

PA SCHEDULE E
Rents, Royalties, Patents,
and Copyright
PA-40 Schedule E (09-02) 2002

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If you need more space, you may photocopy this schedule or prepare your own schedule in this format.

Name shown first on the PA tax return (even if filing jointly): Social Security Number

See the instructions. Report the income and expenses for the use of your personal property by others. Also, report the income you received for the extraction of oil, gas, and other minerals from your property, and the use of your patents and copyrights. Note. If you are in the business of renting your property, extracting minerals from your property, or producing products from your patents and copyrights - use PA Schedule C.

Part A. Property Description:

Show the address and kind of each rental real estate property, and/or each source of royalty income.

Table with columns: Kind of Property, For profit property?, Address. Rows A, B, C with YES/NO options.

Part B. Fill in the appropriate ovals to identify the property and the owner. (T) = taxpayer (S) = spouse (J) = joint ownership.

Important. Spouses may not offset income and losses.

Table for Part B with columns: Property A, Property B, Property C. Rows for Income (Rent received, Royalties received).

Expenses

Table for Expenses with rows 3-16: Advertising, Automobile and travel, Cleaning and maintenance, Commissions, Insurance, Legal and professional fees, Management fees, Mortgage interest, Other interest, Repairs, Supplies, Taxes - not based on net income, Utilities, Depreciation expense.

Important. PA PIT law does not permit any optional federal depreciation election, other than ACRS, MACRS, and IRC Section 179. You may not deduct the "bonus depreciation" allowable under Public Law 107-147 of 2002, or any other accelerated depreciation optional method that the Internal Revenue Code permits.

Table for Part B continuation with rows 17 (Other itemize) and 18 (Total expenses - Add Lines 3 through 17).

Income or Loss:

Table for Income or Loss with rows 19 (Income - Subtract Line 18 from Line 1 or 2) and 20 (Loss - Subtract Line 1 or 2 from Line 18).

21. Net Income or Loss

Total Lines 19 and 20. Fill in the oval if a net loss

Table for rows 22 (Rent or royalty income from PA S corporation) and 23 (Rent or royalty income from partnership).

24. Income or Loss. Add Lines 21, 22, and 23. If submitting more than one schedule, total all amounts, and include on Line 6 of your PA-40.