

Schedule 1065-CM

Department of Finance
Division of Revenue and Taxation

Allocation of Income for Partnership Return

For calendar year 2020, or tax year beginning _____, 2020, ending _____, 20_____
<https://finance.gov.mp>

2020

Commonwealth of the Northern Mariana Islands

A Principal business activity	Type or Print	Name of partnership	D Employer identification number
B Principal product or service		Number, street, and room or suite no. If a P.O. box, see instructions	E Date business started
C Business code number		City or town, state or province, country, and ZIP or foreign postal code	F Total assets (see instructions)

G Check applicable boxes (1) Initial Return (2) Final Return (3) Name change (4) Address change (5) Amended return

H Check accounting method: (1) Cash (2) Accrual (3) Other (specify) _____

I Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year _____

J Check if Schedules C and M-3 are attached

K Check if partnership (1) Aggregated activities for section 465 at-risk purposes (2) Grouped activities for section 469 passive activity purposes.

Caution: Include only trade or business income and expenses on lines 1a through 22a below. See instructions for more information.

Source of Income and Deductions				(A)	(B)	(C)
				INCOME WITHOUT	INCOME WITHIN	TOTAL INCOME
Income	1a Gross receipts or sales	1a				
	b Returns and allowances	1b				
	c Balance. Subtract line 1b from line 1a	1c				
	2 Cost of goods sold (attach Form 1125-A)	2				
	3 Gross profit. Subtract line 2 from line 1c	3				
	4 Ordinary income (loss) from other partnerships, estates and trusts. (attach statement)	4				
	5 Net farm profit (loss) (attach Schedule F (Form 1040))	5				
	6 Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)	6				
7 Other income (loss) (attach statement)	7					
8 Total income (loss). Combine lines 3 through 7	8					
Deductions (See instructions for limitations)	9 Salaries and wages (other than to partners) (less employment credits)	9				
	10 Guaranteed payments to partners	10				
	11 Repairs and maintenance	11				
	12 Bad debts	12				
	13 Rent	13				
	14 Taxes and licenses	14				
	15 Interest (see instructions)	15				
	16a Depreciation (if required, attach Form 4562)	16a				
	b Less depreciation reported on Form 1125-A and elsewhere on return	16b	16c			
	17 Depletion (Do not deduct oil and gas depletion.)	17				
	18 Retirement plans, etc.	18				
	19 Employee benefit programs	19				
	20 Other deductions (attach statement)	20				
	21 Total deductions. Add lines 9 through 20	21				
22a Ordinary business income (loss). Subtract line 21 from line 8	22a					
b Allocable percentage	22b		%		%	

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than partner or limited liability company member) is based on all information of which preparer has any knowledge.

Signature of partner or limited liability company member _____ Date _____

May the DRT discuss this return with the preparer shown below (see instructions)? Yes No

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ▶			Firm's EIN ▶	
Firm's address ▶			Phone no.	

2020

Supplemental Instructions for Schedule 1065-CM

This form must be used as an attachment to Form 1065 (2020), U.S. Return of Partnership Income. The purpose of this form is to allocate the source of income and deductions of the partnership.

1. For lines 1c through 22a, make appropriate source allocation from each line item based upon income source within and without the CNMI. Enter the figure in their respective column.

NOTE: Line 14. BGRT taken as deduction cannot be used as a non-refundable credit.

2. For line 22b, make the percentage allocation of the taxable income from each source in proportion to the total taxable income on line 22a by dividing the taxable income from line 22a, column A by the total taxable income from line 22a, column C.

EXAMPLE:

Percentage allocation for line 22b, column A

$$\frac{\text{Line 22a, column A}}{\text{Line 22a, column C}} = \text{Percentage allocation for line 22b, column A}$$

Caution: If the percentage allocation is less than zero, enter zero. If more than 100%, enter only 100%.

All other instructions are contained in the regular Form 1065 IRS instruction booklet.

Attach this Schedule 1065-CM to the IRS Form 1065.

NOTE: The Partnership shall properly allocate the income (loss) to each shareholder. Also, all non-refundable credits shall be properly allocated to each shareholder under 4 CMC §1308(b).