

North Dakota Office of State Tax Commissioner
Schedule K-1 (Form 58) 2018

**Partner's Share of North Dakota Income (Loss),
Deductions, Adjustments, Credits, and Other Items**

▶ See separate instructions

Part 1 Partnership information

A Partnership's federal EIN _____

B Partnership's name, address, city, state, and ZIP code _____

Part 2 Partner information

C Partner's SSN or FEIN (from Federal Schedule K-1) _____

D Partner's name, address, city, state, and ZIP code
(from Federal Schedule K-1) _____

E What type of entity is this partner? _____

F If partner is an individual, estate, or trust, partner is a:

- Full-year resident** of North Dakota **Part-year resident** of North Dakota
 Full-year nonresident of North Dakota

G Is this an eligible nonresident partner who elected to be included in a composite filing? Yes No

H Partner's share of profit and loss:
(from Federal Schedule K-1)

	Beginning	Ending
Profit	%	%
Loss	%	%

I Partner's ownership percentage: _____ %

Part 3 All partners: ND adjustments and tax credits

- 1** Income from non-ND bonds and securities _____
- 2** State and local income taxes deducted _____
- 3** Interest from U.S. obligations _____
- 4** Renaissance zone income exemption:
 - a** For projects approved **before August 1, 2013** _____
 - b** For projects approved **after July 31, 2013** _____
- 5** New or expanding business income exemption _____
- 6** Gain from eminent domain sale _____
- 7** Renaissance zone:
 - a** Historic property preservation credit _____
 - b** Renaissance fund organization credit _____
 - c** Nonparticipating property owner credit _____
- 8** Seed capital investment credit _____
- 9** Agricultural commodity processing facility investment credit _____
- 10** Biodiesel/green diesel fuel blending credit _____
- 11** Biodiesel/green diesel fuel sales equipment credit _____

Final Amended



Partnership's tax year:

Calendar year 2018 (Jan. 1 - Dec. 31, 2018)

Fiscal year: Beginning _____, 2018, Ending _____, 20____

- 12 a** Geothermal credit _____
- b** Biomass, solar, or wind device credit _____
- 13** Employer internship program credit _____
- 14** Research expense credit _____
- 15 a** Endowment fund credit (Schedule QEC) _____
- b** Contribution amount (Schedule QEC) _____
- c** Endowment fund credit (ND Schedule K-1) _____
- d** Contribution amount (ND Schedule K-1) _____
- 16** Workforce recruitment credit _____
- 17** Wages paid to mobilized employee credit _____
- 18** Nonprofit private primary school credit _____
- 19** Nonprofit private high school credit _____
- 20** Nonprofit private college credit _____
- 21** Angel investor credit (for investments made after June 30, 2017) _____

Part 4 Nonresident individual, estate, or trust partner: North Dakota income (loss)

- 22** Partnership's apportionment factor _____
- 23** Ordinary income (loss) _____
- 24** Net rental real estate income (loss) _____
- 25** Other net rental income (loss) _____
- 26** Guaranteed payments _____
- 27** Interest income _____
- 28** Ordinary dividends _____
- 29** Royalties _____
- 30** Net short-term capital gain (loss) _____
- 31** Net long-term capital gain (loss) _____
- 32** Net section 1231 gain (loss) _____
- 33** Other income (loss) _____
- 34** Section 179 deduction _____
- 35** Other deductions _____
- 36** I.R.C. § 179 property disposition gain (loss) _____

Part 5 Nonresident partner and tax-exempt organization partner

- 37** ND distributive share of income (loss) _____
- 38** North Dakota income tax withheld _____
- 39** North Dakota composite income tax _____

Part 6 Partnership or corporation partner

	Property	Payroll	Sales
40 ND			
41 Total			

2018

Partner's Instructions for North Dakota Schedule K-1 (Form 58)

Purpose of form

North Dakota Schedule K-1 (Form 58) is a supplemental schedule provided by a partnership to its partners. It provides information the partners may need to complete their North Dakota income tax returns.

Resident individual, estate, and trust. If you are a North Dakota resident individual, estate, or trust, your entire distributive share of income from the partnership is subject to North Dakota income tax. You received this schedule only to show your distributive share of the partnership's North Dakota statutory adjustments and tax credits (see Part 3).

Nonresident individual, estate, or trust. If you are a nonresident individual, estate, or trust, you are subject to North Dakota income tax on your distributive share of the partnership's income that is apportioned and allocated to North Dakota. You received this schedule to show your distributive share of North Dakota income, gains, losses, and deductions (see Part 4); North Dakota statutory adjustments and tax credits (see Part 3); and North Dakota income tax withheld or paid on your North Dakota distributive share of income (see Part 5).

Business entity. If you are a business entity, such as a partnership, corporation, or limited liability company, see the instructions to the applicable North Dakota income tax return for filing and payment requirements. You received this schedule to show your distributive share of the partnership's North Dakota statutory adjustments and tax credits (see Part 3) and your distributive share of the partnership's property, payroll, and sales apportionment factors (see Part 6). If you are a passthrough entity, such as a partnership or S corporation, and your commercial domicile is located outside North Dakota, the schedule will also show your North Dakota distributive share of income and any North Dakota income tax withheld or paid on it (see Part 5).

Tax-exempt organization. If you are a tax-exempt organization, you received this schedule to show your North Dakota distributive share of income, which is subject to North Dakota income tax if it is subject to federal income tax (see Part 5). It also shows your distributive share of North Dakota statutory adjustments and tax credits, which may apply if you have income subject to North Dakota income tax (see Part 3).

General instructions

The instructions for Parts 3 through 6 of this schedule show where to report the information from Schedule K-1 (Form 58) on your North Dakota income tax return.

Tax year. References to a North Dakota form and line number contained in these instructions are references to the form in use for the 2018 calendar year. However, if you file your return on a calendar year basis, but the partnership files its return on a fiscal year basis, report the amounts on your return for the year in which the partnership's fiscal year ends. For example, if the partnership has a fiscal year ending in February 2019, report the amounts from the 2018 Schedule K-1 (Form 58) on your 2019 tax return. The partnership's tax year is shown at the top of the schedule.

Composite filing election. If you elected to include your North Dakota distributive share of income in a composite filing by the partnership, the information provided on the schedule is only for your information. Retain the schedule for your tax records. The composite income tax paid by the partnership satisfies your North Dakota income tax filing and payment obligations with respect to your North Dakota distributive share of income from the partnership. If you later choose to revoke your composite filing election and file your own North Dakota income tax return, follow the instructions to Parts 3 through 6 to transfer the amounts from the schedule to your return.

Amended Schedule K-1 (Form 58). If you receive an amended North Dakota Schedule K-1 from the partnership, you generally must file an amended North Dakota income tax return to report the revised information. Attach a copy of the amended Schedule K-1 to your amended North Dakota income tax return. If you previously elected to be included in a composite filing, and you are not changing that election, no action is required and you should retain the amended Schedule K-1 for your tax records.

Specific instructions

Part 3

All partners—North Dakota adjustments and tax credits

The following lists show where to enter an amount from Part 3 of Schedule K-1 (Form 58) on the North Dakota income tax return. Use the list corresponding to your return. "Not applicable" in the right-hand column means that the item does not apply and must not be entered on your return.

Lines 1-21

Form ND-1 filer:

Include the amount from this schedule:

- Lines 1-2
- Line 3
- Line 4a

On:

- Not applicable
- Form ND-1, line 7
- Sch. RZ, Part 1, line 19a

- Line 4b Sch. RZ, Part 1, line 19b
- Line 5 Form ND-1SA, line 2
- Line 6 Not applicable
- Line 7a Sch. RZ, Part 4, line 7
- Line 7b Sch. RZ, Part 5, line 4
- Line 7c Sch. RZ, Part 6, line 6
- Line 8 Sch. ND-1TC, line 4
- Line 9 Sch. ND-1TC, line 3
- Line 10 Sch. ND-1TC, line 6
- Line 11 Sch. ND-1TC, line 7
- Line 12a Sch. ND-1TC, line 12b
- Line 12b Not applicable
- Line 13 Sch. ND-1TC, line 8a
- Line 14 Sch. ND-1TC, line 9a
- Line 15a Sch. ND-1TC, line 15b
- Line 15b See instructions to Form ND-1, line 4a
- Line 15c Sch. ND-1TC, line 15b
- Line 15d See instructions to Form ND-1, line 4a
- Line 16 Sch. ND-1TC, line 11a
- Line 17 Sch. ND-1TC, line 13
- Line 18 Sch. ND-1TC, line 18
- Line 19 Sch. ND-1TC, line 19
- Line 20 Sch. ND-1TC, line 20
- Line 21 Sch. ND-1TC, line 21

Form 38 filer:

Include the amount from this schedule:

- Lines 1-2 Not applicable
- Line 3 Form 38, page 2, Part 1, line 4a
- Line 4a Sch. RZ, Part 1, line 19a
- Line 4b Sch. RZ, Part 1, line 19b
- Line 5 Form 38, page 2, Part 1, line 4d
- Line 6 Not applicable
- Line 7a Sch. RZ, Part 4, line 7
- Line 7b Sch. RZ, Part 5, line 4
- Line 7c Sch. RZ, Part 6, line 6
- Line 8 Sch. 38-TC, line 3
- Line 9 Sch. 38-TC, line 2
- Line 10 Sch. 38-TC, line 4
- Line 11 Sch. 38-TC, line 5
- Line 12a Sch. 38-TC, line 10b
- Line 12b Not applicable
- Line 13 Sch. 38-TC, line 6a
- Line 14 Sch. 38-TC, line 7a
- Line 15a Sch. 38-TC, line 12c
- Line 15b Form 38, page 2, Part 1, line 2
- Line 15c Sch. 38-TC, line 12c
- Line 15d Form 38, page 2, Part 1, line 2
- Line 16 Sch. 38-TC, line 9a
- Line 17 Sch. 38-TC, line 11
- Line 18 Sch. 38-TC, line 15
- Line 19 Sch. 38-TC, line 16
- Line 20 Sch. 38-TC, line 17
- Line 21 Not applicable

Form 40 filer:

Include the amount from this schedule:

Line 1	On:	Sch. SA, line 4
Line 2		Sch. SA, line 3
Line 3		Sch. SA, line 11
Line 4a		Sch. RZ, Part 1, line 19a
Line 4b		Sch. RZ, Part 1, line 19b
Line 5		Page 1, line 9
Line 6		Sch. SA, line 16
Line 7a		Sch. RZ, Part 4, line 7
Line 7b		Sch. RZ, Part 5, line 4
Line 7c		Sch. RZ, Part 6, line 6
Line 8		Sch. TC, line 12
Line 9		Sch. TC, line 15
Line 10		Sch. TC, line 13
Line 11		Sch. TC, line 14
Lines 12a-12b		Sch. TC, line 4
Line 13		Sch. TC, line 17
Line 14		Sch. TC, line 7
Line 15a		Sch. TC, line 16
Line 15b		Sch. SA, line 5
Line 15c		Sch. TC, line 16
Line 15d		Sch. SA, line 5
Line 16		Sch. TC, line 20
Line 17		Sch. TC, line 21
Lines 18-21		Not applicable

Form 60 filer:

Include the amount from this schedule:

Lines 1-2	On:	Not applicable
Line 3		Sch. K, line 1
Line 4a		Sch. K, line 2a
Line 4b		Sch. K, line 2b
Line 5		Sch. K, line 3
Line 6		Not applicable
Line 7a		Sch. K, line 4a
Line 7b		Sch. K, line 4b
Line 7c		Sch. K, line 4c
Line 8		Sch. K, line 5
Line 9		Sch. K, line 6
Line 10		Sch. K, line 7
Line 11		Sch. K, line 8
Line 12a		Sch. K, line 9
Line 12b		Not applicable
Line 13		Sch. K, line 10a
Line 14		Sch. K, line 11
Line 15a		Sch. K, line 12c
Line 15b		Sch. K, line 12d
Line 15c		Sch. K, line 12c
Line 15d		Sch. K, line 12d
Line 16		Sch. K, line 13a
Line 17		Sch. K, line 14
Line 18		Sch. K, line 15
Line 19		Sch. K, line 16
Line 20		Sch. K, line 17
Line 21		Not applicable

Form 58 filer:

Include the amount from this schedule:

Line 1-20
Line 21

On:
Corresponding lines of Sch. K, lines 1-20
Not applicable

**Part 4
Nonresident individual, estate, or trust partners only– North Dakota income (loss)**

Line 22
This is for the North Dakota Office of State Tax Commissioner’s information only.

Lines 23-36
If you are a nonresident individual, estate, or trust, lines 23 through 36 of Part 4 show your share of the partnership’s North Dakota income, gains, losses, and deductions that you must report on your North Dakota income tax return. Transfer these amounts to your North Dakota income tax return as instructed below based on the type of return you are filing.

If the full amount of any item is not included in your adjusted gross income on your federal income tax return because of limitations on the deductibility of a passive activity loss, capital loss, section 179 deduction, or for any other reason, enter on your North Dakota return only that portion of the item included in your federal adjusted gross income. **Attach a statement to your North Dakota income tax return explaining any difference between an amount shown on North Dakota Schedule K-1 (Form 58) and the amount reported on your North Dakota income tax return.**

Form ND-1 filer (nonresident only):

Include the amount from this schedule:	On Schedule ND-1NR, Column B:
Lines 23-26	Line 6
Lines 27-28	Line 2
Line 29	Line 6
Lines 30-32	Line 4
Line 33	Line 8
Lines 34-35	Line 6
Line 36	Line 4

Form 38 filer (nonresident only):

Include the amount from this schedule:	On Tax Computation Schedule, Part 2, Column B:
Lines 23-26	Line 5
Line 27	Line 1
Line 28	Line 2
Line 29	Line 5
Lines 30-31	Line 4
Line 32	Line 4 or 7
Line 33	Line 8
Lines 34-35	Line 5
Line 36	Line 4 or 7

**Part 5
Nonresident partner or tax-exempt organization partner only**

Line 37

This is the net amount of your North Dakota distributive share of income (loss) from the partnership. Do not enter the amount from this line anywhere on your return. *It is for your information only.*

Tax-exempt organization only. If part or all of your distributive share of income from the partnership is taxable under federal income tax law, the North Dakota portion of that taxable income is taxable under North Dakota income tax law. If this applies, you must file a North Dakota income tax return (using Form 40) to report the income and pay any tax due on it.

Line 38

This is the amount of North Dakota income tax withheld by the partnership from your North Dakota distributive share of income. Enter this amount on your return as follows:

- If an individual, enter on Form ND-1, line 26.
- If a trust, enter on Form 38, page 1, line 8.
- If a partnership, enter on Form 58, page 1, line 4.
- If an S corporation, enter on Form 60, page 1, line 5.

Attach a copy of North Dakota Schedule K-1 (Form 58) to your return.

Line 39

If you elected to include your North Dakota distributive share of income (loss) in a composite filing, this is the amount of North Dakota composite income tax paid on your behalf by the partnership. For more information, see “Composite filing election” on page 1 of these instructions.

Note: If you later choose to file your own North Dakota income tax return, you may claim this amount as a tax payment on your return. Attach a copy of the North Dakota Schedule K-1 (Form 58) to your return to support the amount claimed.

**Part 6
Partnership or corporation partner only**

If you are a partnership, corporation, or other entity treated like a partnership or corporation, the factor information shown in Part 6, lines 40 and 41, will affect the preparation of your North Dakota income tax return if you are required to complete Schedule FACT (or Schedule CR, Part II, in the case of certain corporations filing Form 40). See the instructions to Schedule FACT of your return for more information on where to include the factor information from this schedule.