



**NONRESIDENT INDIVIDUAL PARTNERS:**

- If line 5 is **positive**, include that amount on Form 140X, line 19, *Additions to Income*.
- If line 5 is **negative**, include that amount on Form 140X, line 22, *Subtractions from Income*, as a positive number.

**NONRESIDENT ESTATE AND TRUST PARTNERS:**

- If line 5 is **positive**, include that amount on an amended Form 141AZ, Schedule B, line B3, *Other additions to federal taxable income*.
- If line 5 is **negative**, include that amount on an amended Form 141AZ, Schedule B, line B9, *Other subtractions from federal taxable income*, as a positive number.

**PARTNERSHIPS THAT ARE PARTNERS:**

- If line 3 is **positive**, include that amount on an amended Form 165, Schedule A, line A4, *Other Additions to Partnership Income*.
- If line 3 is **negative**, include that amount on an amended Form 165, Schedule B, line B5, *Other subtractions from partnership income*, as a positive number.

**CORPORATE PARTNERS FILING FORM 120X:****• ALL CORPORATIONS**

- If the amount on line 3 is **positive**, include that amount on Form 120X, Schedule D, line D8, *Other additions to federal taxable income*.
- If the amount on line 3 is **negative**, include that amount on Form 120X, Schedule E, line E10, *Other subtractions from federal taxable income*, as a positive number.

**• Is the partnership income business income or nonbusiness income to the corporate partner?**

- Refer to the following Corporate Tax Rulings:
  - CTR 94-2, *Filing Requirement for Corporate Partner in Arizona Partnership*
  - CTR 94-1, *Threshold Percentage of Ownership Requirements for Partnerships*
  - CTR 93-10, *Apportionment Factor Representation for Corporations Whose Only Activity in Arizona are Tiered Partnerships*
  - CTR 93-9, *Corporate Filing Requirements Relating to Tiered Partnerships*

**• If the partnership income is business income to the corporate partner:**

- No additional adjustments are necessary.

**• If the partnership income is nonbusiness income to the corporate partner:**

- If this adjustment contains nonapportionable or allocable amounts, include the nonapportionable or allocable portion of the amount reported on line 3 of this schedule, on Form 120X, page 1, line 7.
- If this adjustment contains amounts allocable to Arizona, include the allocable portion of the amount reported on line 5 of this schedule, on Form 120X, page 1, line 11.