

For the calendar year 2007 or fiscal year beginning [MM,DD,YYYY] and ending [MM,DD,YYYY].

CHECK ONE: Original <input type="checkbox"/> Amended <input type="checkbox"/>	Mail to: Arizona Department of Revenue, PO Box 52153, Phoenix AZ 85072-2153	CHECK ONE: Calendar year <input type="checkbox"/> Fiscal year <input type="checkbox"/>
Business telephone number	Name	Employer identification number (EIN)
Business activity code number (from federal Form 1065)	Number and street or PO Box	AZ transaction privilege tax number
Please Type or Print	City, or town, state, and ZIP code	

68 Check box if: This is a first return Name change Address change

A DBA _____

B Will a composite return be filed on Form 140NR? Yes No

C Total number of nonresident individual partners _____

D Total number of resident individual partners _____

E Total number of entity partners (see instructions, page 2) _____

F Date business commenced _____

G Arizona apportionment - (check only one) Multistate partnerships only.
 AIR Carrier STANDARD Sales Factor ENHANCED Sales Factor

H Is this the partnership's final return?

I Did you file 2005 and 2006 Arizona partnership returns? If no, state reason _____

J Have you filed amended federal partnership returns for prior years?
 If yes, list years _____

K Have you attached a copy of your federal Form 1065 and supporting schedules to this return, including Schedule(s) K-1?

L Has the Internal Revenue Service made any adjustments in any federal income tax return filed by the partnership not previously reported to the department? If yes, indicate year(s) _____, and submit under separate cover a copy of the IRS report as finally determined.....

M The partnership books are in care of: _____ located at: _____

82 CHECK BOX IF:
Return filed under extension. 82 F

FOR DOR USE ONLY

	81	66
	YES	NO

Adjustment of Partnership Income From Federal to Arizona Basis	1 Federal ordinary business and rental income - from Form 1065, Schedule K. See instructions.....	1	00
	2 Additions to partnership income - from Schedule A, line A6.....	2	00
	3 Subtotal - add lines 1 and 2.....	3	00
	4 Subtractions from partnership income - from Schedule B, line B9.....	4	00
	5 Partnership income adjusted to Arizona basis - line 3 minus line 4.....	5	00
	6 Net adjustment of partnership income from federal to Arizona basis - line 5 minus line 1.....	6	00

Schedule A - Additions to Partnership Income

A1 Total federal depreciation.....	A1	00
A2 Non-Arizona municipal bond interest.....	A2	00
A3 Capital investment by qualified defense contractor.....	A3	00
A4 Additions related to Arizona tax credits.....	A4	00
A5 Other additions to partnership income.....	A5	00
A6 Total additions to partnership income - add lines A1 through A5. Enter total here and on line 2.....	A6	00

Schedule B - Subtractions from Partnership Income

B1 Recalculated Arizona depreciation - see instructions.....	B1	00
B2 Basis adjustment for property sold or otherwise disposed of during the taxable year - see instructions.....	B2	00
B3 Interest from U.S. government obligations.....	B3	00
B4 Difference in adjusted basis of property.....	B4	00
B5 Agricultural crops charitable contribution - see instructions.....	B5	00
B6 Capital investment by qualified defense contractor.....	B6	00
B7 Sale of new energy efficient residence(s) - see instructions.....	B7	00
B8 Other subtractions from partnership income.....	B8	00
B9 Total subtractions from partnership income - add lines B1 through B8. Enter total here and on line 4.....	B9	00

Schedule C - Apportionment Formula (Multistate Partnerships Only)

See instructions, pages 5 through 8.

C1 Property Factor

NOTE: Qualifying air carriers must use Schedule ACA

Value of real and tangible personal property (by averaging the value of owned property used at the beginning and end of the tax period; rented property at capitalized value)

Table with 3 columns: Column A (Total Within Arizona), Column B (Total Within and Without Arizona), and Column C (Ratio Within Arizona A ÷ B). It includes rows for inventories, depreciable assets, land, and other assets, with calculation instructions and multiplier options (X 1 OR X 2).

- a. Owned property (at original cost): Inventories, Depreciable assets - (do not include Construction in Progress), Land, Other assets - (describe), Less: Nonbusiness property (if included in above totals), Total of section a
b. Rented property (capitalize at 8 times net rental paid)
c. Total owned and rented property (section a total plus section b)
d. Weight Arizona property - (STANDARD uses X 1; ENHANCED uses X 2)
e. Property factor (for column A - multiply item c by item d; for column B - enter amount from item c)

C2 Payroll Factor

- a. Total wages, salaries, commissions and other compensation to employees (per federal Form 1065 or payroll reports)
b. Weight Arizona payroll - (STANDARD uses X 1; ENHANCED uses X 2)
c. Payroll factor (for column A - multiply item a by item b; for column B - enter amount from item a)

C3 Sales Factor

- a. Sales delivered or shipped to Arizona purchasers
b. Other gross receipts
c. Total sales and other gross receipts
d. Weight Arizona sales - (STANDARD uses X 2; ENHANCED uses X 6)
e. Sales factor (for column A - multiply item c by item d; for column B - enter amount from item c)

C4 Total ratio - add C1(e), C2(c) and C3(e) in column C

C5 Average apportionment ratio - divide line C4, column C, by the denominator (STANDARD divides by four (4); ENHANCED divides by ten (10)). Enter the result in column C and on the Arizona Form 165 Schedule K-1(NR) in column (b)

Schedule D - Business Information

Describe briefly the nature and location(s) of the partnership's Arizona business activities:

Describe briefly the nature and location(s) of the partnership's business activities outside of Arizona:

Schedule E - Partner Information Prepare a schedule that lists each partner's name, address, TIN, and pro rata share of the amount shown on line 5. Label the listing as "Schedule E - Partner Information" and attach the schedule immediately after page 2 of the Form 165.

Certification I, the undersigned partner of the partnership for which this return is made, certify under penalty of perjury, that this return, including the accompanying schedules and statements, has been examined by me and is to the best of my knowledge and belief, a correct and complete return, made in good faith, for the taxable year stated pursuant to the income tax laws of the State of Arizona.

Please Sign Here Partner's signature Date Partner's social security number or EIN

Paid Preparer's Preparer's signature Date

Use Only Firm's name (or preparer's, if self-employed) Preparer's TIN

Firm's address Zip code

Attach all schedules to this return including federal Form 1065 and federal Schedule(s) K-1.