Form 1065-B

Department of the Treasury
Internal Revenue Service

U.S. Return of Income for Electing Large Partnerships

For calendar year 2001, or tax year beginning .... , 2001, and ending .... , 20.... .
► See separate instructions.

OMB No. 1545-1626

2001

	Use the IRS label. Otherwise, print or type.	
A Principal business activity	Name of partnership	D Employer identification number
B Principal product or service	Number, street, and room or suite no. If a P.O. box, see page 12 of the instructions.	E Date business started
C Business code no. (see pages 33–35 of instructions)	City or town, state, and ZIP code	F Total assets (see page 12 of the instructions) $

G Check applicable boxes: (1) ☐ Final return (2) ☐ Name change (3) ☐ Address change (4) ☐ Amended return

H Check accounting method: (1) ☐ Cash (2) ☐ Accrual (3) ☐ Other (specify) ►

I Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year ►

Part I Taxable Income or Loss From Passive Loss Limitation Activities

Income	1a	Gross receipts or sales ____ **b** Less returns and allowances ____ **c** Bal ►	1c	
	2	Cost of goods sold (Schedule A, line 8)	2	
	3	Gross profit. Subtract line 2 from line 1c	3	
	4	Net income (loss) from rental real estate activities *(attach Form 8825)*	4	
	5	Net income (loss) from other rental activities *(attach schedule)*	5	
	6	Ordinary income (loss) from other partnerships, estates, and trusts *(attach schedule)*	6	
	7	Net farm profit (loss) *(attach Schedule F (Form 1040))*	7	
	8	Excess of net short-term capital gain over net long-term capital loss (Schedule D, line 16)	8	
	9	Net gain (loss) from Form 4797, Part II, line 18	9	
	10	Other income (loss) (see instructions) *(attach schedule)*	10	
	11	**Total income (loss).** Combine lines 3 through 10	11	
Deductions	12	Salaries and wages (other than to partners) (less employment credits)	12	
	13	Guaranteed payments to partners	13	
	14	Repairs and maintenance	14	
	15	Bad debts	15	
	16	Rent	16	
	17	Taxes and licenses	17	
	18	Interest	18	
	19a	Depreciation and section 179 expense deduction (see instructions) 19a		
	b	Less depreciation reported on Schedule A and elsewhere on return 19b	19c	
	20	Depletion	20	
	21	Retirement plans, etc.	21	
	22	Employee benefit programs	22	
	23	Other deductions *(attach schedule)*	23	
	24	**Total deductions.** Add the amounts shown in the far right column for lines 12 through 23	24	
	25	**Taxable income (loss) from passive loss limitation activities.** Subtract line 24 from line 11	25	
Tax and Payments	26	Tax (see instructions). Check if from: **a** ☐ Form 4255 **b** ☐ Form 8611	26	
	27	Other payments. Check if from: **a** ☐ Form 2439 **b** ☐ Form 4136	27	
	28	Tax due. Enter the excess of line 26 over line 27	28	
	29	Overpayment. Enter the excess of line 27 over line 26	29	

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than general partner or limited liability company member) is based on all information of which preparer has any knowledge.

Signature of general partner or limited liability company member | Date

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ **Yes** ☐ **No**

Paid Preparer's Use Only

Preparer's signature	Date	Check if self-employed ☐	Preparer's SSN or PTIN
Firm's name (or yours if self-employed), address, and ZIP code		EIN	
		Phone no. ( )	

Part II Taxable Income or Loss From Other Activities

1	Interest	1	
2	Ordinary dividends	2	
3	Gross royalties	3	
4	Excess of net short-term capital gain over net long-term capital loss (Schedule D, line 21)	4	
5	Other income (loss) (see instructions) *(attach schedule)*	5	
6	**Total income (loss).** Combine lines 1 through 5	6	
7	Interest expense on investment debts *(attach Form 4952)*	7	
8	State and local income taxes (see instructions)	8	
9	Charitable contributions (see instructions for limitations and required attachment)	9	
10a	Total miscellaneous itemized deductions — 10a		
b	Deductible amount. Multiply line 10a by 30%	10b	
11	Other deductions *(attach schedule)*	11	
12	**Total deductions.** Add lines 7, 8, 9, 10b, and 11	12	
13	**Taxable income (loss) from other activities.** Subtract line 12 from line 6	13	

Schedule A Cost of Goods Sold (see page 18 of the instructions)

1	Inventory at beginning of year	1	
2	Purchases less cost of items withdrawn for personal use	2	
3	Cost of labor	3	
4	Additional section 263A costs *(attach schedule)*	4	
5	Other costs *(attach schedule)*	5	
6	**Total.** Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	**Cost of goods sold.** Subtract line 7 from line 6. Enter here and on page 1, line 2	8	

9a Check all methods used for valuing closing inventory:

- **(i)** ☐ Cost as described in Regulations section 1.471-3
- **(ii)** ☐ Lower of cost or market as described in Regulations section 1.471-4
- **(iii)** ☐ Other (specify method used and attach explanation) ►

b Check this box if there was a writedown of "subnormal" goods as described in Regulations section 1.471-2(c) ► ☐

c Check this box if the LIFO inventory method was adopted this tax year for any goods *(if checked, attach Form 970)* ► ☐

d Do the rules of section 263A (for property produced or acquired for resale) apply to the partnership? ☐ **Yes** ☐ **No**

e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? ☐ **Yes** ☐ **No**
If "Yes," attach explanation.

Schedule B Other Information

		Yes	No
1	What type of entity is filing this return? Check the applicable box: **a** ☐ Domestic general partnership **b** ☐ Domestic limited partnership **c** ☐ Domestic limited liability company **d** ☐ Domestic limited liability partnership **e** ☐ Foreign partnership **f** ☐ Other ►		
2	Are any partners in this partnership also partnerships?		
3	During the partnership's tax year, did the partnership own any interest in another partnership or in any foreign entity that was disregarded as an entity separate from its owner under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," see instructions for required attachment		
4	Does this partnership have any foreign partners? If "Yes," the partnership may have to file Forms 8804, 8805, and 8813. See page 19 of the instructions		
5	Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		
6	Has this partnership filed, or is it required to file, **Form 8264,** Application for Registration of a Tax Shelter?		
7	At any time during calendar year 2001, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? See page 19 of the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country. ►		
8	During the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520. See page 19 of the instructions.		
9	Enter the number of Forms 8865 attached to this return ►		

Schedule D Capital Gains and Losses

Part I—Short-Term Capital Gains and Losses—Assets Held One Year or Less

	(a) Description of property (e.g., 100 shares of "Z" Co.)	(b) Date acquired (month, day, year)	(c) Date sold (month, day, year)	(d) Sales price (see instructions)	(e) Cost or other basis (see instructions)	(f) Gain or (loss) ((d) minus (e))
1						

2	Short-term capital gain from installment sales from Form 6252, line 26 or 37	2	
3	Short-term capital gain (loss) from like-kind exchanges from Form 8824	3	
4	**Net short-term capital gain or (loss).** Combine lines 1 through 3 in column (f)	4	

Part II—Long-Term Capital Gains and Losses—Assets Held More Than One Year

	(a) Description of property (e.g., 100 shares of "Z" Co.)	(b) Date acquired (month, day, year)	(c) Date sold (month, day, year)	(d) Sales price (see instructions)	(e) Cost or other basis (see instructions)	(f) Gain or (loss) ((d) minus (e))	(g) 28% rate gain or (loss) *(see instr. below)
5							

			(f)	(g)
6	Enter gain from Form 4797, Part I	6		
7	Long-term capital gain from installment sales from Form 6252, line 26 or 37	7		
8	Long-term capital gain (loss) from like-kind exchanges from Form 8824	8		
9	Combine lines 5 through 8 in column (g)	9		
10	**Net long-term capital gain or (loss).** Combine lines 5 through 8 in column (f)	10		

***28% rate gain or (loss)** includes all "collectibles gains and losses" as defined in the instructions.

Part III—Summary of Parts I and II

11	Combine lines 4 and 10 and enter the net gain (loss)	11	
12	Enter excess of net short-term capital gain (line 4) over net long-term capital loss (line 10)	12	
13	Net capital gain (loss). Subtract line 12 from line 11	13	
14	28% rate gain (loss). Combine the (loss), if any, on line 4 and the gain or (loss) on line 9	14	

Part IV—Net Capital Gain (Loss) and 28% Rate Gain (Loss) From Passive Loss Limitation Activities

15	Redetermine the amount on line 12 by taking into account only gains and losses from passive loss limitation activities	15	
16	Enter the **smaller** of the amount on line 12 or line 15. Enter here and on page 1, Part I, line 8	16	
17	Redetermine the amount on line 13 by taking into account only gains and losses from passive loss limitation activities	17	
18	If lines 13 and 17 are both positive or both negative, enter the **smaller** of line 13 or line 17. Otherwise, enter -0-. Enter here and on Schedule K, line 3c **Note:** *When figuring whether line 13 or line 17 is **smaller,** treat both numbers as positive.*	18	
19	Redetermine the amount on line 14 by taking into account only 28% rate gains and losses from passive loss limitation activities	19	
20	If lines 14 and 19 are both positive or both negative, enter the **smaller** of line 14 or line 19. Otherwise, enter -0-. Enter here and on Schedule K, line 3a **Note:** *When figuring whether line 14 or line 19 is **smaller,** treat both numbers as positive.*	20	

Part V—Net Capital Gain (Loss) and 28% Rate Gain (Loss) From Other Activities

21	Subtract line 16 from line 12. Enter here and on page 2, Part II, line 4	21	
22	Subtract line 18 from line 13. Enter here and on Schedule K, line 4c	22	
23	Subtract line 20 from line 14. Enter here and on Schedule K, line 4a	23	

Schedule K Partners' Shares of Income, Credits, Deductions, etc.

(a) Distributive share items			(b) Total amount
1a Taxable income (loss) from passive loss limitation activities (Part I, line 25)		1a	
b Amount on line 1a allocated to general partners as:			
(1) Taxable income (loss) from trade or business activities	1b(1)		
(2) Taxable income (loss) from rental real estate activities	1b(2)		
(3) Taxable income (loss) from other rental activities	1b(3)		
c Total amount on line 1a allocated to general partners. Combine lines 1b(1) through 1b(3)		1c	
d Taxable income (loss) from passive loss limitation activities allocated to limited partners. Subtract line 1c from line 1a (Schedules K-1, box 1)		1d	
2 Taxable income (loss) from other activities (Part II, line 13)		2	
3 Net capital gain (loss) from passive loss limitation activities:			
a 28% rate gain (loss) (Schedule D, line 20)	3a		
b Qualified 5-year gain	3b		
c Net capital gain (loss) (Schedule D, line 18)		3c	
4 Net capital gain (loss) from other activities:			
a 28% rate gain (loss) (Schedule D, line 23)	4a		
b Qualified 5-year gain	4b		
c Net capital gain (loss) (Schedule D, line 22)		4c	
5 Net passive alternative minimum tax adjustment		5	
6 Net other alternative minimum tax adjustment		6	
7 Guaranteed payments		7	
8 Income from discharge of indebtedness		8	
9 Tax-exempt interest income		9	
10 General credits (see instructions)		10	
11 Low-income housing credit for property placed in service after 1989 (see instructions)		11	
12 Rehabilitation credit from rental real estate activities (including low-income housing credit for property placed in service before 1990) *(attach Form 3468 or Form 8586)*		12	
13 Credit for producing fuel from a nonconventional source *(attach schedule)*		13	
14a Net earnings (loss) from self-employment		14a	
b Gross nonfarm income		14b	
15a Name of foreign country or U.S. possession ▶			
b Gross income from all sources		15b	
c Gross income sourced at partner level		15c	
d Foreign gross income sourced at partnership level:			
(1) Passive		15d(1)	
(2) Listed categories *(attach schedule)*		15d(2)	
(3) General limitation		15d(3)	
e Deductions allocated and apportioned at partner level:			
(1) Interest expense		15e(1)	
(2) Other		15e(2)	
f Deductions allocated and apportioned at partnership level to foreign source income:			
(1) Passive		15f(1)	
(2) Listed categories *(attach schedule)*		15f(2)	
(3) General limitation		15f(3)	
g Total foreign taxes (check one): ▶ Paid ☐ Accrued ☐		15g	
h Reduction in taxes available for credit *(attach schedule)*		15h	
16 Other items and amounts required to be reported separately to partners *(attach schedule)*			

Analysis of Net Income (Loss)

1 Net income (loss). In column (b), add lines 1c through 4c, 7, and 8. From the result, subtract line 15g	1

2 Analysis by partner type:	**(i)** Corporate	**(ii)** Individual (active)	**(iii)** Individual (passive)	**(iv)** Partnership	**(v)** Exempt organization	**(vi)** Nominee/Other
a General partners						
b Limited partners						

Schedule L Balance Sheets per Books

Assets	Beginning of tax year (a)	(b)	End of tax year (c)	(d)
1 Cash				
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets *(attach schedule)*				
7 Mortgage and real estate loans				
8 Other investments *(attach schedule)*				
9a Buildings and other depreciable assets				
b Less accumulated depreciation				
10a Depletable assets				
b Less accumulated depletion				
11 Land (net of any amortization)				
12a Intangible assets (amortizable only)				
b Less accumulated amortization				
13 Other assets *(attach schedule)*				
14 **Total** assets				
Liabilities and Capital				
15 Accounts payable				
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities *(attach schedule)*				
18 All nonrecourse loans				
19 Mortgages, notes, bonds payable in 1 year or more				
20 Other liabilities *(attach schedule)*				
21 Partners' capital accounts				
22 **Total** liabilities and capital				

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return
(See page 32 of the instructions.)

1 Net income (loss) per books		6 Income recorded on books this year not included on Schedule K, lines 1c through 4c and 8 (itemize):	
2 Income included on Schedule K, lines 1c through 4c, and 8, not recorded on books this year (itemize):		a Tax-exempt interest $	
3 Guaranteed payments			
4 Expenses recorded on books this year not included on Schedule K, lines 1c through 4c and 15g (itemize):		7 Deductions included on Schedule K, lines 1c through 4c and 15g, not charged against book income this year (itemize):	
a Depreciation $		a Depreciation $	
b Travel and entertainment $			
		8 Add lines 6 and 7	
		9 Income (loss). (Analysis of Net Income (Loss), line 1.) Subtract line 8 from line 5	
5 Add lines 1 through 4			

Schedule M-2 Analysis of Partners' Capital Accounts

1 Balance at beginning of year		6 Distributions: a Cash	
2 Capital contributed during year		b Property	
3 Net income (loss) per books		7 Other decreases (itemize):	
4 Other increases (itemize):			
		8 Add lines 6 and 7	
5 Add lines 1 through 4		9 Balance at end of year. Subtract line 8 from line 5	