

For the  calendar year 2023 or  fiscal year beginning MM,DD,2023 and ending MM,DD,20YY.

**CHECK ONE:**  Original  Amended

Shareholder's Tax Identification Number	S Corporation's Employer Identification Number (EIN)
Shareholder's Name	S Corporation's Name
Shareholder's Address – number and street or rural route	S Corporation's Address – number and street or rural route
Shareholder's City, Town or Post Office      State    ZIP Code	S Corporation's City, Town or Post Office      State    ZIP Code
Shareholder's percentage of stock ownership for the taxable year: _____ %	

**Pass-Through Entity Election:**

**A.** Did the S Corporation make the Pass-Through Entity Election?  Yes  No

**B.** If the S Corporation made the Pass-Through Election, did this Shareholder consent to that election?  Yes  No

**Part 1 Share of Income and Deductions**

Pro Rata Share Items From federal Form 1120-S, Schedule K-1	(a) Distributive Share Amount	(b) Arizona Apportionment Ratio	(c) Arizona Source Income	Form 140NR Filers: Enter the amount in column (c) on:
<b>1</b> Ordinary income (loss) from trade or business activities.....				
<b>2</b> Net income (loss) from rental real estate activities...				
<b>3</b> Net income (loss) from other rental activities .....				
<b>4</b> Total: Add lines 1, 2, and 3 .....				Line 21
<b>5</b> Interest.....				Line 16
<b>6</b> Dividends.....				Line 17
<b>7</b> Royalties.....				Line 21
<b>8</b> Net short-term capital gain (loss).....				Line 20
<b>9</b> Net long-term capital gain (loss).....				Line 20
<b>10</b> Net IRC Section 1231 gain (loss).....				Line 20
<b>11</b> Other income (loss).....				Line 22
<b>12</b> IRC Section 179 expense.....				Line 21
<b>13</b> Other deductions: Include schedule .....				

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Name of S Corporation (as shown on page 1)	Employer Identification Number
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**Part 2 Net Capital Gain (Loss) From Investment in a Qualified Small Business – Information Schedule**

If the shareholder's federal Schedule K-1 (Form 1120-S) does not include any net capital gain (loss) from investment in a qualified small business as determined by the Arizona Commerce Authority, the S Corporation is not required to complete Part 2.

Pro Rata Share Items	(a) Distributive Share Amount	(b) Arizona Apportionment Ratio	(c) Arizona Source Income
<b>14</b> Net capital gain (loss) from investment in a qualified small business..... <b>14</b>			

**Part 3 Net Capital Gain (Loss) From the Exchange of Legal Tender – Information Schedule**

If the shareholder's federal Schedule K-1 (Form 1120-S) does not include any net capital gain (loss) from the exchange of legal tender, the S Corporation is not required to complete Part 3.

Pro Rata Share Items	(a) Distributive Share Amount	(b) Arizona Apportionment Ratio	(c) Arizona Source Income
<b>15</b> Net capital gain (loss) from the exchange of legal tender ..... <b>15</b>			

**Part 4 Net Long-Term Capital Gain (Loss) Subtraction – Information Schedule**

If the shareholder's federal Schedule K-1 (Form 1120-S) includes capital gain (loss), complete lines 16 through 18. If the shareholder's federal Schedule K-1 (Form 1120-S) does not include any capital gain (loss), the S Corporation is not required to complete Part 4.

Pro Rata Share Items From federal Form 1120-S, Schedule K-1	(a) Distributive Share Amount From page 1, line 9, column (a) and/or line 10, column (a).	(b) Arizona Source Income From page 1, line 9, column (c) and/or line 10, column (c).	(c) Net long-term capital gain (loss) included in column (b) from assets acquired before January 1, 2012	(d) Net long-term capital gain (loss) included in column (b) from assets acquired after December 31, 2011
<b>16</b> Total net long-term capital gain (loss)..... <b>16</b>				

**ADDITIONAL INFORMATION:**

<b>17</b> Net long-term capital gain (loss) from investment in a qualified small business (amount already included in line 16, column (d)) ..... <b>17</b>				
<b>18</b> Net long-term capital gain (loss) from exchange of legal tender (amount already included in line 16, column (d))..... <b>18</b>				

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**Part 5 Marijuana Establishments Only - Information Schedule**

Shareholder's Pro Rata Share of Disallowed Federal Expenses	Shareholder's Distributive Share
<b>19</b> Enter the S Corporation's disallowed federal expenses from line 16 of Schedule DFE..... <b>19</b>	
<b>20</b> Multiply the amount on line 19 by the shareholder's ownership percentage shown on page 1. Enter the result. This is the shareholder's portion of the credit. .... <b>20</b>	

**SHAREHOLDER:**

The amount reported on line 20 is your share of the S Corporation's disallowed federal expenses.  
Enter this amount on your Arizona income tax return.

- If you **did not make the Small Business Income election** and are filing Arizona Form 140NR, enter this amount on page 6, line L.
- If you **did not make the Small Business Income election** and are filing Arizona Form 140PY, enter this amount on page 6, line V.
- If you **made the Small Business Income election** and are filing Arizona Form 140NR-SBI, enter this amount on line 44.
- If you **made the Small Business Income election** and are filing Arizona Form 140PY-SBI, enter this amount on line 44.

**Part 6 Shareholder's Share of the S Corporation's Pass-Through Entity Tax Credit**

If the shareholder consented to the S Corporation's election to be a Pass-Through Entity (PTE), complete Part 6. Otherwise, leave blank.

Shareholder's Pro Rata Share of PTE Election	Shareholder's Distributive Share
<b>21</b> Shareholder's pro-rata share of the PTE Tax Credit. • Individuals, enter this amount on Form 355, Part 1, line 2. • Estates and trusts, see the instructions for Form 141AZ, line 19 to claim this credit..... <b>21</b>	
<b>22</b> Shareholder's pro-rata share of the Arizona PTE Taxes paid in 2023 for taxable year 2022. • Individuals that <b>did not make the Small Business Income election</b> , add this amount back on Form 140NR, page 5, line L. • Individuals that <b>made the Small Business Income election</b> , add this amount back on Form 140NR-SBI, line 24. • Estates and trusts, add this amount back on Form 141AZ, Schedule B, line B3. .... <b>22</b>	
<b>23</b> Shareholder's pro-rata share of the Arizona PTE Taxes paid in 2023 for taxable year 2023. • Individuals that <b>did not make the Small Business Income election</b> , add this amount back on Form 140NR, page 5, line L. • Individuals that <b>made the Small Business Income election</b> , add this amount back on Form 140NR-SBI, line 24. • Estates and trusts, add this amount back on Form 141AZ, Schedule B, line B3. .... <b>23</b>	
<b>24</b> Shareholder's pro-rata share of comparable PTE Taxes from other states paid in 2023 for taxable year 2022. • Individuals that <b>did not make the Small Business Income election</b> , add this amount back on Form 140NR, page 5, line L. • Individuals that <b>made the Small Business Income election</b> , add this amount back on Form 140NR-SBI, line 24. • Estates and trusts, add this amount back on Form 141AZ, Schedule B, line B3. .... <b>24</b>	
<b>25</b> Shareholder's pro-rata share of comparable PTE Taxes from other states paid in 2023 for taxable year 2023. • Individuals that <b>did not make the Small Business Income election</b> , add this amount back on Form 140NR, page 5, line L. • Individuals that <b>made the Small Business Income election</b> , add this amount back on Form 140NR-SBI, line 24. • Estates and trusts, add this amount back on Form 141AZ, Schedule B, line B3. .... <b>25</b>	