(c):	33960	
LINE 12a(a):	25000	
LINE 12a(c):	25000	
LINE 12b(a):	11250	
LINE 12b(c):	12250	
LINE 13(b):	COVENANTS NOT TO COMPETE	25000
	UTILITY DEPOSITS	1200
LINE 13(d):	COVENANTS NOT TO COMPETE	25000
	UTILITY DEPOSITS	1200
LINE 15(b):	54850	
LINE 15(d):	70250	
LINE 17(b):	ACCRUED SALARIES	16750
	PAYROLL TAXES PAYABLE	22501
	PREPAID RETAINER FEES	60000
LINE 17(d):	ACCRUED SALARIES	17000
	PAYROLL TAXES PAYABLE	20400
	PREPAID RETAINER FEES	50500
LINE 20(b):	ACCOUNTS HELD IN TRUST	200000
LINE 20(d) (STM 03):		
	ACCOUNTS HELD IN TRUST	210000

FORM 1065, PAGE 4, SCHEDULE M-1:

LINE 1:	451197
LINE 6a:	11702

FORM 1065, PAGE 4, SCHEDULE M-2:

LINE 1:	375473
LINE 3:	451197
LINE 6a:	480000

FORM 4562:

**ACTIVITY TO WHICH THIS FORM RELATES:
FORM 1065, LINE 22**

FORM 4562, PART I:

LINE 2:	4710
LINE 6(a):	COMPUTERS

TEST #20 (Continued):

FORM 4562, PART I (Continued):

LINE 6(b): 4710
LINE 6(c): 4710

FORM 4562, PART III:

LINE 17: 2500

FORM 4562, PART V, SECTION C:

LINE 35 NO
LINE 36 NO
LINE 37 NO
LINE 38 NO
LINE 39 NO

FORM 4562, PART VI:

LINE 41: 1000

FORM 8271:

LINE 1(a): TAX SHELTER FOR PROFESSIONALS
LINE 1(b): 72586439210
LINE 1(c): 54-8650856

SCHEDULE K-1 (FORM 1065) #1:

PARTNER'S IDENTIFYING NUMBER: 001-20-0001
PARTNER'S NAME: PERRY MASONRY
PARTNER'S ADDRESS: 2544 ANY BLVD.
ANYTOWN, RI 08544

LINE A: GENERAL PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 90.00000%
LOSS SHARING 90.00000%
OWNERSHIP OF CAPITAL 90.00000%
LINE D(ii): PROFIT SHARING 90.00000%
LOSS SHARING 90.00000%
OWNERSHIP OF CAPITAL 90.00000%
LINE E: ANDOVER, MA.
LINE F: Other 368150

TEST #20 (Continued):

SCHEDULE K-1 (FORM 1065) #1 (Continued):

LINE J(a): 350000
LINE J(c): 406077
LINE J(d): 432000

SCHEDULE K-1 (FORM 1065) #2:

PARTNER IDENTIFYING NUMBER: 001-20-0002
PARTNER'S NAME: ALLISON MCREAL
PARTNER'S ADDRESS: 2544 ANY AVENUE
ANYTOWN, MA 06228

LINE A: LIMITED PARTNER
LINE B: INDIVIDUAL
LINE C: DOMESTIC
LINE D(i): PROFIT SHARING 10.00000%
LOSS SHARING 10.00000%
OWNERSHIP OF CAPITAL 10.00000%
LINE D(ii): PROFIT SHARING 10.00000%
LOSS SHARING 10.00000%
OWNERSHIP OF CAPITAL 10.00000%
LINE E: ANDOVER, MA.
LINE J(a): 25473
LINE J(c): 45120
LINE J(d): 48000

U.S. Partnership Return of Income

OMB No. 1545-0099

For calendar year 1999, or tax year beginning _____, 1999, and ending _____
▶ See separate instructions.

1999

A Principal business activity LAW FIRM	Use the IRS label. Otherwise, please print or type.	Name of partnership NEVERLOOSE LAWYERS PARTNERSHIP	D Employer identification number 52 0000020
B Principal product or service LEGAL SERVICES		Number, street, and room or suite no. If a P.O. box, see page 10 of the instructions. 20 ANY STREET	E Date business started 05/12/96
C Business code number 541110		City or town, state, and ZIP code ANYTOWN, MA 07548	F Total assets (see page 10 of the instructions) \$ 714,820

- 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 ▶ 2

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

Income	1a Gross receipts or sales	1a	1,515,384		
	b Less returns and allowances	1b	64,757	1c	1,450,627
	2 Cost of goods sold (Schedule A, line 8)			2	
	3 Gross profit. Subtract line 2 from line 1c			3	1,450,627
	4 Ordinary income (loss) from other partnerships, estates, and trusts (attach schedule)			4	
	5 Net farm profit (loss) (attach Schedule F (Form 1040))			5	
	6 Net gain (loss) from Form 4797, Part II, line 18.			6	
	7 Other income (loss) (attach schedule)			7	
8 Total income (loss). Combine lines 3 through 7			8	1,450,627	
Deductions (see page 11 of the instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)			9	567,550
	10 Guaranteed payments to partners			10	
	11 Repairs and maintenance			11	11,500
	12 Bad debts			12	
	13 Rent			13	100,000
	14 Taxes and licenses			14	74,500
	15 Interest			15	
	16a Depreciation (if required, attach Form 4562)	16a	2,500		
	b Less depreciation reported on Schedule A and elsewhere on return	16b		16c	2,500
	17 Depletion (Do not deduct oil and gas depletion.)			17	
	18 Retirement plans, etc.			18	7,500
	19 Employee benefit programs			19	3,000
	20 Other deductions (attach schedule)			20	214,872
21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20			21	981,422	
22 Ordinary income (loss) from trade or business activities. Subtract line 21 from line 8			22	469,205	

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.

Paid Preparer's Use Only	Preparer's signature ▶	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN 001-99-0001
	Firm's name (or yours if self-employed) and address ▶	ELECTRONIC TAX FILERS, INC 100 TECO DRIVE RAIN TOWN, WA		EIN ▶ 52 0000099 ZIP code ▶ 98530

Schedule A Cost of Goods Sold (see page 14 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 (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	Total. Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. 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:		
a <input type="checkbox"/> General partnership		
b <input checked="" type="checkbox"/> Limited partnership		
c <input type="checkbox"/> Limited liability company		
d <input type="checkbox"/> Limited liability partnership		
e <input type="checkbox"/> Other ▶		
2 Are any partners in this partnership also partnerships?		X
3 Is this partnership a partner in another partnership?		X
4 Is this partnership subject to the consolidated audit procedures of sections 6221 through 6233? If "Yes," see Designation of Tax Matters Partner below		X
5 Does this partnership meet ALL THREE 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; AND		
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		X
6 Does this partnership have any foreign partners?		X
7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8 Has this partnership filed, or is it required to file, Form 8264 , Application for Registration of a Tax Shelter?		X
9 At any time during calendar year 1999, 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. ▶		X
10 During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 15 of the instructions		X
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 Elections Made By the Partnership on page 6 of the instructions		X

Designation of Tax Matters Partner (see page 15 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 ▶	PERRY MASONRY	Identifying number of TMP ▶	001-20-0001
Address of designated TMP ▶	2544 ANY BLVD ANYTOWN, RI 08544		

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

		(a) Distributive share items	(b) Total amount	
Income (Loss)	1	Ordinary income (loss) from trade or business activities (page 1, line 22)	1	469,205
	2	Net income (loss) from rental real estate activities (attach Form 8825)	2	
	3a	Gross income from other rental activities	3a	
		b Expenses from other rental activities (attach schedule)	3b	
	c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
	4	Portfolio income (loss):		
		a Interest income	4a	
		b Ordinary dividends	4b	
		c Royalty income	4c	
		d Net short-term capital gain (loss) (attach Schedule D (Form 1065))	4d	
		e Net long-term capital gain (loss) (attach Schedule D (Form 1065)):		
	(1) 28% rate gain (loss)	(2) Total for year	4e(2)	
	f	Other portfolio income (loss) (attach schedule)	4f	
5	Guaranteed payments to partners	5		
6	Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	6		
7	Other income (loss) (attach schedule)	7		
Deductions	8	Charitable contributions (attach schedule)	8	25,000
	9	Section 179 expense deduction (attach Form 4562)	9	4,710
	10	Deductions related to portfolio income (itemize)	10	
	11	Other deductions (attach schedule)	11	
Credits	12a	Low-income housing credit:		
	(1)	From partnerships to which section 42(j)(5) applies for property placed in service before 1990	12a(1)	
	(2)	Other than on line 12a(1) for property placed in service before 1990	12a(2)	
	(3)	From partnerships to which section 42(j)(5) applies for property placed in service after 1989	12a(3)	
	(4)	Other than on line 12a(3) for property placed in service after 1989	12a(4)	
	b	Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12b	
	c	Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d	Credits related to other rental activities	12d	
13	Other credits	13		
Investment Interest	14a	Interest expense on investment debts	14a	
	b (1)	Investment income included on lines 4a, 4b, 4c, and 4f above	14b(1)	
	(2)	Investment expenses included on line 10 above	14b(2)	
Self-Employment	15a	Net earnings (loss) from self-employment	15a	422,284
	b	Gross farming or fishing income	15b	
	c	Gross nonfarm income	15c	1,450,627
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	
	b	Adjusted gain or loss	16b	
	c	Depletion (other than oil and gas)	16c	
	d (1)	Gross income from oil, gas, and geothermal properties	16d(1)	
	(2)	Deductions allocable to oil, gas, and geothermal properties	16d(2)	
	e	Other adjustments and tax preference items (attach schedule)	16e	
Foreign Taxes	17a	Type of income		
	b	Name of foreign country or U.S. possession		
	c	Total gross income from sources outside the United States (attach schedule)	17c	
	d	Total applicable deductions and losses (attach schedule)	17d	
	e	Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	
	f	Reduction in taxes available for credit (attach schedule)	17f	
	g	Other foreign tax information (attach schedule)	17g	
Other	18	Section 59(e)(2) expenditures: a Type b Amount	18b	
	19	Tax-exempt interest income	19	11,702
	20	Other tax-exempt income	20	
	21	Nondeductible expenses	21	
	22	Distributions of money (cash and marketable securities)	22	480,000
	23	Distributions of property other than money	23	
	24	Other items and amounts required to be reported separately to partners (attach schedule)		

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 7 in column (b). From the result, subtract the sum of Schedule K, lines 8 through 11, 14a, 17e, and 18b						1	439,495
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		395,545					
b Limited partners		43,950					

Schedule L Balance Sheets per Books (Not required if Question 5 on Schedule B is answered "Yes.")

Assets	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
1 Cash		64,771		71,535
2a Trade notes and accounts receivable	402,658		385,440	
b Less allowance for bad debts	3,000	399,658	3,500	381,940
3 Inventories				
4 U.S. government obligations				
5 Tax-exempt securities		205,650		205,650
6 Other current assets (attach schedule) Ln. 6 Stmt		430		130
7 Mortgage and real estate loans				
8 Other investments (attach schedule)				
9a Buildings and other depreciable assets	45,865		50,575	
b Less accumulated depreciation	26,750	19,115	33,960	16,615
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)				
12a Intangible assets (amortizable only).	25,000.		25,000.	
b Less accumulated amortization	11,250	13,750	12,250	12,750
13 Other assets (attach schedule) Ln. 13 Stmt		26,200		26,200
14 Total assets		729,574		714,820
Liabilities and Capital				
15 Accounts payable		54,850		70,250
16 Mortgages, notes, bonds payable in less than 1 year .				
17 Other current liabilities (attach schedule) Ln 17 St		99,251		87,900
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more .				
20 Other liabilities (attach schedule) LN 20 STMT		200,000		210,000
21 Partners' capital accounts		375,473		346,670
22 Total liabilities and capital		729,574		714,820

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return (Not required if Question 5 on Schedule B is answered "Yes." See page 23 of the instructions.)

1 Net income (loss) per books	451,197	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 \$ 11,702	11,702
3 Guaranteed payments (other than health insurance)		7 Deductions included on Schedule K, lines 1 through 11, 14a, 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 11, 14a, 17e, and 18b (itemize):		a Depreciation \$	
a Depreciation \$			
b Travel and entertainment \$		8 Add lines 6 and 7	11,702
5 Add lines 1 through 4	451,197	9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	439,495

Schedule M-2 Analysis of Partners' Capital Accounts (Not required if Question 5 on Schedule B is answered "Yes.")

1 Balance at beginning of year	375,473	6 Distributions: a Cash	480,000
2 Capital contributed during year		b Property	
3 Net income (loss) per books	451,197	7 Other decreases (itemize):	
4 Other increases (itemize):			
5 Add lines 1 through 4	826,670	8 Add lines 6 and 7	480,000
		9 Balance at end of year. Subtract line 8 from line 5	346,670



**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-20-0001 **Partnership's identifying number ▶ 520000099**

Partner's name, address, and ZIP code
PERRY MASONRY
2544 ANY BLVD
ANYTOWN, RI 08544

Partnership's name, address, and ZIP code
NEVERLOOSE LAWYERS PARTNERSHIP
20 ANY STREET
ANYTOWN, MA 07548

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ **INDIVIDUAL**

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing **90.00000** % **90.00000** %
Loss sharing **90.00000** % **90.00000** %
Ownership of capital **90.00000** % **90.00000** %

E IRS Center where partnership filed return: **ANDOVER, MA**

F Partner's share of liabilities (see instructions):
Nonrecourse \$
Qualified nonrecourse financing \$
Other \$ **368,150**.....

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
350,000		406,077	(432,000)	324,077

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	422,284	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f)
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	f Other portfolio income (loss) (attach schedule)	4f	
	5 Guaranteed payments to partner	5	} Enter on applicable line of your return.
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6		
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule) LN25	22,500	} Sch. A, line 15 or 16 } See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	4,239	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

**SCHEDULE K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Partner's Share of Income, Credits, Deductions, etc.

▶ See separate instructions.

OMB No. 1545-0099

1999

For calendar year 1999 or tax year beginning , 1999, and ending ,

Partner's identifying number ▶ 001-20-0002 **Partnership's identifying number ▶ 520000020**

Partner's name, address, and ZIP code
**ALLISON MCREAL
2544 ANY AVENUE
ANYTOWN, MA 06228**

Partnership's name, address, and ZIP code
**NEVERLOOSE LAWYERS PARTNERSHIP
20 ANY STREET
ANYTOWN, MA 07548**

A This partner is a general partner limited partner
 limited liability company member

B What type of entity is this partner? ▶ INDIVIDUAL

C Is this partner a domestic or a foreign partner?

D Enter partner's percentage of: (i) Before change or termination (ii) End of year

Profit sharing	10.00000 %	10.00000 %
Loss sharing	10.00000 %	10.00000 %
Ownership of capital	10.00000 %	10.00000 %

E IRS Center where partnership filed return: ANDOVER,MA

F Partner's share of liabilities (see instructions):

Nonrecourse . . . . .	\$	.....
Qualified nonrecourse financing . . . . .	\$	.....
Other . . . . .	\$	.....

G Tax shelter registration number . ▶

H Check here if this partnership is a publicly traded partnership as defined in section 469(k)(2)

I Check applicable boxes: (1) Final K-1 (2) Amended K-1

J Analysis of partner's capital account:

(a) Capital account at beginning of year	(b) Capital contributed during year	(c) Partner's share of lines 3, 4, and 7, Form 1065, Schedule M-2	(d) Withdrawals and distributions	(e) Capital account at end of year (combine columns (a) through (d))
25,473.		45,120	(48,000)	22,593

(a) Distributive share item		(b) Amount	(c) 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 46,921	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		} Sch. B, Part I, line 1 Sch. B, Part II, line 5 Sch. E, Part I, line 4 Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f) Enter on applicable line of your return.
	a Interest	4a	
	b Ordinary dividends	4b	
	c Royalties	4c	
	d Net short-term capital gain (loss)	4d	
	e Net long-term capital gain (loss):		
	(1) 28% rate gain (loss)	e(1)	
	(2) Total for year.	e(2)	
f Other portfolio income (loss) (attach schedule)	4f		
5 Guaranteed payments to partner	5	} See page 6 of Partner's Instructions for Schedule K-1 (Form 1065). Enter on applicable line of your return.	
6 Net section 1231 gain (loss) (other than due to casualty or theft)	6		
7 Other income (loss) (attach schedule)	7		
Deductions	8 Charitable contributions (see instructions) (attach schedule) Ln.25	8 2,500	} Sch. A, line 15 or 16 See pages 7 and 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	9 Section 179 expense deduction	9 471	
	10 Deductions related to portfolio income (attach schedule)	10	
	11 Other deductions (attach schedule)	11	
Credits	12a Low-income housing credit:		} Form 8586, line 5
	(1) From section 42(j)(5) partnerships for property placed in service before 1990	a(1)	
	(2) Other than on line 12a(1) for property placed in service before 1990	a(2)	
	(3) From section 42(j)(5) partnerships for property placed in service after 1989	a(3)	
	(4) Other than on line 12a(3) for property placed in service after 1989	a(4)	
	b Qualified rehabilitation expenditures related to rental real estate activities	12b	} See page 8 of Partner's Instructions for Schedule K-1 (Form 1065).
	c Credits (other than credits shown on lines 12a and 12b) related to rental real estate activities	12c	
	d Credits related to other rental activities	12d	
13 Other credits	13		

		(a) Distributive share item	(b) Amount	(c) 1040 filers enter the amount in column (b) on:	
Investment Interest	14a	Interest expense on investment debts	14a	Form 4952, line 1 } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b	(1) Investment income included on lines 4a, 4b, 4c, and 4f	b(1)		
		(2) Investment expenses included on line 10	b(2)		
Self-employment	15a	Net earnings (loss) from self-employment	15a	Sch. SE, Section A or B } See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b	Gross farming or fishing income	15b		
	c	Gross nonfarm income	15c		145,063
Adjustments and Tax Preference Items	16a	Depreciation adjustment on property placed in service after 1986	16a	} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065) and Instructions for Form 6251.	
	b	Adjusted gain or loss	16b		
	c	Depletion (other than oil and gas)	16c		
	d	(1) Gross income from oil, gas, and geothermal properties	d(1)		
	e	(2) Deductions allocable to oil, gas, and geothermal properties	d(2)		
	e	Other adjustments and tax preference items (attach schedule)	16e		
Foreign Taxes	17a	Type of income ▶		Form 1116, check boxes	
	b	Name of foreign country or possession ▶			
	c	Total gross income from sources outside the United States (attach schedule)	17c	} Form 1116, Part I	
	d	Total applicable deductions and losses (attach schedule)	17d		
	e	Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	17e	Form 1116, Part II	
	f	Reduction in taxes available for credit (attach schedule)	17f	Form 1116, Part III	
	g	Other foreign tax information (attach schedule)	17g	See Instructions for Form 1116.	
Other	18	Section 59(e)(2) expenditures: a Type ▶		} See page 9 of Partner's Instructions for Schedule K-1 (Form 1065).	
	b	Amount	18b		
	19	Tax-exempt interest income	19	1,170	Form 1040, line 8b
	20	Other tax-exempt income	20		} See pages 9 and 10 of Partner's Instructions for Schedule K-1 (Form 1065).
	21	Nondeductible expenses	21		
	22	Distributions of money (cash and marketable securities)	22	48,000	
	23	Distributions of property other than money	23		
	24	Recapture of low-income housing credit:			} Form 8611, line 8
a	From section 42(j)(5) partnerships	24a			
b	Other than on line 24a	24b			
Supplemental Information	25	Supplemental information required to be reported separately to each partner (attach additional schedules if more space is needed):			
		<u>LINE 8 - CHARITABLE CONTRIBUTION:</u>			
		LEGAL SERVICES CORPORATION		2,000	
		THE JIMMY FUND		500	
		TOTAL		2,500	

