

Section 1061 Worksheet B

Owner Taxpayer Reporting of Recharacterization Amount
(The Owner Taxpayer must complete and attach to their tax return)

Taxpayer Name _____ **SSN/TIN** _____

Line	Description	*Gains and (Losses)
1	API One Year Distributive Share Amount from Worksheet A, line 4, which is attached to the Schedule K-1 - combined net amount from all APIs and increased by the API One Year Distributive Share Amount of collectibles gain or loss and/or unrecaptured §1250 gain, if applicable.	\$
2	API One Year Disposition Amount (from Table 1, line 4) - combined net amount from all APIs	\$
3	One Year Gain Amount (Add lines 1 and 2) If the sum of line 1 plus line 2 is zero or less, enter zero on line 3 and skip to line 8.	\$
4	API Three Year Distributive Share Amount from Worksheet A, line 7, which is attached to the Schedule K-1 - combined net amount from all APIs, increased by the amount of API Three Year Distributive Share Amount of collectibles gain or loss and/or unrecaptured §1250 gain, if applicable.	\$
5	API Three Year Disposition Amount (from Table 2, line 4) – combined net amount for all APIs	\$
6	Three Year Gain Amount (Add lines 4 and 5) If the sum of line 4 plus line 5 is zero or less, enter zero	\$
7	Recharacterization Amount (treated as short-term capital gain) Subtract line 6 from line 3 (If zero or less, enter zero)	\$
8	Section 1061(d) Recharacterization Amount (as determined in §1.1061-5(c))	\$
9	Section 1061 Adjustment to Form 8949 Add lines 7 and line 8 (This amount is an adjustment to increase short-term capital gain and decrease long-term capital gain amounts on Form 8949, Parts I and II. See FAQ 3 for instructions on how to report adjustments on tax return)	\$
**10	(a) Total collectibles gain with respect to any interest in a Passthrough Entity (per box 9b, Schedule K-1 (Form 1065); box 8b, Schedule K-1 (Form 1120S); box 4b, Schedule K-1 (Form 1041))	\$
	(b) Amount of collectibles gain included in the Recharacterization Amount	\$

	(c) Amount of collectibles gain entered in the 28% Rate Gain Worksheet (see line 18 of the Schedule D (Form 1040), or line 18c of the Schedule D (Form 1041))	\$
***11	(a) Total unrecaptured §1250 gain with respect to any interest in a Passthrough Entity (per box 9c, Schedule K-1 (Form 1065); box 8c, Schedule K-1 (Form 1120S); box 4c, Schedule K-1 (Form 1041))	\$
	(b) Amount of unrecaptured §1250 gain included in the Recharacterization Amount	\$
	(c) Amount of unrecaptured §1250 gain entered in the Unrecaptured §1250 Gain Worksheet (see line 19 of the Schedule D (Form 1040) or line 18b of the Schedule D (Form 1041))	\$

* Gains are entered as positive, and losses are entered as negative

** The sum of the amount entered on line 10(b) plus the amount entered on line 10(c) must equal the amount entered in line 10(a) (see FAQ 4 for instructions on how to report adjustments on tax return).

*** The sum of the amount entered on line 11(b) plus the amount entered on line 11(c) must equal the amount entered on line 11(a) (see FAQ 4 for instructions on how to report adjustments on tax return).