

# For Taxpayer Filing Form 510 and Using the Distributable Cash Flow Limitation

## DISTRIBUTABLE CASH FLOW LIMITATION WORKSHEET

(Complete this worksheet only if using the distributable cash flow limitation.)

|   |       |
|---|-------|
| A. Total distributive or pro rata income. See instructions. ....  | _____ |
| B. Cash receipts for the tax year that are not includable in the gross income of the PTE including capital contributions and loan proceeds .....        | _____ |
| C. Amounts allowable to the PTE for the tax year as deductions for depreciation, amortization and depletion .   | _____ |
| D. The decrease, if any, in the PTE's liability reserve as of the end of the tax year. ....   | _____ |
| E. Total (Add lines A through D). ....  | _____ |
| F. Cash expenditures for the tax year that are not deductible in computing the taxable income of the PTE. Do not include distributions to members ..... | _____ |
| G. The increase, if any, in the PTE's liability reserve as of the end of the tax year .....   | _____ |
| H. Total distributable cash flow (Add lines F and G, and subtract the total from line E). ....  | _____ |
| I. Total percentage of ownership (or profit/loss sharing if applicable) by nonresident members .....  | _____ |
| J. Distributable cash flow (Multiply line H by line I) .....  | _____ |
| K. Nonresident tax previously paid .....  | _____ |
| L. Distributable cash flow limitation (Subtract line K from line J. If less than 0, enter 0) .....  | _____ |

### WORKSHEET INSTRUCTIONS

**Line A** - Enter amount from Form 510, line 2 (adjusted, in the case of a PTE using the accrual method of accounting to report federal taxable income, to reflect the amount of taxable income that would have been reported under the cash method of accounting).

**Line B** - Enter any cash receipts received by the PTE that were not included in gross income including capital contributions and loan proceeds.

**Line C** - Enter the allowable depreciation, amortization and/or depletion used as a deduction from federal taxable income.

**Line D** - If the PTE has established a liability reserve, enter the amount that represents the decrease, if any, in this reserve account. Liability reserve means accrued unpaid liabilities that are not deductible in computing taxable income.

**Line E** - Add lines A through D and enter total.

**Line F** - Enter any cash expenditures that are not deducted when computing taxable income for the PTE. Items such as distributions to members are not included in this amount.

**Line G** - If the PTE has established a liability reserve, enter the amount that represents the increase, if any, in this reserve account. Liability reserve means accrued unpaid liabilities that are not deductible in computing taxable income.

**Line H** - Add lines F and G and subtract the total from line E. This is the total distributable cash flow for the year.

**Line I** - Enter the sum of the percentages from Form 510, lines 5 and 10.

**Line J** - Multiply line H by line I. This is the portion of distributable cash flow for nonresident members.

**Line K** - Enter all nonresident estimated tax paid with Forms 510D, 510DP or 510E.

**Line L** - Subtract line K from line J. This is the distributable cash flow limitation for the PTE. If this amount is less than 0, enter 0.