

Example #5C: Partner #2
Resident partner with a 40 percent interest

YEAR

CALIFORNIA FORM

2006

Nonresident Withholding Tax Statement

592-B

Attach to Form 592 for each recipient.

Copy A FOR FRANCHISE TAX BOARD

Part I Recipient

Recipient's name
Partner # 2

Address (number and street, PO Box, Rural Route, APT no., Suite, Room, or PMB no.)
4002 Holliewould Blvd

City
Anywhere

State
CA

ZIP Code
99999

Country

SSN or ITIN **055-05-5055**

FEIN CA corp. no.

Part II Withholding agent

Withholding agent's (payer's/S corporation's/partnership's/limited liability company's) name
Partnership H

Address (number and street, PO Box, Rural Route, APT no., Suite, Room, or PMB no.)
500 Kangaroo Road

City
Sydney, NWS 2001, Australia

State
CA

ZIP Code

Daytime telephone number
(999) 987-6543x6789

SSN or ITIN

FEIN CA corp. no. **012012012**

Part III Type of income subject to withholding. Check the applicable box(es).

Payment to Independent Contractor

Rents or Royalties

Estate Distributions

Trust Distributions

Allocations to Foreign (non-U.S.) Nonresident Partner/Member

Distributions to Domestic (U.S.) Nonresident S corporation Shareholder/Partner/Member

Other (describe)

Part IV Tax Withheld

1	Total amount subject to withholding	1	48,000	00
2	Total California tax withheld	2	3,360	00

Line 1: The total amount subject to withholding is shown on Form 592-B given to Partnership H

120,000.00 (Amount Subject to Withholding on Form 592-B given to Partnership H)

x .40 (Partner #2's interest in Partnership H)

48,000.00 (Amount subject to withholding for this partner)

Form 592-B for each nonresident. Pass-through entities which were withheld upon by another entity should use Form 592-B to flow the withholding through to their S corporation shareholders, partners, members, or beneficiaries whether they are residents or nonresidents of California.

Note: Use Form 592-A, Nonresident Withholding Remittance Statement, to remit withholding payments during the year. Use Form 592, Nonresident Withholding Annual Return, to report the total withholding for the year and as a transmittal form for Form 592-B.

Common Errors / Helpful Hints

- Tax ID numbers must be obtained from all payees.
- All fields must be completed.
- File Form(s) 592-B timely to avoid penalties.
- Examples of how to complete Form 592-B under various situations are provided on the Franchise Tax Board Website at www.ftb.ca.gov. Search for "Form 592-B Examples" or "592-B Examples."

(FTB) and give two copies of Form 592-B to the persons or entities withheld upon. **Note:** Withholding agents who withhold based on Form 594, Notice to Withhold Tax at Source, should not on Form 592-B.

When and Where

File Copy A of this form with Form 592, Nonresident Return, with the FTB following the close of the partnership's tax year. (If all the partners in this partnership are foreign, Form(s) 592-B and Form 592 must be filed on or before the 15th day of the 6th month after the close of the partnership's tax year.)

Attach Copy A of Form 592-B to the back of Form 592 and mail with payment to:

Distribute the other copies of Form 592-B as follows:

- **Copies B & C** – Send to (vendor/payee) by the sender.

Line 2: Enter the credit allocated to Partner #2 on line 2.

8,400.00 (Total amount withheld from Partnership H)

x .40 (Partner #2's interest in Partnership H)

3,360.00 (Total CA tax withheld for this partner)

complete, correct, and timely Form(s) 592-B to the FTB for all nonresident withholding other than foreign partner withholding, the penalty per Form 592-B is:

- \$15 if filed within 30 days after the due date.
- \$30 if filed by August 1.
- \$50 if filed after August 1 or a correct form is not filed.