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If you have any comments on this draft form, you can submit them to us on our web site. Include the word DRAFT in your response. You may make comments anonymously, or you may include your name and e-mail address or phone number. We will be unable to respond to all comments due to the high volume we receive. However, we will carefully consider each suggestion. So that we can properly consider your comments, please send them to us within 30 days from the date the draft was posted.

**Schedule K-1
(Form 8865)**

2008

Final K-1

Amended K-1

OMB No. 1545-1668

Department of the Treasury
Internal Revenue Service

For calendar year 2008, or tax
year beginning _____, 2008
ending _____, 20__

**Partner's Share of Income, Deductions,
Credits, etc.** ▶ See back of form and separate instructions.

| Part I Information About the Partnership | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---|-----------|-----------|--------|--------|--|--------|--|---|--|---|------|--|---|--|---|---------|--|---|--|---|------------|--|---|--|---|--|
| A Partnership's employer identification number | | | | | | | | | | | | | | | | | | | | | | | | | | |
| B Partnership's name, address, city, state, and ZIP code | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Part II Information About the Partner | | | | | | | | | | | | | | | | | | | | | | | | | | |
| C Partner's identifying number | | | | | | | | | | | | | | | | | | | | | | | | | | |
| D Partner's name, address, city, state, and ZIP code | | | | | | | | | | | | | | | | | | | | | | | | | | |
| E Partner's share of profit, loss, capital, and deductions: (see Partner's Instr. (Form 1065)) | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;"></th> <th style="width: 15%; text-align: center;">Beginning</th> <th style="width: 5%;"></th> <th style="width: 15%; text-align: center;">Ending</th> <th style="width: 5%;"></th> </tr> </thead> <tbody> <tr> <td>Profit</td> <td style="border-bottom: 1px solid black;"></td> <td style="text-align: center;">%</td> <td style="border-bottom: 1px solid black;"></td> <td style="text-align: center;">%</td> </tr> <tr> <td>Loss</td> <td style="border-bottom: 1px solid black;"></td> <td style="text-align: center;">%</td> <td style="border-bottom: 1px solid black;"></td> <td style="text-align: center;">%</td> </tr> <tr> <td>Capital</td> <td style="border-bottom: 1px solid black;"></td> <td style="text-align: center;">%</td> <td style="border-bottom: 1px solid black;"></td> <td style="text-align: center;">%</td> </tr> <tr> <td>Deductions</td> <td style="border-bottom: 1px solid black;"></td> <td style="text-align: center;">%</td> <td style="border-bottom: 1px solid black;"></td> <td style="text-align: center;">%</td> </tr> </tbody> </table> | | Beginning | | Ending | | Profit | | % | | % | Loss | | % | | % | Capital | | % | | % | Deductions | | % | | % | |
| | Beginning | | Ending | | | | | | | | | | | | | | | | | | | | | | | |
| Profit | | % | | % | | | | | | | | | | | | | | | | | | | | | | |
| Loss | | % | | % | | | | | | | | | | | | | | | | | | | | | | |
| Capital | | % | | % | | | | | | | | | | | | | | | | | | | | | | |
| Deductions | | % | | % | | | | | | | | | | | | | | | | | | | | | | |
| F Partner's capital account analysis: | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Beginning capital account \$ _____ | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Capital contributed during the year . . . \$ _____ | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Current year increase (decrease) . . . \$ _____ | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Withdrawals & distributions \$ (_____) | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Ending capital account \$ _____ | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <input type="checkbox"/> Tax basis <input type="checkbox"/> GAAP <input type="checkbox"/> Section 704(b) book <input type="checkbox"/> Other (explain) | | | | | | | | | | | | | | | | | | | | | | | | | | |
| For IRS Use Only | | | | | | | | | | | | | | | | | | | | | | | | | | |

| Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items | | | |
|--|--------------------------------------|----|--|
| 1 | Ordinary business income (loss) | 15 | Credits |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | | |
| 4 | Guaranteed payments | | |
| 5 | Interest income | 16 | Foreign transactions |
| 6a | Ordinary dividends | | |
| 6b | Qualified dividends | | |
| 7 | Royalties | | |
| 8 | Net short-term capital gain (loss) | | |
| 9a | Net long-term capital gain (loss) | | |
| 9b | Collectibles (28%) gain (loss) | | |
| 9c | Unrecaptured section 1250 gain | 17 | Alternative minimum tax (AMT) items |
| 10 | Net section 1231 gain (loss) | | |
| 11 | Other income (loss) | | |
| 12 | Section 179 deduction | | |
| 13 | Other deductions | 18 | Tax-exempt income and nondeductible expenses |
| 14 | Self-employment earnings (loss) | | |
| 19 | | | Distributions |
| 20 | | | Other information |

*See attached statement for additional information.

This list identifies the codes used on Schedule K-1 for partners and provides summarized reporting information for partners who file Form 1040. For detailed reporting and filing information, see the Partner's Instructions for Schedule K-1 (Form 1065) and the instructions for your income tax return.

1. Ordinary business income (loss). You must first determine whether the income (loss) is passive or nonpassive. Then enter on your return as follows:

| | |
|-------------------|----------------------------------|
| Passive loss | Report on |
| Passive income | See Partner's Instr. (Form 1065) |
| Nonpassive loss | Schedule E, line 28, column (g) |
| Nonpassive income | Schedule E, line 28, column (h) |
| | Schedule E, line 28, column (j) |

2. Net rental real estate income (loss) See Partner's Instr. (Form 1065)

3. Other net rental income (loss)
 Net income Schedule E, line 28, column (g)
 Net loss See Partner's Instr. (Form 1065)

4. Guaranteed payments Schedule E, line 28, column (j)

5. Interest income Form 1040, line 8a

6a. Ordinary dividends Form 1040, line 9a

6b. Qualified dividends Form 1040, line 9b

7. Royalties Schedule E, line 4

8. Net short-term capital gain (loss) Schedule D, line 5, column (f)

9a. Net long-term capital gain (loss) Schedule D, line 12, column (f)

9b. Collectibles (28%) gain (loss) 28% Rate Gain Worksheet, line 4 (Schedule D Instructions)

9c. Unrecaptured section 1250 gain See Partner's Instr. (Form 1065)

10. Net section 1231 gain (loss) See Partner's Instr. (Form 1065)

11. Other income (loss)

| | |
|---|----------------------------------|
| <i>Code</i> | |
| A Other portfolio income (loss) | See Partner's Instr. (Form 1065) |
| B Involuntary conversions | See Partner's Instr. (Form 1065) |
| C Sec. 1256 contracts & straddles | Form 6781, line 1 |
| D Mining exploration costs recapture | See Pub. 535 |
| E Cancellation of debt | Form 1040, line 21 or Form 982 |
| F Other income (loss) | See Partner's Instr. (Form 1065) |

12. Section 179 deduction See Partner's Instr. (Form 1065)

13. Other deductions

| | |
|---|--|
| A Cash contributions (50%) | } See Partner's Instr. (Form 1065) |
| B Cash contributions (30%) | |
| C Noncash contributions (50%) | |
| D Noncash contributions (30%) | |
| E Capital gain property to a 50% organization (30%) | |
| F Capital gain property (20%) | |
| G Investment interest expense | Form 4952, line 1 |
| H Deductions—royalty income | Schedule E, line 18 |
| I Section 59(e)(2) expenditures | See Partner's Instr. (Form 1065) |
| J Deductions—portfolio (2% floor) | Schedule A, line 23 |
| K Deductions—portfolio (other) | Schedule A, line 28 |
| L Amounts paid for medical insurance | Schedule A, line 1 or Form 1040, line 29 |
| M Educational assistance benefits | See Partner's Instr. (Form 1065) |
| N Dependent care benefits | Form 2441, line 14 |
| O Preproductive period expenses | See Partner's Instr. (Form 1065) |
| P Commercial revitalization deduction from rental real estate activities | See Form 8582 Instructions |
| Q Pensions and IRAs | See Partner's Instr. (Form 1065) |
| R Reforestation expense deduction | See Partner's Instr. (Form 1065) |
| S Domestic production activities information | See Form 8903 instructions |
| T Qualified production activities income | Form 8903, line 7 |
| U Employer's Form W-2 wages | Form 8903, line 15 |
| V Other deductions | See Partner's Instr. (Form 1065) |

14. Self-employment earnings (loss)

Note: If you have a section 179 deduction or any partner-level deductions, see the Partner's Instr. (Form 1065) before completing Schedule SE.

| | |
|---|----------------------------------|
| A Net earnings (loss) from self-employment | Schedule SE, Section A or B |
| B Gross farming or fishing income | See Partner's Instr. (Form 1065) |
| C Gross non-farm income | See Partner's Instr. (Form 1065) |

15. Credits

| | |
|---|------------------------------------|
| A Low-income housing credit (section 42(j)(5)) | } See Partner's Instr. (Form 1065) |
| B Low-income housing credit (other) | |
| C Qualified rehabilitation expenditures (rental real estate) | |
| D Other rental real estate credits | |
| E Other rental credits | |
| F Undistributed capital gains credit | Form 1040, line 69; check box a |
| G Alcohol and cellulosic biofuel fuels credit | See Partner's Instr. (Form 1065) |
| H Work opportunity credit | } See Partner's Instr. (Form 1065) |
| I Welfare-to-work credit | |
| J Disabled access credit | |
| | |

Code *Report on*

| | |
|---|------------------------------------|
| K Empowerment zone and renewal community employment credit | Form 8844, line 3 |
| L Credit for increasing research activities | } See Partner's Instr. (Form 1065) |
| M New markets credit | |
| N Credit for employer social security and Medicare taxes | |
| O Backup withholding | Form 1040, line 63 |
| P Other credits | See Partner's Instr. (Form 1065) |

16. Foreign transactions

| | |
|--|---------------------|
| A Name of country or U.S. possession | } Form 1116, Part I |
| B Gross income from all sources | |
| C Gross income sourced at partner level | |
| <i>Foreign gross income sourced at partnership level</i> | |
| D Passive category | } Form 1116, Part I |
| E General category | |
| F Other | |

Deductions allocated and apportioned at partner level

| | |
|---------------------------|-------------------|
| G Interest expense | Form 1116, Part I |
| H Other | Form 1116, Part I |

Deductions allocated and apportioned at partnership level to foreign source income

| | |
|---------------------------|---------------------|
| I Passive category | } Form 1116, Part I |
| J General category | |
| K Other | |

Other information

| | |
|--|----------------------------------|
| L Total foreign taxes paid | Form 1116, Part II |
| M Total foreign taxes accrued | Form 1116, Part II |
| N Reduction in taxes available for credit | Form 1116, line 12 |
| O Foreign trading gross receipts | Form 8873 |
| P Extraterritorial income exclusion | Form 8873 |
| Q Other foreign transactions | See Partner's Instr. (Form 1065) |

17. Alternative minimum tax (AMT) items

| | |
|--|---|
| A Post-1986 depreciation adjustment | } See Partner's Instr. (Form 1065) and the Instructions for Form 6251 |
| B Adjusted gain or loss | |
| C Depletion (other than oil & gas) | |
| D Oil, gas, & geothermal—gross income | |
| E Oil, gas, & geothermal—deductions | |
| F Other AMT items | |

18. Tax-exempt income and nondeductible expenses

| | |
|-------------------------------------|----------------------------------|
| A Tax-exempt interest income | Form 1040, line 8b |
| B Other tax-exempt income | See Partner's Instr. (Form 1065) |
| C Nondeductible expenses | See Partner's Instr. (Form 1065) |

19. Distributions

| | |
|---|------------------------------------|
| A Cash and marketable securities | } See Partner's Instr. (Form 1065) |
| B Other property | |
| C Distribution subject to section 704(c)(1)(B) | |
| D Distribution subject to section 737 | |

20. Other information

| | |
|--|------------------------------------|
| A Investment income | Form 4952, line 4a |
| B Investment expenses | Form 4952, line 5 |
| C Fuel tax credit information | Form 4136 |
| D Qualified rehabilitation expenditures (other than rental real estate) | See Partner's Instr. (Form 1065) |
| E Basis of energy property | See Partner's Instr. (Form 1065) |
| F Recapture of low-income housing credit (section 42(j)(5)) | Form 8611, line 8 |
| G Recapture of low-income housing credit (other) | Form 8611, line 8 |
| H Recapture of investment credit | See Form 4255 |
| I Recapture of other credits | See Partner's Instr. (Form 1065) |
| J Look-back interest—completed long-term contracts | Form 8697 |
| K Look-back interest—income forecast method | Form 8866 |
| L Dispositions of property with section 179 deductions | } See Partner's Instr. (Form 1065) |
| M Recapture of section 179 deduction | |
| N Interest expense for corporate partners | |
| O Section 453(l)(3) information | |
| P Section 453A(c) information | |
| Q Section 1260(b) information | |
| R Interest allocable to production expenditures | |
| S CCF nonqualified withdrawals | |
| T Information needed to figure depletion—oil and gas | |
| U Amortization of reforestation costs | |
| V Unrelated business taxable income | |
| W Contribution subject to section 704(c) | |
| X Other information | |