

Form 514 Test Scenario 2

Eastland Quarries

00-2000003

Test Scenario 2 uses the Federal Form 1065 Test Scenario 3. Dated 09/30/20

Form Required: 514

Misc. Additional Information –

- The county in which located is - Oklahoma
- The interest income is reported as ‘other interest income’ in Part 3.

Information needed to complete the **Apportionment Formula, Column A -**

- Inventories = 195,784
- Rented property (Capitalized) = 540,548
- Payroll = 35,000
- Sales shipped to Oklahoma from outside Oklahoma = 640,800

Information needed to complete **Part 5:**

- Line 3 ‘Percentage of Partnership Owned’: Peter Teak sold his partnership interest to Joseph Spruce. Any of the following are acceptable %s for Peter and Joseph.
- Line 4 “Distributable Federal Income”. Any of the following are acceptable Income Distributions for Peter and Joseph.

Peter Teak		Joseph Spruce	
Percentage of Partnership Owned	Distributable Federal Income	Percentage of Partnership Owned	Distributable Federal Income
45%	580,952	45%	580,952
22.5%	290,476	22.5%	290,476
0%	0	45%	580,952

- Line 5 “Distributable Oklahoma Income” should equal 10,267 for both Peter and Joseph.

Information needed to complete **Part 6: Additional Information** section –

- The location of principal accounting records is the same address as on the tax return.
- The Internal Revenue Service has not re-determined the company’s tax liability for any prior year.
- The statute of limitations was not extended by consent for any prior year.
- The business name is the same as on the tax return.
- The principal location in Oklahoma is 32 W 66th, Arcadia OK 73007
- The date business began in Oklahoma was 06/30/2018.

Explanation Statement: Add the following in the <ExplanationStatement> element -

- Peter Teak sold his partnership interest to Joseph Spruce, see Federal Form 8308.



Oklahoma Partnership Income Tax Return

This form is due 30 days after the due date of the Federal return.

For the year January 1 - December 31, 2020, or other taxable year beginning: 2020 ending:

Partnership Name EASTLAND QUARRIES	Federal Employer Identification Number 00-2000003	Business Code Number 212310
Street Address 2313 JACKSON AVE.	City, State or Province, Country and ZIP or Foreign Postal Code PORTLAND, OR 97208	County in which located OKLAHOMA

Place an 'X' if: (1) Initial return (2) Final return (3) Amended return (See Schedule 514-X on page 5) (4) Electing PTE (Form 586 was filed)

PART 1: TAX COMPUTATION FOR NONRESIDENT COMPOSITE FILERS AND ELECTING PASS-THROUGH ENTITIES -OR- FOR PARTNERSHIPS CLAIMING THE REFUNDABLE CREDIT FROM FORM 577 OR 578.

1 Nonresident share of income (514-PT, Column F, line J) -or- electing pass-through entity's taxable income (587-PTE, Part 3, line 3). If the Oklahoma Capital Gain Deduction (Form 561P or 561-PTE) is included in Form 514-PT, Column C or F or in Form 587-PTE, Column C, place an "X" in the box..... 1 00

Complete line 2a -or- lines 2b and 2c

2a Nonresident Oklahoma tax (Form 514-PT, Column H, line K).....	2a	00
2b Electing Pass-Through Entity Tax (Form 587-PTE, Part 1 line 23).....	2b	00
2c Electing Pass-Through Entity Tax (Form 587-PTE, Part 2 line 23).....	2c	00
2 Nonresident Oklahoma tax (line 2a) -or- Electing Pass-Through Entity Tax (total of lines 2b and 2c) (If recapturing the Oklahoma Affordable Housing Tax Credit, add the recaptured credit here and enter a "1" in the box. If making an Oklahoma installment payment pursuant to IRC Sec. 965(h) and 68 O.S. Sec. 2368(K), add the installment payment here and enter a "2" in the box)	2	00
3 Less: Other Credits from Form 511CR (see instructions) (provide Form 511CR)	3	00
4 Balance of tax due (line 2 minus line 3, but not less than zero)	4	00
5 2020 Oklahoma estimated tax payments (e.g Form(s) OW-8-ESC and prior year overpayment carryforward).....	5	00
6 Amount paid with extension request.....	6	00
7 Oklahoma withholding (provide Forms 1099, 500A, 500B, etc.).....	7	00
8 Refundable credits from Forma) <input type="checkbox"/> 577.....b) <input type="checkbox"/> 578.....	8	00
9 Amount paid with original return and amount paid after it was filed (amended return only)	9	00
10 Any refunds or overpayment applied (amended return only).....	10 ()	
11 Total of lines 5 through 10.....	11	00
12 Overpayment (line 11 minus line 4)	12	00
13 Amount of line 12 to be credited to 2021 estimated tax (original return only).....	13	00
14 Amount of line 12 to be refunded to you (line 12 minus line 13)	Refund → 14	00

Direct Deposit Note: → **Is this refund going to or through an account that is located outside of the United States?** Yes No

Deposit my refund in my: checking account savings account

Routing Number: _____ **Account Number:** _____

15 Tax Due (line 4 minus line 11).....	Tax Due → 15	00
16 Underpayment of estimated tax interest.....	Annualized <input type="checkbox"/> 16	00
17 For delinquent payment add penalty of 5% \$ _____ plus interest of 1.25% per month..... \$ _____	17	00
18 Total tax, penalty and interest (add lines 15, 16 and 17)	Balance Due → 18	00

If the Oklahoma Tax Commission may discuss this return with your tax preparer, place an 'X' here

Under penalties of perjury, I declare I have examined this return, including any accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. If prepared by person other than the taxpayer, this declaration is based on all information of which preparer has any knowledge. **Make check payable to the Oklahoma Tax Commission**

Signature of Partner or Member JONATHAN TEAK	Date	Signature of Preparer JOHN SMITH	Date
Printed Name of Partner or Member JONATHAN TEAK	Phone Number 555-555-5555	Printed Name of Preparer JOHN SMITH	Preparer's PTIN P00000001
Title PRESIDENT	Phone Number 555-555-5555	Phone Number 555-631-1212	Preparer's PTIN P00000001



Partnership Name:

EASTLAND QUARRIES

FEIN:

00-2000003

PART 2: ORDINARY INCOME FROM TRADE OR BUSINESS

CAUTION: Include only trade or business income and expenses on lines 1a through 22 below.

1	a. Gross receipts or sales.....	\$ 15,200,800
	b. Minus returns and allowances.....	\$ 115,470
2	Cost of goods sold and/or operations.....	
3	Gross profit (subtract line 2 from line 1).....	
4	Ordinary income (loss) from other partnerships and fiduciaries (provide schedule).....	
5	Net farm profit (loss) (provide Sch. F, Form 1040).....	
6	Net gain (loss) (Form 4797, line 18).....	
7	Other income (loss) (provide schedule).....	
8	Total income (loss) (add lines 3 through 7).....	
9	Salaries and wages (other than to partners).....	
10	Guaranteed payments to partners.....	
11	Repairs and maintenance.....	
12	Bad debts.....	
13	Rent.....	
14	Taxes and licenses.....	
15	Interest.....	
16	Depreciation.....	
17	Depletion (do not deduct oil and gas depletion).....	
18	Retirement plans, etc.....	
19	Employee benefit program.....	
20	Other deductions (provide schedule).....	
21	Total deductions (add lines 9 through 20).....	
22	Ordinary income (loss) from trade or business: Subtract line 21 from line 8.....	

Column A		Column B	
As reported on Federal Return		Total applicable to Oklahoma	
15,085,330	00	1	00
7,000,032	00	2	00
8,085,298	00	3	00
	00	4	00
	00	5	00
37,400	00	6	00
36,522	00	7	00
8,159,220	00	8	00
550,000	00	9	00
	00	10	00
3,120,512	00	11	00
11,411	00	12	00
386,634	00	13	00
262,140	00	14	00
38,106	00	15	00
	00	16	00
653,121	00	17	00
53,721	00	18	00
287,416	00	19	00
1,459,679	00	20	00
6,822,740	00	21	00
1,336,480	00	22	00

PART 3: DISTRIBUTIVE SHARE ITEMS

1	Ordinary income (loss) from trade or business activity(ies) (Part 2, line 22)	
2	Net income (loss) from rental real estate activity(ies) (provide schedule)	
3	Net income (loss) from other rental activity(ies) (provide schedule).....	
4	Portfolio Income (loss)	a. Interest on loans, notes, mortgages, bonds, etc.....
		b. Interest on obligations of a state or political subdivision.....
		c. Interest on obligations of the United States.....
		d. Other interest income.....
		e. Dividend income.....
		f. Royalty income (patent or copyright).....
		g. Net short-term capital gain (loss).....
		h. Net long-term capital gain (loss).....
		i. Other portfolio income (loss) (provide schedule).....
5	Net gain (loss) under section 1231 (other than due to casualty or theft)	
6	Other (provide schedule).....	
7	Total income (Add lines 1 through 6).....	
8	Deductions	Contributions.....
9		Expense deductions for recovery property (Section 179) (provide sch.)
10		Deductions related to portfolio income.....
11		Depletion (other than oil and gas).....
12		Intangible drilling costs.....
13		Other deductions authorized by law (provide schedule).....
14	Total deductions (Add lines 8 through 13).....	
15	Net distributive income (line 7 minus line 14).....	

Column A		Column B	
As reported on Federal Return		Total applicable to Oklahoma	
1,336,480	00	1	00
	00	2	00
	00	3	00
	00	4a	00
	00	4b	00
	00	4c	00
14,225	00	4d	00
	00	4e	00
	00	4f	00
2,300	00	4g	00
(2,500)	00	4h	00
	00	4i	00
(56,500)	00	5	00
	00	6	00
1,294,005	00	7	00
3,000	00	8	00
	00	9	00
	00	10	00
	00	11	00
	00	12	00
	00	13	00
3,000	00	14	00
1,291,005	00	15	45,631

If Federal and Oklahoma distributive net income is the same, you may complete Part 3, line 15, then complete Part 5. Provide a copy of your Federal Form 1065 and K-1s.



Partnership Name: EASTLAND QUARRIES	Federal Employer Identification Number: 00-2000003
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SCHEDULE 514-X: AMENDED RETURN SCHEDULE

A Did you file an amended federal income tax return? Yes No
 Provide a copy of the amended federal return and a copy of "Statement of Adjustment," IRS refund check or deposit slip.

B If this return is being filed due to a federal audit, furnish a complete copy of the RAR.

C Explanation or reason for amended return (provide all necessary schedules):

Instructions for filing an Amended Return

When filing an amended return, place an "X" in the Amended Return check-box at the top of page 1. Enter any amount(s) paid with the original return plus any amount(s) paid after it was filed on line 9. Enter any refund previously received or overpayment applied on line 10. Complete the Amended Return Schedule, Schedule 514-X above.

Provide the amended Federal return and proof of disposition by the IRS when applicable.

An overpayment on an amended return may not be credited to estimated tax, but will be refunded. The amount applied to estimated tax on the original return cannot be adjusted.