

# 2013 Nonresident Beneficiary's Share of Income and Share of Fiduciary Adjustment

# Arizona Schedule 141AZ K-1 (NR)

## Phone Numbers

### For information or help, call one of the numbers listed:

Phoenix (602) 255-3381  
From area codes 520 and 928, toll-free (800) 352-4090

### Tax forms, instructions, and other tax information

If you need tax forms, instructions, and other tax information, go to the department's Internet home page at [www.azdor.gov](http://www.azdor.gov).

### Income Tax Procedures and Rulings

These instructions may refer to the department's income tax procedures and rulings for more information. To view or print these, go to our home page and click on *Legal Research* then click on *Procedures* or *Rulings* and select a tax type from the drop down menu.

### Publications and Brochures

To view or print the department's publications and brochures, go to our home page and click on *Publications*.

## General Instructions for Fiduciary

Complete an Arizona Form 141AZ, Schedule K-1(NR), for each nonresident beneficiary.

### File one copy of each Schedule K-1(NR) with the fiduciary's Form 141AZ.

Provide all nonresident beneficiaries with a copy of their Schedule K-1(NR). Keep a copy for your records.

### Foreign Addresses

If a beneficiary or the fiduciary has a foreign address, enter the information in the following order: city, province or state, and country. Follow the country's practice for entering the postal code. Do not abbreviate the country's name.

## Line-by-Line Instructions

### Part I - Beneficiary's Share of Federal Distributable Net Income From Arizona Sources

#### Instructions for Fiduciary

##### Line 1 -

Enter the federal distributable net income from Arizona sources. Enter the amount from Arizona Form 141AZ, Schedule D, line D9, column (c).

##### Line 2 -

Enter the beneficiary's share of federal distributable net income from Arizona sources.

### Part II - Beneficiary's Share of Fiduciary Adjustment Related to Arizona Source Income

##### Line 3 -

Enter the net fiduciary adjustment to be allocated to the beneficiaries from Arizona Form 141AZ, Schedule C, line C14. If this is a negative amount, enter the amount in brackets.

##### Line 4 -

Enter the amount of line 3 related to Arizona source income that is allocated to **all** nonresident beneficiaries.

##### Line 5 -

Enter the amount of line 4 allocated to the beneficiary. If the result is a negative number, enter the number in brackets.

This is the beneficiary's share of the fiduciary adjustment.

### Instructions for Beneficiary

The fiduciary uses Form 141AZ, Schedule K-1(NR), to report to you your share of the federal distributable income from Arizona sources and your share of fiduciary adjustment from the estate or trust.

Do not file this Schedule K-1(NR) with your return. Keep this Schedule K-1(NR) with your records. The fiduciary filed a copy of this form with the department.

Nonresident individual beneficiaries should enter the amount from Form 141AZ, Schedule K-1(NR), line 2, on Form 140NR, page 2, line B11, in the ARIZONA column.

Line 5 shows your share of the fiduciary adjustment from the estate or trust. If the amount on line 5 is a positive number, you must report this amount as an *addition to income* on your Arizona return. If you are a nonresident individual, report this amount as an *other addition to income* on your Arizona Form 140NR, page 2, line C20.

If the amount on line 5 is a negative number, you must report this amount as a *subtraction from income* on your Arizona return. If you are a nonresident individual, report this amount as an *other subtraction from income* on your Arizona Form 140NR, page 2, line D31.

### Part III - Net Long-Term Capital Gain Subtraction (Information Schedule)

Beginning 2013, Arizona allows a subtraction from Arizona gross income for a percentage of any net long-term capital gain from assets acquired after December 31, 2011, and included in the individual's Arizona gross income or the estate's or trust's Arizona gross income.

#### Instructions for Fiduciary

##### Lines 6 through 9 -

If the **individual** beneficiary's federal Schedule K-1 (Form 1041) includes an amount for any net long-term capital gain or (loss) from Arizona sources, complete lines 6 through 9 as instructed on Arizona Form 141AZ, Schedule K-1(NR).

#### Instructions for Beneficiaries

Follow the instructions on Arizona Form 141AZ, Schedule K-1 (NR).