

Example #6B: Partner #1
 Foreign (non-U.S.) partner with a 75 percent interest
 Flow through & direct withholding on allocations

YEAR
 2006

CALIFORNIA FORM
592-B

Nonresident Withholding Tax Statement

Attach to Form 592 for each recipient.

Copy A FOR FRANCHISE TAX BOARD

Part I Recipient

Recipient's name: **Partner # 1** SSN or ITIN: **000-03-0000**

Address (number and street, PO Box, Rural Route, APT no., Suite, Room, or PMB no.): **1006 Koala Ct.** FEIN CA corp. no.

City: **Sydney, NSW 2001** State: _____ ZIP Code: _____ Country: **Australia**

Part II Withholding agent

Withholding agent's (payer's/S corporation's/partnership's/limited liability company's) name: **Partnership J** SSN or ITIN

Address (number and street, PO Box, Rural Route, APT no., Suite, Room, or PMB no.): **2005 Down Under Way** FEIN CA corp. no.: **220220220**

City: **Sydney, NSW 2001, Australia** State: _____ ZIP Code: _____ Daytime telephone number: **(999) 654-3210x6789**

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	142,000	00
2	Total California tax withheld	2	13,206	00

Line 1: The total amount subject to withholding is the foreign partner's allocated share of California source income **plus** the partner's share of the total amount subject to withholding on the Form 592-B given to Partnership J multiplied by the partner's interest in the partnership.

48,250.00 (Foreign partner's allocable share of California source income directly withheld upon by Partnership J)

+ 93,750.00 (Allocable amount of flow through income subject to withholding for this partner (125,000 x .75))

142,000.00 (Total amount subject to withholding for this partner)

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."

When and Where to File
 File Copy A of this form together with

Penalties
 The withholding

Line 2: Enter the total amount withheld from Partner #1 plus the amount of flow through credit that was allocated to Partner #1.

4,487.25 (Amount directly withheld for this foreign partner)

+ 8,718.75 (Allocable amount of flow through withholding credit for this partner (11,625 x .75))

13,206.00 (Total CA tax withheld for this partner)

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

- \$50 if filed after August 1 or a correct form is not filed.