

1065EF

EF Transmission Status

2009

(Keep for your records)

Name(s) as shown on return

Your social security number

LAKESIDE FERTILIZER MFG

40-0001912

The following will be transmitted to the IRS.

1065 7004

The following state(s) will be transmitted.

U.S. Return of Partnership Income

For calendar year 2009, or tax year beginning _____, 2009, ending _____, 20 _____.
 ▶ See separate instructions.

2009

A Principal business activity MANUFACTURING	Use the IRS label. Other- wise, print or type.	Name of partnership LAKESIDE FERTILIZER MFG	D Employer identification number 40-0001912
B Principal product or service FERTILIZER		Number, street, and room or suite no. If a P.O. box, see the instructions. 1234 UNIVERSITY AVE	E Date business started 05-12-2000
C Business code number 325300		City or town, state, and ZIP code GAINESVILLE, FL 32611	F Total assets (see the instructions) \$ 659,223

- G** Check applicable boxes: (1) Initial return (2) Final return (3) Name change (4) Address change (5) Amended return
 (6) Technical termination - also check (1) or (2)
- H** Check accounting method: (1) Cash (2) Accrual (3) Other (specify) ▶ _____
- I** Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year ▶ 2
- J** Check if Schedules C and M-3 are attached

Caution. Include **only** trade or business income and expenses on lines 1a through 22 below. See the instructions for more information.

I n c o m e	1 a	Gross receipts or sales	1a	869,658	
	b	Less returns and allowances	1b	29,242	1c
	2	Cost of goods sold (Schedule A, line 8)			840,416
	3	Gross profit. Subtract line 2 from line 1c			478,204
	4	Ordinary income (loss) from other partnerships, estates, and trusts (attach statement)			362,212
	5	Net farm profit (loss) (attach Schedule F (Form 1040))			
	6	Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)			
	7	Other income (loss) (attach statement)			
	8	Total income (loss). Combine lines 3 through 7			362,212
D e d u c t i o n s (see the instructions for limitations)	9	Salaries and wages (other than to partners) (less employment credits)			52,000
	10	Guaranteed payments to partners			
	11	Repairs and maintenance			13,500
	12	Bad debts			
	13	Rent			36,000
	14	Taxes and licenses See ATT. PTL.			17,000
	15	Interest			
	16 a	Depreciation (if required, attach Form 4562)	16a	33,122	
	b	Less depreciation reported on Schedule A and elsewhere on return	16b		16c
					33,122
	17	Depletion (Do not deduct oil and gas depletion.)			
	18	Retirement plans, etc.			4,000
	19	Employee benefit programs			6,000
	20	Other deductions (attach statement) STATEMENT # 4			59,350
21	Total deductions. Add the amounts shown in the far right column for lines 9 through 20			220,972	
22	Ordinary business income (loss). Subtract line 21 from line 8			141,240	

Sign Here

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 general partner or limited liability company member manager) is based on all information of which preparer has any knowledge.

Signature of general partner or limited liability company member manager _____ Date _____

May the IRS discuss this return with the preparer shown below (see instructions)? Yes No

Paid Preparer's Use Only

Preparer's signature	Date 01-13-2010	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN 111-11-1111
Firm's name (or yours if self-employed), address, and ZIP code	EIN ▶		Phone no. (828) 111-1111
Pats taxes 222 WEST PALMER ST FRANKLIN NC 28734			

Schedule A Cost of Goods Sold (see the instructions)

Table with 8 rows and 2 columns. Row 1: Inventory at beginning of year 64,000. Row 2: Purchases less cost of items withdrawn for personal use 340,800. Row 3: Cost of labor 143,204. Row 4: Additional section 263A costs (attach statement) 7,000. Row 5: Other costs (attach statement) 28,000. Row 6: Total. Add lines 1 through 5 583,004. Row 7: Inventory at end of year 104,800. Row 8: Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2 478,204.

- 9a Check all methods used for valuing closing inventory: (i) Cost as described in Regulations section 1.471-3. (ii) Lower of cost or market as described in Regulations section 1.471-4. (iii) Other (specify method used and attach explanation). b Check this box if there was a writedown of "subnormal" goods as described in Regulations section 1.471-2(c). c Check this box if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970). d Do the rules of section 263A (for property produced or acquired for resale) apply to the partnership? e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation.

Schedule B Other Information

Table with 4 main rows and 2 columns (Yes, No). Row 1: What type of entity is filing this return? Check the applicable box: a Domestic general partnership, b Domestic limited partnership, c Domestic limited liability company, d Domestic limited liability partnership, e Foreign partnership, f Other. Row 2: At any time during the tax year, was any partner in the partnership a disregarded entity, a partnership (including an entity treated as a partnership), a trust, an S corporation, an estate (other than an estate of a deceased partner), or a nominee or similar person? Row 3: At the end of the tax year: a Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership. b Did any individual or estate own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership. Row 4: At the end of the tax year, did the partnership: a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below.

Table with 4 columns: (i) Name of Corporation, (ii) Employer Identification Number (if any), (iii) Country of Incorporation, (iv) Percentage Owned in Voting Stock.

- b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below.

Table with 5 columns: (i) Name of Entity, (ii) Employer Identification Number (if any), (iii) Type of Entity, (iv) Country of Organization, (v) Maximum Percentage Owned in Profit, Loss, or Capital.

		Yes	No
5	Did the partnership file Form 8893, Election of Partnership Level Tax Treatment, or an election statement under section 6231(a)(1)(B)(ii) for partnership-level tax treatment, that is in effect for this tax year? See Form 8893 for more details		X
6	Does the partnership satisfy all four of the following conditions?		
a	The partnership's total receipts for the tax year were less than \$250,000.		
b	The partnership's total assets at the end of the tax year were less than \$1 million.		
c	Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return.		
d	The partnership is not filing and is not required to file Schedule M-3		X
If "Yes," the partnership is not required to complete Schedules L, M-1, and M-2; Item F on page 1 of Form 1065; or Item L on Schedule K-1.			
7	Is this partnership a publicly traded partnership as defined in section 469(k)(2)?		X
8	During the tax year, did the partnership have any debt that was cancelled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?		X
9	Has this partnership filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction?		X
10	At any time during calendar year 2009, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts. If "Yes," enter the name of the foreign country. ▶		X
11	At any time during the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520, Annual Return to Report Transactions With Foreign Trusts and Receipt of Certain Foreign Gifts. See instructions		X
12 a	Is the partnership making, or had it previously made (and not revoked), a section 754 election? See instructions for details regarding a section 754 election.		X
b	Did the partnership make for this tax year an optional basis adjustment under section 743(b) or 734(b)? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions		X
c	Is the partnership required to adjust the basis of partnership assets under section 743(b) or 734(b) because of a substantial built-in loss (as defined under section 743(d)) or substantial basis reduction (as defined under section 734(d))? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions		X
13	Check this box if, during the current or prior tax year, the partnership distributed any property received in a like-kind exchange or contributed such property to another entity (other than entities wholly-owned by the partnership throughout the tax year) ▶ <input type="checkbox"/>		
14	At any time during the tax year, did the partnership distribute to any partner a tenancy-in-common or other undivided interest in partnership property?		X
15	If the partnership is required to file Form 8858, Information Return of U.S. Persons With Respect To Foreign Disregarded Entities, enter the number of Forms 8858 attached. See instructions ▶		
16	Does the partnership have any foreign partners? If "Yes," enter the number of Forms 8805, Foreign Partner's Information Statement of Section 1446 Withholding Tax, filed for this partnership. ▶		X
17	Enter the number of Forms 8865, Return of U.S. Persons With Respect to Certain Foreign Partnerships, attached to this return. ▶		0

Designation of Tax Matters Partner (see instructions)

Enter below the general partner designated as the tax matters partner (TMP) for the tax year of this return:

Name of designated TMP	▶ JOHN LAKE	Identifying number of TMP	▶ 400-00-1001
If the TMP is an entity, name of TMP representative	▶	Phone number of TMP	▶
Address of designated TMP	▶ 888 VINYL ROAD GAINESVILLE, FL 32611		

Schedule K		Partners' Distributive Share Items	Total amount	
Income (Loss)	1	Ordinary business income (loss) (page 1, line 22)	1	141,240
	2	Net rental real estate income (loss) (attach Form 8825)	2	20,200
	3 a	Other gross rental income (loss)	3a	
	b	Expenses from other rental activities (attach statement)	3b	
	c	Other net rental income (loss). Subtract line 3b from line 3a	3c	
	4	Guaranteed payments	4	
	5	Interest income	5	
	6	Dividends: a Ordinary dividends	6a	5,000
	b	Qualified dividends	6b	200
	7	Royalties	7	
	8	Net short-term capital gain (loss) (attach Schedule D (Form 1065))	8	
9 a	Net long-term capital gain (loss) (attach Schedule D (Form 1065))	9a	2,400	
	b Collectibles (28%) gain (loss)	9b		
	c Unrecaptured section 1250 gain (attach statement)	9c		
10	Net section 1231 gain (loss) (attach Form 4797)	10		
11	Other income (loss) (see instructions) Type ▶	11		
Deductions	12	Section 179 deduction (attach Form 4562)	12	
	13 a	Contributions	13a	
	b	Investment interest expense	13b	
	c	Section 59(e)(2) expenditures: (1) Type ▶ (2) Amount ▶	13c(2)	
d	Other deductions (see instructions) Type ▶	13d		
Self-Employment	14 a	Net earnings (loss) from self-employment	14a	161,440
	b	Gross farming or fishing income	14b	
	c	Gross nonfarm income	14c	362,212
Credits	15 a	Low-income housing credit (section 42(j)(5))	15a	
	b	Low-income housing credit (other)	15b	
	c	Qualified rehabilitation expenditures (rental real estate) (attach Form 3468)	15c	
	d	Other rental real estate credits (see instructions) Type ▶	15d	
	e	Other rental credits (see instructions) Type ▶	15e	
	f	Other credits (see instructions) Type ▶	15f	
Foreign Transactions	16 a	Name of country or U.S. possession ▶		
	b	Gross income from all sources	16b	
	c	Gross income sourced at partner level	16c	
		Foreign gross income sourced at partnership level		
	d	Passive category ▶ e General category ▶ f Other ▶	16f	
		Deductions allocated and apportioned at partner level		
	g	Interest expense ▶ h Other ▶	16h	
		Deductions allocated and apportioned at partnership level to foreign source income		
	i	Passive category ▶ j General category ▶ k Other ▶	16k	
	l	Total foreign taxes (check one): ▶ Paid <input type="checkbox"/> Accrued <input type="checkbox"/>	16l	
m	Reduction in taxes available for credit (attach statement)	16m		
n	Other foreign tax information (attach statement)			
Alternative Minimum Tax (AMT) Items	17 a	Post-1986 depreciation adjustment	17a	
	b	Adjusted gain or loss	17b	
	c	Depletion (other than oil and gas)	17c	
	d	Oil, gas, and geothermal properties-gross income	17d	
	e	Oil, gas, and geothermal properties-deductions	17e	
	f	Other AMT items (attach statement)	17f	
Other Information	18 a	Tax-exempt interest income	18a	
	b	Other tax-exempt income	18b	
	c	Nondeductible expenses	18c	
	19 a	Distributions of cash and marketable securities	19a	
	b	Distributions of other property	19b	
	20 a	Investment income	20a	5,000
b	Investment expenses	20b		
c	Other items and amounts (attach statement)			

Analysis of Net Income (Loss)

1 Net income (loss). Combine Schedule K, lines 1 through 11. From the result, subtract the sum of Schedule K, lines 12 through 13d, and 16l						1	168,840
2 Analysis by partner type:	(i) Corporate	(ii) Individual (active)	(iii) Individual (passive)	(iv) Partnership	(v) Exempt organization	(vi) Nominee/Other	
a General partners		168,840					
b Limited partners							

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
Assets					
1	Cash		102,205		142,169
2a	Trade notes and accounts receivable	60,744		151,953	
b	Less allowance for bad debts	1,000	59,744	1,000	150,953
3	Inventories		64,000		104,800
4	U.S. government obligations				
5	Tax-exempt securities		100,000		100,000
6	Other current assets (attach statement)	STATEMENT # 27	7,000		
7	Mortgage and real estate loans				
8	Other investments (attach statement)				
9a	Buildings and other depreciable assets	257,000		292,000	
b	Less accumulated depreciation	97,577	159,423	130,699	161,301
10a	Depletable assets				
b	Less accumulated depletion				
11	Land (net of any amortization)				
12a	Intangible assets (amortizable only)				
b	Less accumulated amortization				
13	Other assets (attach statement)				
14	Total assets		492,372		659,223
Liabilities and Capital					
15	Accounts payable		91,096		113,383
16	Mortgages, notes, bonds payable in less than 1 year		30,000		8,000
17	Other current liabilities (attach statement)	STATEMENT # 31	3,600		7,600
18	All nonrecourse loans				
19	Mortgages, notes, bonds payable in 1 year or more		130,000		119,724
20	Other liabilities (attach statement)				
21	Partners' capital accounts		237,676		410,516
22	Total liabilities and capital		492,372		659,223

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return
 Note. Schedule M-3 may be required instead of Schedule M-1 (see instructions).

1 Net income (loss) per books	172,840	6 Income recorded on books this year not included on Schedule K, lines 1 through 11 (itemize):	
2 Income included on Schedule K, lines 1, 2, 3c, 5, 6a, 7, 8, 9a, 10, and 11, not recorded on books this year (itemize):		a Tax-exempt interest \$ STATEMENT # 36	4,000
3 Guaranteed payments (other than health insurance)		7 Deductions included on Schedule K, lines 1 through 13d, and 16l, not charged against book income this year (itemize):	
4 Expenses recorded on books this year not included on Schedule K, lines 1 through 13d, and 16l (itemize):		a Depreciation \$	
a Depreciation \$		8 Add lines 6 and 7	4,000
b Travel and entertainment \$		9 Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5	168,840
5 Add lines 1 through 4	172,840		

Schedule M-2	Analysis of Partners' Capital Accounts	
1 Balance at beginning of year	237,676	6 Distributions:
2 Capital contributed:		a Cash
a Cash		b Property
b Property		7 Other decreases (itemize):
3 Net income (loss) per books	172,840	
4 Other increases (itemize):		8 Add lines 6 and 7
5 Add lines 1 through 4	410,516	9 Balance at end of year. Subtract line 8 from line 5
		410,516

Rental Real Estate Income and Expenses of a Partnership or an S Corporation

▶ See instructions.
 ▶ Attach to Form 1065, Form 1065-B, or Form 1120S.

OMB No. 1545-1186

Name LAKESIDE FERTILIZER MFG Employer identification number 40-0001912

1 Show the kind and location of each property. See page 2 to list additional properties.

A RENAL WAREHOUSE
222 VINYL DR GAINESVILLE FL

B -----

C -----

D -----

		Properties			
		A	B	C	D
Rental Real Estate Income					
2 Gross rents	2	23,000			
Rental Real Estate Expenses					
3 Advertising	3				
4 Auto and travel	4				
5 Cleaning and maintenance	5				
6 Commissions	6				
7 Insurance	7				
8 Legal and other professional fees	8				
9 Interest	9				
10 Repairs	10				
11 Taxes	11	1,600			
12 Utilities	12	1,200			
13 Wages and salaries	13				
14 Depreciation (see instructions)	14				
15 Other (list) ▶ ----- ----- -----	15				
16 Total expenses for each property. Add lines 3 through 15	16	2,800			

17 Total gross rents. Add gross rents from line 2, columns A through H **17** 23,000

18 Total expenses. Add total expenses from line 16, columns A through H **18** (2,800)

19 Net gain (loss) from Form 4797, Part II, line 17, from the disposition of property from rental real estate activities **19**

20a Net income (loss) from rental real estate activities from partnerships, estates, and trusts in which this partnership or S corporation is a partner or beneficiary (from Schedule K-1) **20a**

b Identify below the partnerships, estates, or trusts from which net income (loss) is shown on line 20a. Attach a schedule if more space is needed:

(1) Name	(2) Employer identification number
-----	-----
-----	-----
-----	-----

21 Net rental real estate income (loss). Combine lines 17 through 20a. Enter the result here and on: **21** 20,200

- Form 1065 or 1120S: Schedule K, line 2, or
- Form 1065-B: Part I, line 4

**SCHEDULE D
(Form 1065)**

Department of the Treasury
Internal Revenue Service

Name of partnership

Capital Gains and Losses

▶ **Attach to Form 1065.** ▶ **See separate instructions.**
▶ **Use Schedule D-1 to list additional transactions for lines 1 and 7.**

OMB No. 1545-0099

2009

LAKESIDE FERTILIZER MFG

Employer identification number

40-0001912

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example: 100 shares of "Z" Co.)	(b) Date acquired (year, month, day)	(c) Date sold (year, month, day)	(d) Sales price (see instructions)	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
1					

2	Enter short-term capital gain or (loss), if any, from Schedule D-1, line 2	2	
3	Short-term capital gain from installment sales from Form 6252, line 26 or 37	3	
4	Short-term capital gain (loss) from like-kind exchanges from Form 8824	4	
5	Partnership's share of net short-term capital gain (loss), including specially allocated short-term capital gains (losses), from other partnerships, estates, and trusts	5	
6	Net short-term capital gain or (loss). Combine lines 1 through 5 in column (f). Enter here and on Form 1065, Schedule K, line 8 or 11	6	

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example: 100 shares of "Z" Co.)	(b) Date acquired (year, month, day)	(c) Date sold (year, month, day)	(d) Sales price (see instructions)	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
7					
SALE STOCK 200 ABC	20070612	20090512	53,900	56,000	(2,100)
SALE STOCK 200 XYZ	20010228	20090821	19,500	15,000	4,500

8	Enter long-term gain or (loss), if any, from Schedule D-1, line 8	8	
9	Long-term capital gain from installment sales from Form 6252, line 26 or 37	9	
10	Long-term capital gain (loss) from like-kind exchanges from Form 8824	10	
11	Partnership's share of net long-term capital gain (loss), including specially allocated long-term capital gains (losses), from other partnerships, estates, and trusts	11	
12	Capital gain distributions	12	
13	Net long-term capital gain or (loss). Combine lines 7 through 12 in column (f). Enter here and on Form 1065, Schedule K, line 9a or 11	13	2,400

For Paperwork Reduction Act Notice, see the Instructions for Form 1065.

EEA

Schedule D (Form 1065) 2009

**Schedule K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

2009

For calendar year 2009, or tax
year beginning _____, 2009
ending _____, 20__

Final K-1 Amended K-1 **651109**
OMB No. 1545-0099

**Partner's Share of Income, Deductions,
Credits, etc.**

See page 2 of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number
40-0001912

B Partnership's name, address, city, state, and ZIP code
LAKESIDE FERTILIZER MFG
1234 UNIVERSITY AVE
GAINESVILLE, FL 32611

C IRS Center where partnership filed return
OGDEN

D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
400-00-1001

F Partner's name, address, city, state, and ZIP code
JOHN LAKE
888 VINYL ROAD
GAINESVILLE, FL 32611

G General partner or LLC member-manager Limited partner or other LLC member

H Domestic partner Foreign partner

I What type of entity is this partner? **INDIVIDUAL**

J Partner's share of profit, loss, and capital (see instructions):

	Beginning		Ending	
Profit	50.000	%	50.000	%
Loss	50.000	%	50.000	%
Capital	50.000	%	50.000	%

K Partner's share of liabilities at year end:

Nonrecourse \$ _____

Qualified nonrecourse financing . . . \$ _____

Recourse \$ _____

L Partner's capital account analysis:

Beginning capital account \$ **118,838**

Capital contributed during the year . . . \$ _____

Current year increase (decrease) . . . \$ **86,420**

Withdrawals & distributions \$ (_____)

Ending capital account \$ **205,258**

Tax basis GAAP Section 704(b) book

Other (explain)

M Did the partner contribute property with a built-in gain or loss?
 Yes No
If "Yes", attach statement (see instructions)

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

1 Ordinary business income (loss) 70,620	15 Credits
2 Net rental real estate income (loss) 10,100	
3 Other net rental income (loss)	16 Foreign transactions
4 Guaranteed payments	
5 Interest income	
6a Ordinary dividends 3,000	
6b Qualified dividends 100	17 Alternative minimum tax (AMT) items
7 Royalties	
8 Net short-term capital gain (loss)	
9a Net long-term capital gain (loss) 1,200	18 Tax-exempt income and nondeductible expenses
9b Collectibles (28%) gain (loss)	
9c Unrecaptured section 1250 gain	
10 Net section 1231 gain (loss)	19 Distributions
11 Other income (loss)	
12 Section 179 deduction	20 Other information A 2,500
13 Other deductions	
14 Self-employment earnings (loss) A 80,720 C 181,106	

*See attached statement for additional information.

FOR IRS USE ONLY

Partner's Adjusted Basis Worksheet

2009

Keep for your records.

Partner Number:	TIN: 400-00-1001	Tax year ending: 12-31-2009	Ownership %: 50.000000
Name of Partner: JOHN LAKE			
Name of Partnership: LAKESIDE FERTILIZER MFG			EIN 40-0001912

<p>A. Partner's share of partnership liabilities (Sch K-1, Item M)</p> <p>B. Partner's share of partnership liabilities from PRIOR year</p> <p>C. Increases (Decrease) in share of Partnership Liabilities during this tax period</p> <p>1. Adjusted Basis from preceding year</p> <p>2. Capital contributions of property</p> <p style="padding-left: 20px;">a. Gain (if any) recognized this year on contribution of property to partnership</p> <p style="padding-left: 20px;">b. Cash contributed during the year</p> <p style="padding-left: 20px;">c. Adjusted basis of property contributed during the year</p> <p style="padding-left: 20px;">d. Partnership interest acquired other than by cash or property</p> <p style="padding-left: 40px;">Total additional contributions (Total lines 2a-2d)</p> <p>3. Items of Income or Gain for this period</p> <p style="padding-left: 20px;">a. Ordinary Income (Sch K-1, Line 1)</p> <p style="padding-left: 20px;">b. Real Estate Rental Income (Sch K-1, Line 2)</p> <p style="padding-left: 20px;">c. Other Rental Income (Sch K-1, Line 3c)</p> <p style="padding-left: 20px;">d. Interest, Dividends & Royalties (Sch K-1, Lines 5, 6a & 7)</p> <p style="padding-left: 20px;">e. Capital Gain (Sch K-1, Lines 8 & 9a)</p> <p style="padding-left: 20px;">f. Other Portfolio Income (Sch K-1, Line 11a)</p> <p style="padding-left: 20px;">g. Section 1231 Gain (Sch K-1, Line 10)</p> <p style="padding-left: 20px;">h. Other Income (Sch K-1, Line 11f)</p> <p style="padding-left: 20px;">i. Tax Exempt Income (Sch K-1, Lines 18a & b)</p> <p style="padding-left: 20px;">j. Excess Depletion Adjustment</p> <p style="padding-left: 20px;">k. Increase from Recapture of Business Credits</p> <p style="padding-left: 20px;">i. Gain from 179 disposition</p> <p style="padding-left: 40px;">(See IR§ 49(a), 50(a), 50(c)(2) & 1371 (d))</p> <p style="padding-left: 40px;">Total items of Income or Gains (Total lines 3a-3l)</p> <p>4. Increase in Partnership Share of Partnership Liabilities from line C above</p> <p>5. Total increases in basis (combine lines 1 through 4)</p> <p>6. Cash Distributions to the Partner during the year</p> <p>7. Decrease in Partner's Share of Partnership Liabilities from line C above</p> <p>8 a. Decrease for Non-Deductible Expenses/Credit Adjustments</p> <p style="padding-left: 20px;">b. Decrease for Depletion</p> <p style="padding-left: 40px;">Total other decreases (lines 8a-8b)</p> <p>9. Subtotal - basis after all distributions and other decreases (Line 5 minus lines 6-8)</p> <p>10. Items of Losses and Deductions (Allowed for the current year)</p> <p style="padding-left: 20px;">a. Ordinary Loss (Page 2, Col e, Line 10a)</p> <p style="padding-left: 20px;">b. Real Estate Rental Loss (Page 2, Col e, Line 10b)</p> <p style="padding-left: 20px;">c. Other Rental Loss (Page 2, Col e, Line 10c)</p> <p style="padding-left: 20px;">d. Capital Loss (Page 2, Col e, Line 10d)</p> <p style="padding-left: 20px;">e. Other Portfolio Loss (Page 2, Col e, Line 10e)</p> <p style="padding-left: 20px;">f. Section 1231 Loss (Page 2, Col e, Line 10f)</p> <p style="padding-left: 20px;">g. Other Loss (Page 2, Col e, Line 10g)</p> <p style="padding-left: 20px;">h. Charitable Contributions (Page 2, Col e, Line 10h)</p> <p style="padding-left: 20px;">i. Section 179 Expense (Page 2, Col e, Line 10i)</p> <p style="padding-left: 20px;">j. Portfolio Income Expenses (Page 2, Col e, Line 10j)</p> <p style="padding-left: 20px;">k. Other Deductions (Page 2, Col e, Line 10k)</p> <p style="padding-left: 20px;">l. Interest Expense on Investment Debt (Page 2, Col e, Line 10l)</p> <p style="padding-left: 20px;">m. Total Foreign Taxes Paid/Accrued (Page 2, Col e, Line 10m)</p> <p style="padding-left: 20px;">n. Section 59(e) Expenditures (Page 2, Col e, Line 10n)</p> <p style="padding-left: 20px;">o. Other decreases (Page 2, Col e, Line 10o)</p> <p style="padding-left: 20px;">p. Loss from 179 disposition (Page 2, Col e, Line 10p)</p> <p style="padding-left: 40px;">Total items of Losses and Deductions (Total lines 10a-10p)</p> <p>11. Adjusted Basis of Partnership Interest (Cannot be negative) (Line 9-Line 10) At-Risk Basis</p> <p>12. At-risk adjustment: (Amount from lines 5)</p> <p>13. Enter the amount from lines 6, 7, 8 and 10</p> <p>14. Enter any nonrecourse loans, etc.</p> <p>15. Enter the FMV of partner's personal property not used in the partnership that secures a nonrecourse loan on line 14</p> <p>16. Combine lines 12 through 15. If negative, no current year loss can be deducted. See Form 6198</p>	<p>A. _____</p> <p>B. (_____)</p> <p>C. _____</p> <p>1. _____</p> <p>2 a. _____</p> <p style="padding-left: 20px;">b. _____</p> <p style="padding-left: 20px;">c. _____</p> <p style="padding-left: 20px;">d. _____</p> <p>2. _____</p> <p>3 a. <u>70,620</u></p> <p style="padding-left: 20px;">b. <u>10,100</u></p> <p style="padding-left: 20px;">c. _____</p> <p style="padding-left: 20px;">d. <u>3,000</u></p> <p style="padding-left: 20px;">e. <u>1,200</u></p> <p style="padding-left: 20px;">f. _____</p> <p style="padding-left: 20px;">g. _____</p> <p style="padding-left: 20px;">h. _____</p> <p style="padding-left: 20px;">i. _____</p> <p style="padding-left: 20px;">j. _____</p> <p style="padding-left: 20px;">k. _____</p> <p style="padding-left: 20px;">i. _____</p> <p>3. <u>84,920</u></p> <p>4. _____</p> <p>5. <u>84,920</u></p> <p>6. _____</p> <p>7. _____</p> <p>8 a. _____</p> <p style="padding-left: 20px;">b. _____</p> <p>8. _____</p> <p>9. <u>84,920</u></p> <p>10 a. _____</p> <p style="padding-left: 20px;">b. _____</p> <p style="padding-left: 20px;">c. _____</p> <p style="padding-left: 20px;">d. _____</p> <p style="padding-left: 20px;">e. _____</p> <p style="padding-left: 20px;">f. _____</p> <p style="padding-left: 20px;">g. _____</p> <p style="padding-left: 20px;">h. _____</p> <p style="padding-left: 20px;">i. _____</p> <p style="padding-left: 20px;">j. _____</p> <p style="padding-left: 20px;">k. _____</p> <p style="padding-left: 20px;">l. _____</p> <p style="padding-left: 20px;">m. _____</p> <p style="padding-left: 20px;">n. _____</p> <p style="padding-left: 20px;">o. _____</p> <p style="padding-left: 20px;">p. _____</p> <p>10. _____</p> <p>11. <u>84,920</u></p> <p>12. <u>84,920</u></p> <p>13. (_____)</p> <p>14. (_____)</p> <p>15. <u>15,000</u></p> <p>16. <u>99,920</u></p>
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Allocation of Losses and Deductions

2009

Keep for your records.

Partner Number:	TIN: 400-00-1001	Year Ended: 12-31-2009	Ownership %: 50.000000
Partner Name: JOHN LAKE			
Partnership Name: LAKESIDE FERTILIZER MFG			EIN: 40-0001912

		(a) Beginning of Year Losses and Deductions	(b) Current Year Losses and Deductions	(c) Total Losses and Deductions	(d) %	(e) Allocable Losses and Deductions in Current Year	(f) Disallowed Losses and Deductions (Carryover to Next Year)
10a Ordinary losses from trade or business	(Sch K-1, Line 1)	_____	_____	_____	_____	_____	_____
b Net losses from rental real estate activities	(Sch K-1, Line 2)	_____	_____	_____	_____	_____	_____
c Net losses from other rental activities	(Sch K-1, Line 3)	_____	_____	_____	_____	_____	_____
d Net short-term capital losses	(Sch K-1, Lines 8 & 9a)	_____	_____	_____	_____	_____	_____
d Net long-term capital losses		_____	_____	_____	_____	_____	_____
e Other portfolio losses	(Sch K-1, Line 11a)	_____	_____	_____	_____	_____	_____
f Net losses under Section 1231	(Sch K-1, Line 10)	_____	_____	_____	_____	_____	_____
g Other losses	(Sch K-1, Line 11f)	_____	_____	_____	_____	_____	_____
h Charitable contributions	(Sch K-1, Lines 13a-g)	_____	_____	_____	_____	_____	_____
i Section 179 expense deduction	(Sch K-1, Line 12)	_____	_____	_____	_____	_____	_____
j Portfolio income expenses	(Sch K-1, Lines 13k & l)	_____	_____	_____	_____	_____	_____
k Other deductions	(Sch K-1, Lines 13m-s,w)	_____	_____	_____	_____	_____	_____
l Interest expense on investment debts	(Sch K-1, Line 13h)	_____	_____	_____	_____	_____	_____
m Foreign taxes paid or accrued	(Sch K-1, Lines 16i & m)	_____	_____	_____	_____	_____	_____
n Section 59(e) expenditures	(Sch K-1, Line 13j)	_____	_____	_____	_____	_____	_____
o Other decreases		_____	_____	_____	_____	_____	_____
p Loss from 179 asset		_____	_____	_____	_____	_____	_____
Total deductible losses and deductions		_____	_____	_____	_____	_____	_____
8a Nondeductible expenses & credit adj		_____	_____	_____	_____	_____	_____
b Oil and gas depletion		_____	_____	_____	_____	_____	_____
Total nondeductible losses and deductions		_____	_____	_____	_____	_____	_____
Totals		_____	_____	_____	_____	_____	_____

**Schedule K-1
(Form 1065)**

Department of the Treasury
Internal Revenue Service

2009

For calendar year 2009, or tax
year beginning _____, 2009
ending _____, 20__

Final K-1 Amended K-1

651109
OMB No. 1545-0099

**Partner's Share of Income, Deductions,
Credits, etc.**

See page 2 of form and separate instructions.

**Part III Partner's Share of Current Year Income,
Deductions, Credits, and Other Items**

1 Ordinary business income (loss) 70,620	15 Credits
2 Net rental real estate income (loss) 10,100	
3 Other net rental income (loss)	16 Foreign transactions
4 Guaranteed payments	
5 Interest income	
6a Ordinary dividends 2,000	17 Alternative minimum tax (AMT) items
6b Qualified dividends 100	
7 Royalties	18 Tax-exempt income and nondeductible expenses
8 Net short-term capital gain (loss)	
9a Net long-term capital gain (loss) 1,200	
9b Collectibles (28%) gain (loss)	
9c Unrecaptured section 1250 gain	19 Distributions
10 Net section 1231 gain (loss)	
11 Other income (loss)	20 Other information A 2,500
12 Section 179 deduction	
13 Other deductions	
14 Self-employment earnings (loss) A 80,720 C 181,106	

Part I Information About the Partnership

A Partnership's employer identification number
40-0001912

B Partnership's name, address, city, state, and ZIP code
LAKESIDE FERTILIZER MFG
1234 UNIVERSITY AVE
GAINESVILLE, FL 32611

C IRS Center where partnership filed return
OGDEN

D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
400-00-1002

F Partner's name, address, city, state, and ZIP code
FRED LAKE
1015 SIDING WAY
GAINESVILLE, FL 32611

G General partner or LLC member-manager Limited partner or other LLC member

H Domestic partner Foreign partner

I What type of entity is this partner? **INDIVIDUAL**

J Partner's share of profit, loss, and capital (see instructions):

	Beginning		Ending	
Profit	50.000	%	50.000	%
Loss	50.000	%	50.000	%
Capital	50.000	%	50.000	%

K Partner's share of liabilities at year end:

Nonrecourse \$ _____

Qualified nonrecourse financing . . . \$ _____

Recourse \$ _____

L Partner's capital account analysis:

Beginning capital account \$ **118,838**

Capital contributed during the year . . . \$ _____

Current year increase (decrease) . . . \$ **86,420**

Withdrawals & distributions \$ (_____)

Ending capital account \$ **205,258**

Tax basis GAAP Section 704(b) book

Other (explain)

M Did the partner contribute property with a built-in gain or loss?
 Yes No
If "Yes", attach statement (see instructions)

*See attached statement for additional information.

FOR IRS USE ONLY

Partner's Adjusted Basis Worksheet

2009

Keep for your records.

Partner Number:	TIN: 400-00-1002	Tax year ending: 12-31-2009	Ownership %: 50.000000
Name of Partner: FRED LAKE			
Name of Partnership: LAKESIDE FERTILIZER MFG			EIN 40-0001912

<p>A. Partner's share of partnership liabilities (Sch K-1, Item M)</p> <p>B. Partner's share of partnership liabilities from PRIOR year</p> <p>C. Increases (Decrease) in share of Partnership Liabilities during this tax period</p> <p>1. Adjusted Basis from preceding year</p> <p>2. Capital contributions of property</p> <p style="padding-left: 20px;">a. Gain (if any) recognized this year on contribution of property to partnership</p> <p style="padding-left: 20px;">b. Cash contributed during the year</p> <p style="padding-left: 20px;">c. Adjusted basis of property contributed during the year</p> <p style="padding-left: 20px;">d. Partnership interest acquired other than by cash or property</p> <p style="padding-left: 40px;">Total additional contributions (Total lines 2a-2d)</p> <p>3. Items of Income or Gain for this period</p> <p style="padding-left: 20px;">a. Ordinary Income (Sch K-1, Line 1)</p> <p style="padding-left: 20px;">b. Real Estate Rental Income (Sch K-1, Line 2)</p> <p style="padding-left: 20px;">c. Other Rental Income (Sch K-1, Line 3c)</p> <p style="padding-left: 20px;">d. Interest, Dividends & Royalties (Sch K-1, Lines 5, 6a & 7)</p> <p style="padding-left: 20px;">e. Capital Gain (Sch K-1, Lines 8 & 9a)</p> <p style="padding-left: 20px;">f. Other Portfolio Income (Sch K-1, Line 11a)</p> <p style="padding-left: 20px;">g. Section 1231 Gain (Sch K-1, Line 10)</p> <p style="padding-left: 20px;">h. Other Income (Sch K-1, Line 11f)</p> <p style="padding-left: 20px;">i. Tax Exempt Income (Sch K-1, Lines 18a & b)</p> <p style="padding-left: 20px;">j. Excess Depletion Adjustment</p> <p style="padding-left: 20px;">k. Increase from Recapture of Business Credits</p> <p style="padding-left: 20px;">i. Gain from 179 disposition</p> <p style="padding-left: 40px;">(See IR§ 49(a), 50(a), 50(c)(2) & 1371 (d))</p> <p style="padding-left: 40px;">Total items of Income or Gains (Total lines 3a-3l)</p> <p>4. Increase in Partnership Share of Partnership Liabilities from line C above</p> <p>5. Total increases in basis (combine lines 1 through 4)</p> <p>6. Cash Distributions to the Partner during the year</p> <p>7. Decrease in Partner's Share of Partnership Liabilities from line C above</p> <p>8 a. Decrease for Non-Deductible Expenses/Credit Adjustments</p> <p style="padding-left: 20px;">b. Decrease for Depletion</p> <p style="padding-left: 40px;">Total other decreases (lines 8a-8b)</p> <p>9. Subtotal - basis after all distributions and other decreases (Line 5 minus lines 6-8)</p> <p>10. Items of Losses and Deductions (Allowed for the current year)</p> <p style="padding-left: 20px;">a. Ordinary Loss (Page 2, Col e, Line 10a)</p> <p style="padding-left: 20px;">b. Real Estate Rental Loss (Page 2, Col e, Line 10b)</p> <p style="padding-left: 20px;">c. Other Rental Loss (Page 2, Col e, Line 10c)</p> <p style="padding-left: 20px;">d. Capital Loss (Page 2, Col e, Line 10d)</p> <p style="padding-left: 20px;">e. Other Portfolio Loss (Page 2, Col e, Line 10e)</p> <p style="padding-left: 20px;">f. Section 1231 Loss (Page 2, Col e, Line 10f)</p> <p style="padding-left: 20px;">g. Other Loss (Page 2, Col e, Line 10g)</p> <p style="padding-left: 20px;">h. Charitable Contributions (Page 2, Col e, Line 10h)</p> <p style="padding-left: 20px;">i. Section 179 Expense (Page 2, Col e, Line 10i)</p> <p style="padding-left: 20px;">j. Portfolio Income Expenses (Page 2, Col e, Line 10j)</p> <p style="padding-left: 20px;">k. Other Deductions (Page 2, Col e, Line 10k)</p> <p style="padding-left: 20px;">l. Interest Expense on Investment Debt (Page 2, Col e, Line 10l)</p> <p style="padding-left: 20px;">m. Total Foreign Taxes Paid/Accrued (Page 2, Col e, Line 10m)</p> <p style="padding-left: 20px;">n. Section 59(e) Expenditures (Page 2, Col e, Line 10n)</p> <p style="padding-left: 20px;">o. Other decreases (Page 2, Col e, Line 10o)</p> <p style="padding-left: 20px;">p. Loss from 179 disposition (Page 2, Col e, Line 10p)</p> <p style="padding-left: 40px;">Total items of Losses and Deductions (Total lines 10a-10p)</p> <p>11. Adjusted Basis of Partnership Interest (Cannot be negative) (Line 9-Line 10) At-Risk Basis</p> <p>12. At-risk adjustment: (Amount from lines 5)</p> <p>13. Enter the amount from lines 6, 7, 8 and 10</p> <p>14. Enter any nonrecourse loans, etc.</p> <p>15. Enter the FMV of partner's personal property not used in the partnership that secures a nonrecourse loan on line 14</p> <p>16. Combine lines 12 through 15. If negative, no current year loss can be deducted. See Form 6198</p>	<p>A. _____</p> <p>B. (_____)</p> <p>C. _____</p> <p>1. _____</p> <p>2 a. _____</p> <p>b. _____</p> <p>c. _____</p> <p>d. _____</p> <p>2. _____</p> <p>3 a. <u>70,620</u></p> <p>b. <u>10,100</u></p> <p>c. _____</p> <p>d. <u>2,000</u></p> <p>e. <u>1,200</u></p> <p>f. _____</p> <p>g. _____</p> <p>h. _____</p> <p>i. _____</p> <p>j. _____</p> <p>k. _____</p> <p>i. _____</p> <p>3. <u>83,920</u></p> <p>4. _____</p> <p>5. <u>83,920</u></p> <p>6. _____</p> <p>7. _____</p> <p>8 a. _____</p> <p>b. _____</p> <p>8. _____</p> <p>9. <u>83,920</u></p> <p>10 a. _____</p> <p>b. _____</p> <p>c. _____</p> <p>d. _____</p> <p>e. _____</p> <p>f. _____</p> <p>g. _____</p> <p>h. <u>9,000</u></p> <p>i. _____</p> <p>j. _____</p> <p>k. _____</p> <p>l. _____</p> <p>m. _____</p> <p>n. _____</p> <p>o. _____</p> <p>p. _____</p> <p>10. <u>9,000</u></p> <p>11. <u>74,920</u></p> <p>12. <u>83,920</u></p> <p>13. (<u>9,000</u>)</p> <p>14. (_____)</p> <p>15. _____</p> <p>16. <u>74,920</u></p>
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Allocation of Losses and Deductions

2009

Keep for your records.

Partner Number:	TIN: 400-00-1002	Year Ended: 12-31-2009	Ownership %: 50.000000
Partner Name: FRED LAKE			
Partnership Name: LAKESIDE FERTILIZER MFG			EIN: 40-0001912

		(a) Beginning of Year Losses and Deductions	(b) Current Year Losses and Deductions	(c) Total Losses and Deductions	(d) %	(e) Allocable Losses and Deductions in Current Year	(f) Disallowed Losses and Deductions (Carryover to Next Year)
10a Ordinary losses from trade or business	(Sch K-1, Line 1)						
b Net losses from rental real estate activities	(Sch K-1, Line 2)						
c Net losses from other rental activities	(Sch K-1, Line 3)						
d Net short-term capital losses	(Sch K-1, Lines 8 & 9a)						
d Net long-term capital losses							
e Other portfolio losses	(Sch K-1, Line 11a)						
f Net losses under Section 1231	(Sch K-1, Line 10)						
g Other losses	(Sch K-1, Line 11f)						
h Charitable contributions	(Sch K-1, Lines 13a-g)	9,000		9,000	100.000000	9,000	
i Section 179 expense deduction	(Sch K-1, Line 12)						
j Portfolio income expenses	(Sch K-1, Lines 13k & l)						
k Other deductions	(Sch K-1, Lines 13m-s,w)						
l Interest expense on investment debts	(Sch K-1, Line 13h)						
m Foreign taxes paid or accrued	(Sch K-1, Lines 16i & m)						
n Section 59(e) expenditures	(Sch K-1, Line 13j)						
o Other decreases							
p Loss from 179 asset							
Total deductible losses and deductions		9,000		9,000		9,000	
8a Nondeductible expenses & credit adj							
b Oil and gas depletion							
Total nondeductible losses and deductions							
Totals		9,000		9,000		9,000	

Depreciation and Amortization (Including Information on Listed Property)

Department of the Treasury
Internal Revenue Service (99)

▶ See separate instructions. ▶ Attach to your tax return.

2009
Attachment
Sequence No. **67**

Name(s) shown on return

Business or activity to which this form relates

Identifying number

LAKESIDE FERTILIZER MFG

FORM 1065

40-0001912

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	

	(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
6				
7	Listed property. Enter the amount from line 29	7		
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7		8	
9	Tentative deduction. Enter the smaller of line 5 or line 8		9	
10	Carryover of disallowed deduction from line 13 of your 2008 Form 4562		10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)		11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11		12	
13	Carryover of disallowed deduction to 2010. Add lines 9 and 10, less line 12	13		

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	22,062

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2009	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B - Assets Placed in Service During 2009 Tax Year Using the General Depreciation System

	(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only-see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a	3-year property						
b	5-year property						
c	7-year property						
d	10-year property						
e	15-year property						
f	20-year property						
g	25-year property			25 yrs.		S/L	
h	Residential rental property			27.5 yrs.	MM	S/L	
i	Nonresidential real property			39 yrs.	MM	S/L	

Section C - Assets Placed in Service During 2009 Tax Year Using the Alternative Depreciation System

20a	Class life					S/L	
b	12-year			12 yrs.		S/L	
c	40-year			40 yrs.	MM	S/L	

Part IV Summary (see instructions)

21	Listed property. Enter amount from line 28	21	11,060
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions	22	33,122
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed?		Yes	No	24b If "Yes," is the evidence written?		Yes	No	
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions) 25 11,060								
26 Property used more than 50% in a qualified business use:								
TRUCK	20090515	100 %	35,000	23,840				
		%						
		%						
27 Property used 50% or less in a qualified business use:								
		%				S/L-		
		%				S/L-		
		%				S/L-		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 28							11,060	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 29								

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

30 Total business/investment miles driven during the year (do not include commuting miles)	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)		
Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.		

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2009 tax year (see instructions):					
43 Amortization of costs that began before your 2009 tax year 43					
44 Total. Add amounts in column (f). See the instructions for where to report 44					

Schedule M-2/Partners' Capital Reconciliation Worksheet		2009
Form 1065 (Keep for your records)		
Partnership Name LAKESIDE FERTILIZER MFG		EIN 40-0001912
Analysis of Current Year Partners' Capital		
1	Beginning Partners' Capital per Balance Sheet (Sch. L, Column b, Line 21)	1 <u>237,676</u>
2	Book Income/(Loss) (Sch M-1, Line 1)	2 <u>172,840</u>
3	Capital Contributions During the Year (Schedules K-1, Item L)	3 _____
4	Distributions (Schedule K, Lines 19A & 19B)	4 _____
5	Subtotal (Combine Lines 1 through 4)	5 <u>410,516</u>
6	Ending Partners' Capital per Balance Sheet (Sch L, Column d, Line 21)	6 <u>410,516</u>
7	Difference (Line 5 minus Line 6) (should be zero)	7 _____
Current Year Change to Partners' Capital Compared to Current Year Change to Schedule K-1, Item L (All Partners)		
8	Ending Partners' Capital (Schedule L, Column d, Line 21)	8 <u>410,516</u>
9	Beginning Partners' Capital (Schedule L, Column b, Line 21)	9 <u>237,676</u>
10	Change in Capital (Line 8 minus line 9)	10 <u>172,840</u>
11	Ending Partners' Capital (Schedules K-1, Item L)	11 <u>410,516</u>
12	Beginning Partners' Capital (Schedules K-1, Item L)	12 <u>237,676</u>
13	Difference (Line 11 minus Line 12)	13 <u>172,840</u>
Current Year Timing Adjustments per Schedule M-1		
<u>Subtractions from Net Income Per Books (Schedule M-1, Lines 5 and 6 - not included on Schedule M-2, line 3):</u>		
14	Tax exempt interest	14 _____
15	Other income recorded on books not included on Schedule K	15 _____
16	Depreciation on Schedule K not included on books	16 _____
17	Other Schedule K items not included on books	17 _____
18	Total Subtractions (Lines 14 through 17)	18 _____
<u>Additions to Net Income Per books (Schedule M-1, Lines 2 and 3 - not included on Schedule M-2, line 3):</u>		
19	Income included on Schedule K not recorded on books	19 _____
20	Depreciation on books not included on Schedule K	20 _____
21	Other items on books not included on Schedule K	21 _____
22	Total Additions (Lines 19 through 21)	22 _____
23	Net Timing Adjustments (Line 18 minus Line 22)	23 _____
24	Distributions Reported on Schedule K-1, Line 19A, not included on Schedule K, Line 19A	24 _____
25	Capital Change (Line 13 plus lines 23 and 24)	25 <u>172,840</u>
26	Net Reconciliation Difference (Line 10 minus Line 25) (should be zero)	26 _____

Federal Supporting Statements

2009 PG01

Name(s) as shown on return

FEIN

LAKESIDE FERTILIZER MFG

40-0001912

Form 1065 Line 20 - Other Deductions

STATEMENT # 4

<u>DESCRIPTION</u>	<u>AMOUNT</u>
ACCOUNTING	2,700
ADVERTISING	2,500
INSURANCE - BUILDING AND EQUIPMENT	6,500
INSURANCE - LIABILITY	4,000
INSURANCE - WORKERS COMP	7,200
JANITORIAL	11,250
LEGAL AND PROFESSIONAL	6,000
OFFICE EXPENSE	1,300
POSTAGE/SHIPPING	2,000
SUPPLIES	6,500
TELEPHONE	1,000
UTILITIES	8,400
TOTAL	<u>59,350</u>

FORM 1065, SCHEDULE A, LINE 4

PG01
STATEMENT # 8

<u>DESCRIPTION</u>	<u>AMOUNT</u>
WAREHOUSING	<u>7,000</u>
TOTAL	<u>7,000</u>

FORM 1065, SCHEDULE A, LINE 5

PG01
STATEMENT # 9

<u>DESCRIPTION</u>	<u>AMOUNT</u>
UTILITIES	17,000
PROFESSIONAL FEES	6,000
MISCELLANEOUS	5,000
TOTAL	<u>28,000</u>

Federal Supporting Statements

2009 PG01

Name(s) as shown on return

FEIN

LAKESIDE FERTILIZER MFG

40-0001912

FORM 1065, SCHEDULE L, LINE 6

STATEMENT # 27

DESCRIPTION

BEG OF YEAR

END OF YEAR

PREPAID INSURANCE

7,000

TOTAL

7,000

FORM 1065, SCHEDULE L, LINE 17

PG01
STATEMENT # 31

DESCRIPTION

BEG OF YEAR

END OF YEAR

PROFIT SHARING

3,600

7,600

TOTAL

3,600

7,600

FORM 1065, SCHEDULE M-1, LINE 6A

PG01
STATEMENT # 36

DESCRIPTION

AMOUNT

UNREALIZED GAIN

4,000

TOTAL

4,000

1065

Overflow Statement

2009
Page 1

Name(s) as shown on return

FEIN

LAKESIDE FERTILIZER MFG

40-0001912

PRIOR YEAR CONTRIBUTIONS

<u>Description</u>	<u>Amount</u>
UNITED WAY	\$ 3,000
TREE CITY USA	3,000
RELAY FOR LIFE	3,000
Total:	<u>\$ 9,000</u>

(Keep for your records)

PARTNERSHIP NAME

EIN

LAKESIDE FERTILIZER MFG

40-0001912

Description	Lines 1-13	Schedule K	K-1 Totals	Difference
1	Ordinary business income (loss)	141,240	141,240	
2	Net rental real estate income (loss)	20,200	20,200	
3	Other net rental income (loss)			
4	Guaranteed payments			
5	Interest income			
6 a	Ordinary dividends	5,000	5,000	
b	Qualified dividends	200	200	
7	Royalties			
8	Net short-term capital gain (loss)			
9 a	Net long-term capital gain (loss)	2,400	2,400	
b	Collectibles (28%) gain (loss)			
c	Unrecaptured section 1250 gain			
10	Net section 1231 gain (loss)			
11 A	Other portfolio income (loss)			
B	Involuntary conversions			
C	Sec. 1256 contracts & straddles			
D	Mining exploration costs recapture			
E	Cancellation of debt			
F	Other income (loss)			
12	Section 179 deduction			
13 A	Cash contributions (50%)			
B	Cash contributions (30)			
C	Noncash contributions (50%)			
D	Noncash contributions (30%)			
E	Capital gain property to a 50% organization (30%)			
F	Capital gain property (20%)			
G	Contributions (100%)			
H	Investment interest expense			
I	Deductions - royalty income			
J	Section 59(e)(2) expenditures			
K	Deductions - portfolio (2% floor)			
L	Deductions - portfolio (other)			
M	Amounts paid for medical insurance			
N	Educational assistance benefits			
O	Dependent care benefits			
P	Preproductive period expenses			
Q	Commercial revitalization ded. from rental real estate activities			
R	Pensions and IRAs			
S	Reforestation expense deduction			
T	Domestic production activities information			
U	Qualified production activities income			
V	Employer's W-2 wages			
W	Other deductions			

(Keep for your records)

PARTNERSHIP NAME

EIN

LAKESIDE FERTILIZER MFG

40-0001912

Description Lines 14 - 17	Schedule K	K-1 Totals	Difference
14 A Net earnings (loss) from self-employment	161,440	161,440	
B Gross farming or fishing income			
C Gross non-farm income	362,212	362,212	
15 A Low-income housing credit (section 42(j)(5)) - Pre 2008			
B Low-income housing credit other - Pre 2008			
C Low-income housing credit (section 42(j)(5)) - Post 2007			
D Low-income housing credit other - Post 2007			
E Qualified rehabilitation expenditures (rental real estate)			
F Other rental real estate credits			
G Other rental credits			
H Undistributed capital gains credit			
I Credit for alcohol used as fuel			
J Work opportunity credit			
K Disabled access credit			
L Empowerment zone & rental comm. employment credit			
M Credit for increasing research activities			
N Credit for employer social security and Medicare taxes			
O Backup withholding			
P Other credits			
16 B Gross income from all sources			
C Gross income sourced at partner level			
D Passive			
E General			
F Other			
G Interest expense			
H Other			
I Passive			
J General			
K Other			
L Total foreign taxes paid			
M Total foreign taxes accrued			
N Reduction in taxes available for credit			
O Foreign trading gross receipts			
P Extraterritorial income exclusion			
Q Other foreign transactions			
17 A Post - 1986 depreciation adjustment			
B Adjusted gain (loss)			
C Depletion (other than oil & gas)			
D Oil, gas & geothermal-gross income			
E Oil, gas & geothermal-deductions			
F Other AMT items			

(Keep for your records)

PARTNERSHIP NAME

EIN

LAKESIDE FERTILIZER MFG

40-0001912

Description Lines 18 - 20	Schedule K	K-1 Totals	Difference
18 A Tax-exempt interest income	_____	_____	_____
B Other tax-exempt income	_____	_____	_____
C Nondeductible expenses	_____	_____	_____
19 A Dist. of cash and marketable securities	_____	_____	_____
B Dist. subject to sec 737	_____	_____	_____
C Dist. of other property	_____	_____	_____
20 A Investment income	5,000	5,000	_____
B Investment expenses	_____	_____	_____
C Fuel tax credit information	_____	_____	_____
D Qualified rehabilitation expenditures	_____	_____	_____
E Basis of energy property	_____	_____	_____
F Recapture of low-income housing credit (sec. 42(j)(5))	_____	_____	_____
G Recapture of low-income housing credit (other)	_____	_____	_____
H Recapture of investment credit	_____	_____	_____
I Recapture of other credits	_____	_____	_____
J Look-back interest-completed long-term contracts	_____	_____	_____
K Look-back interest-income forecast method	_____	_____	_____
L Dispositions of property with section 179 deductions	_____	_____	_____
M Recapture of section 179 deduction	_____	_____	_____
N Interest expense for corporate partners	_____	_____	_____
O Section 453 (l)(3) information	_____	_____	_____
P Section 453A(c) information	_____	_____	_____
Q Section 1260(b) information	_____	_____	_____
R Interest allocable to production expenditures	_____	_____	_____
S CCF nonqualified withdrawals	_____	_____	_____
T Information needed to figure depletion-oil and gas	_____	_____	_____
U Amortization of reforestation costs	_____	_____	_____
V Unrelated business taxable income	_____	_____	_____
W Precontribution gain(loss)	_____	_____	_____
X Section 108(i) information	_____	_____	_____
Y Other information	_____	_____	_____

Schedule L2

Nonrecourse	_____	_____	_____
Qualified nonrecourse financing	_____	_____	_____
Recourse	_____	_____	_____

Schedule M-2

1 Partner's Beginning Capital	237,676	237,676	_____
2 Capital Contributions	_____	_____	_____
3 Net income or loss	172,840	172,840	_____
4 Distributions	_____	_____	_____
5 Partner's Ending Capital	410,516	410,516	_____

Taxes and Licenses Attachment

Note: This information does not transmit to the IRS with e-filed returns.
Including with a paper filed return is optional.

2009

PARTNERSHIP NAME

LAKESIDE FERTILIZER MFG

EIN

40-0001912

Taxes and Licenses

Form 1065

Page 1, Line 14

1	State income taxes	1	
2	State franchise taxes	2	
3	City income taxes	3	
4	City franchise taxes	4	
5	Local property taxes	5	7,200
6	Intangible property taxes	6	
7	Payroll taxes	7	7,500
8	Less: credit from Form 8846	8	
9	Foreign taxes paid	9	
10	Occupancy taxes	10	
11	Other miscellaneous taxes	11	
12	Licenses	12	2,300
13	Total to Form 1065, Page 1, Line 14	13	17,000

Capital Account Reconciliation

(Keep for your records)

2009

Page 1

PARTNERSHIP NAME

EIN

LAKESIDE FERTILIZER MFG

40-0001912

Partner Name	Beginning Capital Account	Capital Contributed During Year	Partner's Share of Lines 3, 4 and 7 Form 1065, Sch M-2	Withdrawals and Distributions	Ending Capital Account
JOHN LAKE	118,838		86,420		205,258
FRED LAKE	118,838		86,420		205,258
TOTALS	<u>237,676</u>		<u>172,840</u>		<u>410,516</u>

**Worksheet for Figuring Net Earnings (Loss)
From Self-Employment**
(Keep for your records)

2009

Name(s) as shown on return

Identifying Number

LAKESIDE FERTILIZER MFG

40-0001912

1a	Ordinary business income (loss) (Schedule K, line 1)	1a	141,240		
b	Net income (loss) from certain rental real estate activities (see instructions)	1b	20,200		
c	Other net rental income (loss) (Schedule K, line 3c)	1c			
d	Net loss from Form 4797, Part II, line 17, included on line 1a above. Enter as a positive amount	1d			
e	Combine lines 1a through 1d	1e	161,440		
2	Net gain from Form 4797, Part II, line 17, included on line 1a above	2			
3a	Subtract line 2 from line 1e. If line 1e is a loss, increase the loss on line 1e by the amount on line 2	3a	161,440		
b	Part of line 3a allocated to limited partners, estates, trusts, corporations, exempt organizations, and IRAs	3b			
c	Subtract line 3b from line 3a. If line 3a is a loss, reduce the loss on line 3a by the amount on line 3b. Include each individual general partner's share in box 14 of Schedule K-1, using code A	3c		161,440	
4a	Guaranteed payments to partners (Schedule K, line 4) derived from a trade or business as defined in section 1402(c) (see instructions)	4a			
b	Part of line 4a allocated to individual limited partners for other than services and to estates, trusts, corporations, exempt organizations, and IRAs	4b			
c	Subtract line 4b from line 4a. Include each individual general partner's share and each individual limited partner's share in box 14 of Schedule K-1, using code A	4c			
5	Net earnings (loss) from self-employment. Combine lines 3c and 4c. Enter here and on Schedule K, line 14a	5		161,440	

Depreciation Detail Listing

FORM 1065

For your records only

2009

PAGE 1

* Item was disposed
of during current year.

Name(s) as shown on return

LAKESIDE FERTILIZER MFG

Social security number/EIN

40-0001912

No.	Description	Date	Cost	Salvage	Business percentage	Section 179	Depreciation Basis	Life	Method	Rate	Current depr.	Accumulated Depreciation	Prior expense	Bonus depreciation	AMT Current
1	CHEMICAL MIXER	20060615	67,000		100.00		67,000	7	S/L HY	14.286	9,571	38,285			9,571
2	TRUCK	20090515	35,000		100.00		23,840	5	200 DB HY	20		11,060		CY/50 11,060	
3	FORKLIFT	20041122	65,000		100.00		65,000	7	S/L MQ	14.286	9,286	55,714			9,286
4	WAREHOUSE	20020515	125,000		100.00		125,000	39	S/L MM	2.564	3,205	25,640			3,205
Totals			292,000				280,840				22,062	130,699		CY 11,060	22,062

Land Amount
Net Depreciable Cost

292,000

ST ADJ:

7,700