D-403
Web
11-10

2010 Partnership Income Tax Return

North Carolina Department of Revenue

For calendar year **2010**, or fiscal year beginning *(MM-DD)* ___-___-10 and ending *(MM-DD-YY)* ___-___-___

Legal Name *(USE CAPITAL LETTERS FOR NAME AND ADDRESS)*	Federal Employer ID Number	Fill in all applicable circles:
Legal Name Continued	If LLC, Enter N.C. Secretary of State ID	○ Initial Return
Address	Apartment Number	○ Amended Return
City	State / Zip Code / County *(Enter first five letters)*	○ Final Return

○ Entity is Partnership
○ Entity is LLC
○ Entity has Nonresident Owners
○ Entity has Escheatable Property
○ NC-478 is attached

▶ Enter the amount of bonus depreciation from Schedule NC K-1, Line 2a for all nonresident partners .00

Important If partnership operated only in North Carolina and all partners were North Carolina residents, complete only Lines 4 and 6, Part 1 (and Lines 13 or 14 if any payments were made), Part 3A, and Part 4.

Part 1. Computation of Income Tax Due or Refund *(See Form D-403A, Instructions for Partnership Income Tax Return.)*

If amount on Line 1, 3, 5, 7, 8, or 9 is negative, fill in circle. Example: ●

1. Enter the total income or loss *(Add Lines 1 through 11 of Schedule K, Federal Form 1065)*	▶ 1. ○	.00
2. Guaranteed payments to partners *(See instructions)*	▶ 2.	.00
3. Line 1 minus Line 2	3. ○	.00
4. Additions to federal taxable income (From Part 4, Line 5)	▶ 4.	.00
5. Add Lines 3 and 4	5. ○	.00
6. Deductions from federal taxable income *(From Part 4, Line 10).* The total additions and deductions on Lines 4 and 6 should be allocated to the individual partners in Part 3 of this form.	▶ 6.	.00
7. Line 5 minus Line 6	7. ○	.00
8. Net distributive partnership income apportioned to North Carolina *(See instructions)*	▶ 8. ○	.00
9. Net distributive partnership income solely from business activities in North Carolina *(See instructions)*	▶ 9. ○	.00
10. a. Tax due for nonresident partners *(Add the amounts on Part 3, Line 18a for each partner)*	▶ 10a.	.00
b. Surtax due for nonresident partners *(Add the amounts on Part 3, Line 18b for each partner)*	▶ 10b.	.00
11. Tax Credits allocated to nonresident partners *(Add the amounts on Part 3, Line 19 for each partner)*	▶ 11.	.00
12. Net tax due or net overpayment for nonresident partners *(Add the amounts on Part 3, Lines 20 and 21 for all partners. If net tax due, enter the result.)* *If net overpayment, enter the result and fill in circle.* ○	▶ 12.	.00
13. Tax paid with extension	▶ 13.	.00
14. Other prepayments of tax *(If filing an amended return, see instructions)*	▶ 14.	.00
15. Tax paid by other partnerships or by S Corporations and tax withheld from personal services income *(See instructions)*	▶ 15.	.00
16. Add Lines 13 through 15	16.	.00
17. Total tax due for nonresident partners *(If Line 12 is net tax due and more than Line 16, subtract Line 16 from Line 12 and enter the result)*	▶ 17.	.00
18. 18a. Penalties ▶ .00 18b. Interest ▶ .00 *(Add Lines 18a and 18b and enter the total on Line 18c)*	18c.	.00
19. Total Due for nonresident partners *(Add Lines 17 and 18c and enter the result. The manager of the partnership must pay this amount with the return)*	19.	$ .00
20. Amount to be Refunded *(If Line 12 is net tax due and less than Line 16, subtract and enter the result. If Line 12 is net overpayment, add to Line 16 and enter the result.)*	▶ 20.	.00

71101006012

Legal Name *(First 10 Characters)*

Federal Employer ID Number

Part 2. Apportionment Percentage for Partnerships That Have One or More Nonresident Partners and Operate in North Carolina and in One or More Other States

See Form D-403A, Instructions for Partnership Income Tax Return

	1. Within North Carolina		2. Total Everywhere		Factor
	(a) **Beginning Period**	(b) **Ending Period**	(a) **Beginning Period**	(b) **Ending Period**	
1. Land					
2. Buildings					
3. Inventories					
4. Other property					
5. Total *(Add Lines 1-4)*					
6. Average value of property Add amounts on Line 5 for (a) and (b); divide by 2					
7. Rented property *(Multiply annual rents by 8)*					
8. Property Factor Add Lines 6 and 7; divide Column 1 by Column 2 and enter factor					%
9. Gross payroll					
10. Compensation of general executive officers					
11. Payroll Factor Line 9 minus Line 10; divide Column 1 by Column 2 and enter factor					%
12. Sales Factor *(Attach schedule)* Divide Column 1 by Column 2 and enter factor					%
13. Sales Factor Enter the same factor as on Line 12					%
14. Total of Factors Add Lines 8, 11, 12, and 13					%
15. N.C. Apportionment Percentage Divide Line 14 by the number of factors present; enter result here and on Part 3, Line 12 for each nonresident partner					%

Legal Name *(First 10 Characters)*

Important
If more than three partners, include separate schedule for additional partners.

Federal Employer ID Number

Part 3. A. Partners' Shares of Income, Adjustments, Tax Credits, and Other Items
Complete Lines 1 through 8 for all partners.
B. Computation of North Carolina Taxable Income for Nonresident Partners
Complete Lines 9 through 17 for all nonresident partners.
C. Computation of Tax Due for Nonresident Partners on Whose Behalf the Partnership Pays the Tax
Complete Lines 18 through 21.

Attach other pages if needed.	**Partner 1**	**Partner 2**	**Partner 3**
A			
1. Identifying Number			
2. Name			
3. Address			
4. Partner's share percentage	%	%	%
5. Type of partner *(Ex: Ind., Corp., Part.)*			
6. Additions to income (loss) *(To Form NC K-1, Line 2)*			
7. Deductions from income (loss) *(To Form NC K-1, Line 3)*			
8. a. Share of Tax Credit for Small Businesses That Pay N.C. Unemployment Insurance *(To Form NC K-1, Line 4a)*			
b. Share of other tax credits *(To Form NC K-1, Line 4b)*			
B			
9. Guaranteed payments to nonresident partners applicable to income on Part 1, Line 8			
10. Percentage from Line 4 times amount on Part 1, Line 8			
11. Add Lines 9 and 10			
12. Apportionment percentage from Part 2, Line 15	%	%	%
13. Multiply Line 11 by Line 12			
14. Guaranteed payments to nonresident partners applicable to income on Part 1, Line 9			
15. Percentage from Line 4 times amount on Part 1, Line 9			
16. Separately stated items of income attributable to nonresident partners			
17. North Carolina taxable income *(Add Lines 13, 14, 15, and 16)*			
C			
18. a. Tax Due *(See Tax Rate Schedule on Page 4)*			
b. Surtax Due *(See Surtax Percentage Table on Page 4)*			
19. Tax credits allocated to nonresident partners from Lines 8a and 8b above			
20. Net Tax Due *(If Line 18a plus Line 18b is more than Line 19, subtract and enter the result)*			
21. Net Overpayment *(If Line 18a plus Line 18b is less than Line 19, subtract and enter the result)*			

Important: The Partnership must provide each Partner an NC K-1 for Form D-403 or other information necessary for the Partner to prepare the appropriate North Carolina Tax Return.

Legal Name *(First 10 Characters)* | Federal Employer ID Number

Part 4. North Carolina Adjustments to Federal Taxable Income *(See instructions.)*

Additions to Federal Taxable Income

1.	Interest income from obligations of states other than North Carolina	1.	.00
2.	State, local, or foreign income taxes deducted on the federal return	2.	.00
3.	Adjustment for Bonus Depreciation	3.	.00
4.	Other additions to federal taxable income *(See Form D-401, Individual Income Tax Instructions, for other additions that may be applicable to partnerships)*	4.	.00
5.	Total additions to federal taxable income *(Add Lines 1 through 4 and enter total here and on Part 1, Line 4)*	5.	.00

Deductions from Federal Taxable Income

6.	Interest income from obligations of the United States or United States' possessions	6.	.00
7.	State, local, or foreign income tax refunds reported as income on federal return	7.	.00
8.	Adjustment for bonus depreciation added back in 2008 and 2009 *(Add Lines 8a and 8b and enter on Line 8c)* **8a.** 2008 .00 **8b.** 2009 .00	8c.	.00
9.	Other deductions from federal taxable income *(See Form D-401, Individual Income Tax Instructions, for other deductions that may be applicable to partnerships)*	9.	.00
10.	Total deductions from federal taxable income *(Add Lines 6, 7, 8c, and 9 and enter total here and on Part 1, Line 6)*	10.	.00

Tax Rate Schedule

If the amount of each nonresident partner's share of N.C. taxable income (from Part 3, Line 17) is more than	But not over	The tax is
$0	$12,750	6% of the taxable income
$12,750	$60,000	$765 + 7% of taxable income over $12,750
$60,000	- - - -	$4,072.50 + 7.75% of taxable income over $60,000

Surtax Percentage Table

If NC Taxable Income shown for nonresident partner on Part 3, Line 17 is	The Applicable Percentage is
Greater than $60,000 but does not exceed $150,000	2%
Greater than $150,000	3%

Surtax Computation

______ X ______ = ______

NC income tax (Enter amount from Part 3, Line 18a for nonresident partner) X **Applicable percentage** (from table above) = **Surtax** (Enter the surtax due on Part 3, Line 18b)

I certify that, to the best of my knowledge, this return is accurate and complete.

If prepared by a person other than the managing partner, this certification is based on all information of which preparer has any knowledge.

Signature of Managing Partner | Date

Signature of Preparer Other Than Managing Partner | Date

Address

Daytime Telephone Number *(Include area code)*

Preparer's Daytime Telephone Number *(Include area code)*

If entity is an LLC and it converted to an LLC during the tax year, enter entity name prior to conversion: ______

MAIL TO: North Carolina Department of Revenue, P.O. Box 25000, Raleigh, North Carolina 27640-0645