

# 2006 Resident or Part-Year Resident Beneficiary's Share of Fiduciary Adjustment

# Arizona Schedule 141AZ K-1

---

---

## Instructions to Fiduciary

---

---

Complete a Form 141AZ Schedule K-1, for each resident or part-year resident beneficiary.

**File one copy of each Schedule K-1 with the fiduciary's Form 141AZ.**

Provide all beneficiaries with a copy of their Schedule K-1. Keep a copy for your records.

---

---

## Beneficiary's Share of Fiduciary Adjustment

---

---

### Line 1 -

Enter the net fiduciary adjustment to be allocated to beneficiaries from Form 141AZ, Schedule C, line C16. If this is a negative amount, enter the amount in brackets.

### Line 2 -

Enter the percentage of the beneficiary's share of federal distributable net income from Form 141AZ, Schedule C.

### Line 3 -

Multiply line 1 by the percentage on line 2. Enter the result. If the result is a negative number, enter the number in brackets. This is the beneficiary's share of the fiduciary adjustment.

---

---

## Instructions to Beneficiary

---

---

The fiduciary uses Form 141AZ Schedule K-1, to report to you your share of the fiduciary adjustment from the trust or estate.

Do not file this Schedule K-1 with your return. Keep this Schedule K-1 with your records. The fiduciary filed a copy of this form with the department.

---

---

## Resident Beneficiary

---

---

Line 3 shows your share of the fiduciary adjustment from the estate or trust.

If the amount on line 3 is a positive number, you must report this amount as an addition to income on your Arizona return. If you are an individual, report this amount as an other addition to income on your Arizona Form 140, page 2, line B12.

If the amount on line 3 is a negative number, you must report this amount as a subtraction from income on your Arizona return. If you are an individual, make this subtraction on your Arizona Form 140, page 2, line C29.

---

---

## Part-Year Resident Beneficiary

---

---

If you are a part-year resident individual, report estate or trust income received while you were an Arizona resident. Also report estate or trust income received from Arizona sources while you were a nonresident. Report this income on Arizona Form 140PY, page 2, line B14 (ARIZONA column). The amount that you should report on your Arizona Form 140PY, page 2, line B14 (FEDERAL column) is the amount from your federal income tax return.

If the amount on line 3 is a positive number, enter that portion of line 3 that is allocable to estate or trust income taxable by Arizona on Form 140PY, page 2, line C23.

If the amount on line 3 is a negative number, enter that portion of line 3 that is allocable to estate or trust income taxable by Arizona on Form 140PY, page 2, line D35.