



MAIL TO:
OHIO DEPARTMENT OF TAXATION, P.O. BOX 181140, COLUMBUS, OH 43218-1140

FORM IT - 4708 OHIO 1998

ANNUAL COMPOSITE INCOME TAX RETURN FOR INVESTORS IN PASS-THROUGH ENTITIES

FOR DEPARTMENT USE ONLY

FOR THE CALENDAR YEAR 1998 OR OTHER TAXABLE YEAR BEGINNING _____, 199__ AND ENDING _____, 1998

FEIN	NAME OF PASS-THROUGH ENTITY	APPORTIONMENT RATIO (from Sch. IV, line 42)
OHIO CHARTER OR LIC.NO. (if applicable)	NUMBER AND STREET ADDRESS	FED. BUS. ACTIVITY CODE NO.
OHIO FRANCHISE TAX ID NO. (if applicable)	CITY, STATE, ZIP CODE	

NOTE: File this form with the Ohio Department of Taxation by the fifteenth day of the fourth month following the end of the taxable year. C corporations that are direct or indirect investors cannot be a part of an IT-4708 composite filing. Please see general instructions regarding an automatic extension of time to file this return, but note that payment of the tax cannot be extended by an extension to file. Please use form **IT-4708ES** to make extension payment.

SCHEDULE I - TAXABLE INCOME

PLEASE CLIP CHECK OR MONEY ORDER HERE.

1. Total Income (from line 30, Sch. II).....		1
2. Total Deductions (from line 38, Sch. III).....		2
3. Income to be allocated and apportioned (line 1 minus line 2).....		3
4. Allocable Income Everywhere, if any (attach statements and supporting schedules).....		4
5. Apportionment Income (line 3 minus line 4)		5
6. Ohio Apportionment Ratio (from line 42, Sch. IV)		6
7. Ohio Apportionment Income (line 5 times line 6)		7
8. Allocable Income within Ohio, if any (attach statements and supporting schedules)		8
9. Ohio Taxable Income (line 7 plus line 8)		9
10. Tax (multiply the amount on line 9 by .06799)		10
11. Nonrefundable Business Credits (attach the Schedule E summary sheet).....		11
12. Tax due after tax credits (line 10 minus line 11) if less than zero, enter "0"		12
13. Interest Penalty on Underpayment of Estimated Tax (attach IT-2210)		13
14. 1998 IT-4708ES payments	14	
14a. Add: 1998 IT-1140ES payments transferred to this form.....	14a	
14b. Less: 1998 IT-4708ES payments transferred to 1998 IT-1140	14b < >	
14c. Total net Ohio estimated tax payments for 1998 (line 14 plus 14a minus 14b)	14c	
15. Amount of 1997 overpayment credited to 1998	15	
16. Refundable Business Jobs Credit and Pass-Through Entity Credit	16	
17. Total of lines 14c, 15 and 16	17	
18. Net Tax Due (line 12 plus line 13 minus line 17)	18	
19. Overpayment (line 17 minus line 12 and line 13)	19	
20. Amount of line 19 to be CREDITED to 1999 tax liability	20	
21. Amount of line 19 to be REFUNDED (line 19 minus line 20)	21	

NOTE: This return must be accompanied by (i) the taxpayer's federal return (form 1065 or 1120S) and all **K-1's**, (ii) a list of investors and their social security numbers on whose behalf this return is being filed, and (iii) a copy of the approved IRS extension, if applicable.

IF THE BALANCE DUE IS LESS THAN \$1.01, PAYMENT NEED NOT BE MADE. IF THE OVERPAYMENT IS LESS THAN \$1.01, NO REFUND WILL BE ISSUED.

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 taxpayer) is based on all information of which preparer has any knowledge.

Signature of Pass-Through Entity Officer or Agent	Date	Preparer's signature (other than taxpayer)	Date
Title of Officer or Agent		Address (and ZIP code)	
Telephone Number (optional)		Preparer Telephone Number (optional)	

PLEASE SIGN HERE

SCHEDULE II - INCOME AND ADJUSTMENTS

ITEMS REFLECTED ON LINES 22 THROUGH 27 BELOW ARE THE COMBINED AMOUNTS FROM THE 1998 FEDERAL K-1'S FOR ONLY THOSE INVESTORS WHO ARE PARTICIPATING IN THE FILING OF THIS RETURN. **PLEASE ATTACH TO THIS RETURN A COPY OF ALL 1998 SCHEDULE K-1'S.**

22. Ordinary income (loss) from trade or business activities.....	22	
a. Guaranteed payments: add guaranteed payments which the pass-through entity made to any investor <u>other than</u> (i) full-year Ohio residents and (ii) each investor participating in the filing of this return if such investor directly or indirectly owns at least 20% of the pass-through entity.....	22a	
b. Compensation paid: add compensation which the pass-through entity S corporation paid to any investor <u>other than</u> (i) full-year Ohio residents and (ii) each investor participating in the filing of this return if such investor directly or indirectly owns at least 20% of the pass-through entity.....	22b	
23. Net income or loss from rental real estate activities.....	23	
24. Net income or loss from rental activities other than shown on line 23, above.....	24	
25. Portfolio income (loss)		
a. Interest income	25a	
b. Dividends.....	25b	
c. Royalties.....	25c	
d. Net short-term capital gain (loss).....	25d	
e. Net long-term capital gain (loss).....	25e	
f. Other portfolio income (loss).....	25f	
26. Net gain (loss) under 1231 (other than due to casualty or theft)	26	
27. Other income (loss) (attach schedule)	27	
28. Non-Ohio state or local government interest and dividends earned by the pass-through entity but not included above	28	
29. Add losses from the sale or other disposition of Ohio public obligations which have been deducted in determining federal taxable income	29	
30. Total income (add lines 22 through 29; enter here and on line 1, page 1).....	30	

Note: If the sum of lines 25(d) and 25(e) result in a net loss, the net allowable loss can not exceed the product of \$3,000 times the number of participating investors included in this return.

SCHEDULE III -DEDUCTIONS

Deductions reflected below are the combined amounts from the 1998 federal K-1's for only those investors who are participating in the filing of this return. (List only those deductions which have not already been used to reduce any income items set forth in Schedule II, above).

31. Section 179 expense	31	
32. Other amounts separately stated on the K-1's which would be allowable deductions in arriving at Federal Adjusted Gross Income and the amount contributed to an Individual Development Account (attach detailed schedule of items)	32	
33. Net federal interest and dividends exempt from state taxation	33	
34. Exempt gains from the sale of Ohio state or local government bonds	34	
35. Wage and salary expense not otherwise deducted because of the federal work opportunity tax credit	35	
36. Interest or income included in any of lines 22 through 27, above, earned on Ohio public obligations and Ohio purchase obligations	36	
37. Net gain included in any of lines 22 through 27, above, resulting from the sale, exchange, or other disposition of Ohio public obligations	37	
38. Total deductions (add lines 31 through 37; enter here and on line 2, page 1).....	38	

SCHEDULE IV - APPORTIONMENT FORMULA

Use this schedule below to calculate the apportionment ratio for a pass-through entity that is not a financial institution as defined in Ohio Revised Code section 5725.01. For detailed instructions please see pages 10-13 in the instruction packet for form IT-4708. If the pass-through entity is a financial institution, use the apportionment ratio and weighting schedules set forth in the 1999 form FT-1120FI, "Corporation Franchise Tax Report for Financial Institutions".

	(1) Within Ohio	(2) Total Everywhere	(3) Ratio (carry to 6 decimal places)	(4) Weight	(5) Weighted Ratio (carry to 6 decimal places)
39. Property (a) Owned (average cost)	_____	_____			
(b) Rented (annual rental x 8) ...	_____	_____			
(c) Total (line 39a and 39b).....	_____	_____	= . _____	X .20	= . _____
40. Payroll	_____	_____	= . _____	X .20	= . _____
41. Sales	_____	_____	= . _____	X .60	= . _____
42. Total weighted apportionment ratio (add Column (5), lines 39(c), 40, and 41). Enter ratio here and on line 6, page 1 and in the upper right hand corner of page 1.					. _____

SCHEDULE V - QUESTIONNAIRE

	Yes	No
43. If the taxpayer is an S corporation, did the S corporation file the 1999 Ohio FT-1120S, "Notice of S Status"?	_____	_____
44. If the taxpayer is an S corporation, did the taxpayer pay any compensation or remuneration to any nonresident investors or nonresident members of the investors family? If yes, please attach a list of the investors who received such compensation or remuneration.....	_____	_____
45. Has the taxpayer been audited or examined by the Internal Revenue Service during the last 3 calendar years? If yes, have the taxpayer or its investors filed an amended Ohio return? Please attach a copy of the IRS report(s).	_____	_____