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DR 0106K-N (08/20/26)
COLORADO DEPARTMENT OF REVENUE
Denver CO 80261-0008
Tax.Colorado.gov

Individual Partner and Shareholder Instructions For 2025 Colorado K-1

Every partnership or S corporation must complete a Colorado K-1 (DR 0106K) for each of its partners or shareholders for each tax year. The partnership or S corporation must file the completed Colorado K-1s with the Department and furnish each partner and shareholder with a copy of the Colorado K-1 reporting their share of income, deductions, modifications, and credits.

Individual partners and shareholders must report certain items of information from their Colorado K-1 (DR 0106K) on their Colorado returns. These instructions provide directions for individual partners and shareholders to assist them in completing their 2025 Colorado Individual Income Tax Return (DR 0104). These instructions do not address partners or shareholders who are estates, trusts, corporations, or partnerships.

These instructions are designed to supplement the instructions for 2025 Colorado Individual Income Tax Return (DR 0104) and its associated schedules. Nothing in these supplemental instructions modifies or is intended to modify the requirements of Colorado's statutes and regulations. Taxpayers are encouraged to consult their tax advisors for guidance regarding specific situations.

Federal Income and Deductions

Lines 1 through 8 and line 12 of the 2025 Colorado K-1 (DR 0106K) provides information regarding federal income and deductions. Instructions for reporting this information on the individual partner's or shareholder's Colorado income tax return depend in part on whether the individual partner or shareholder is a Colorado resident, part-year resident, or nonresident for the tax year.

Column A (All Individual Partners and Shareholders)

The federal income and deduction amounts on lines 1 through 8 and line 12 in Column A of the 2025 Colorado K-1 (DR 0106K) are not reported directly on the individual partner's or shareholder's 2025 Colorado Individual Income Tax Return (DR 0104). Instead, these amounts, which should match the amounts reported on the individual partner's or shareholder's federal Schedule K-1, are generally reported on the individual partner's or shareholder's federal income tax return and included in their federal taxable income. The individual partner's or shareholder's federal taxable income is then reported on line 1 of their Colorado return.

Column B (Part-Year Resident and Nonresident Individual Partners and Shareholders Only)

Each part-year resident or nonresident individual partner or shareholder must complete a 2025 Part-Year Resident/Nonresident Tax Calculation Schedule (DR 0104PN) as part of their Colorado return. In completing the Colorado column of form DR 0104PN, they must include on the applicable line their income attributed to Colorado from their 2025 Colorado K-1 (DR 0106K) in Column B on lines 1 through 8. Additional guidance regarding Colorado source income can be found in Department publication [*Income Tax Topics: Part-Year Residents & Nonresidents*](#).

Federal deductions reported on line 12, Column B of the 2025 Colorado K-1 (DR 0106K) are not reported on a part-year resident or nonresident individual partner's or shareholder's Colorado return.

Additions and Subtractions

The addition and subtraction amounts entered on lines 9, 10, 11, and 13 in Column A of the 2025 Colorado K-1 (DR 0106K) are reported on the individual partner's or shareholder's Colorado return as described below.



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Line 9. State Income Tax Addback

Individual partners and shareholders must include the state income tax addback from line 9, Column A of their 2025 Colorado K-1 (DR 0106K) in the total addback reported on line 2 of their 2025 Colorado Individual Income Tax Return (DR 0104).

The amount from line 9, Column B of the 2025 Colorado K-1 (DR 0106K) is not entered anywhere on an individual partner's or shareholder's Colorado income tax return.

Line 10. Business Meals Deduction (Column A)

Individual partners and shareholders must include the business meals deduction from line 10, Column A of their 2025 Colorado K-1 (DR 0106K) in the total addback reported on line 5 of their 2025 Colorado Individual Income Tax Return (DR 0104).

Part-year resident and nonresident individual partners and shareholders must include the business meals deduction from line 10, Column B of their 2025 Colorado K-1 (DR 0106K) in the total Additions to Colorado Adjusted Gross Income reported on line 27 of their 2025 Part-Year Resident/Nonresident Tax Calculation Schedule (DR 0104PN).

Line 11. Other Colorado Additions (Column A)

Individual partners and shareholders must include the other Colorado additions from line 11, Column A of their 2025 Colorado K-1 (DR 0106K) in the total other additions reported on line 9 of their 2025 Colorado Individual Income Tax Return (DR 0104).

Part-year resident and nonresident individual partners and shareholders must include the other Colorado additions from line 11, Column B of their 2025 Colorado K-1 (DR 0106K) in the total Additions to Colorado Adjusted Gross Income reported on line 27 of their 2025 Part-Year Resident/Nonresident Tax Calculation Schedule (DR 0104PN).

Line 13. Colorado Subtractions (Column A)

Individual partners and shareholders must include the Colorado subtractions from line 13, Column A of their 2025 Colorado K-1 (DR 0106K) in the other subtractions on line 20 of their 2025 Subtractions from Income Schedule (DR 0104AD).

Part-year resident and nonresident individual partners and shareholders must include the Colorado subtractions from line 13, Column B of their 2025 Colorado K-1 (DR 0106K) in the total Subtractions from Colorado Adjusted Gross Income reported on line 31 of their 2025 Part-Year Resident/Nonresident Tax Calculation Schedule (DR 0104PN).

Receipts and Non-Appportionable Income

Receipts and non-apportionable income reported on lines 14 and 15 of the 2025 Colorado K-1 (DR 0106K) generally are not reported anywhere on an individual partner's or shareholder's Colorado return. These lines of the 2025 Colorado K-1 (DR 0106K) generally apply only to partners that are C corporations.

Credits and Credit Recapture

Credits reported on lines 16 through 48 of the 2025 Colorado K-1 (DR 0106K) are generally claimed on the individual partner's or shareholder's 2025 Individual Credit Schedule (DR 0104CR) or Certified Economic Development Credit Schedule (DR 1366). Any credit recapture on line 17 of the 2025 Colorado K-1 (DR 0106K) is reported on the individual partner's or shareholder's 2025 Colorado Individual Income Tax Return (DR 0104).



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Line 16. Partner's or Shareholder's Share of Tax Paid with Composite Return or SALT Parity Election

Individual partners and shareholders may claim the credit from line 16 of their 2025 Colorado K-1 (DR 0106K) on line 11 of their 2025 Individual Credit Schedule (DR 0104CR).

Individual partners and shareholders may also claim the SALT Parity credit from lower-tier partnership from line 25 of their 2025 Colorado K-1 (DR 0106K) on line 11 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 17. Recapture Of Prior Year Credits

Individual partners and shareholders must report any recapture of prior year credits from line 17 of their 2025 Colorado K-1 (DR 0106K) on line 15 of their 2025 Colorado Individual Income Tax Return (DR 0104).

Line 18. Advanced Industry Investment Credit

Individual partners and shareholders may claim the Advanced Industry Investment Credit from line 18 of their 2025 Colorado K-1 (DR 0106K) on line 48 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 19. Business Personal Property Credit

Individual partners and shareholders may claim the Business Personal Property Credit from line 19 of their 2025 Colorado K-1 (DR 0106K) on line 7 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 20. Child Care Center Family Care Home Investment Credit

Individual partners and shareholders may claim the Child Care Center Family Care Home Investment Credit from line 20 of their 2025 Colorado K-1 (DR 0106K) on line 38 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 21. Child Care Contribution Credit

Individual partners and shareholders may claim the Child Care Contribution Credit from line 21 of their 2025 Colorado K-1 (DR 0106K) on line 42 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 22. Colorado Job Growth Incentive Credit

Individual partners and shareholders may claim the Colorado Job Growth Incentive Credit from line 22 of their 2025 Colorado K-1 (DR 0106K) on line 46 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 23. Enterprise Zone Business Facility New Employee Credit

Individual partners and shareholders may claim the Enterprise Zone Business Facility New Employee Credit from line 23 of their 2025 Colorado K-1 (DR 0106K) on line 13 of their Certified Economic Development Credit Schedule (DR 1366) or line 12 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 24. Preservation Of Historic Structures Credit

Individual partners and shareholders may claim the Preservation of Historic Structures Credit from line 24 of their 2025 Colorado K-1 (DR 0106K) on line 50 of their 2025 Individual Credit Schedule (DR 0104CR).



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Line 25. SALT Parity Credit from Lower-Tier Partnership

Individual partners and shareholders may claim the credit from line 25 of their 2025 Colorado K-1 (DR 0106K) on line 11 of their 2025 Individual Credit Schedule (DR 0104CR).

Individual partners and shareholders may also claim the credit from line 16 of their 2025 Colorado K-1 (DR 0106K) on line 11 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 26. Enterprise Zone Agricultural Processing New Employee Credit

Individual partners and shareholders may claim the Enterprise Zone Agricultural Processing New Employee Credit from line 26 of their 2025 Colorado K-1 (DR 0106K) on line 15 of their Certified Economic Development Credit Schedule (DR 1366) or line 14 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 27. Enterprise Zone Commercial Vehicle Investment Tax Credit

Individual partners and shareholders may claim the Enterprise Zone Commercial Vehicle Investment Tax Credit from line 27 of their 2025 Colorado K-1 (DR 0106K) on line 10 of their Certified Economic Development Credit Schedule (DR 1366) or line 9 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 28. Enterprise Zone Contribution Credit

Individual partners and shareholders may claim the Enterprise Zone Contribution Credit from line 28 of their 2025 Colorado K-1 (DR 0106K) on line 59 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 29. Enterprise Zone Employee Health Insurance Credit

Individual partners and shareholders may claim the Enterprise Zone Employee Health Insurance Credit from line 29 of their 2025 Colorado K-1 (DR 0106K) on line 17 of their Certified Economic Development Credit Schedule (DR 1366) or line 16 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 30. Enterprise Zone Enhanced Rural Agricultural Processing New Employee Credit

Individual partners and shareholders may claim the Enterprise Zone Enhanced Rural Agricultural Processing New Employee Credit from line 30 of their 2025 Colorado K-1 (DR 0106K) on line 16 of their Certified Economic Development Credit Schedule (DR 1366) or line 15 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 31. Enterprise Zone Enhanced Rural New Employee Credit

Individual partners and shareholders may claim the Enterprise Zone Enhanced Rural New Employee Credit from line 31 of their 2025 Colorado K-1 (DR 0106K) on line 14 of their Certified Economic Development Credit Schedule (DR 1366) or line 13 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 32. Enterprise Zone Investment Tax Credit

Individual partners and shareholders may claim the Enterprise Zone Investment Tax Credit from line 32 of their 2025 Colorado K-1 (DR 0106K) on line 8 of their Certified Economic Development Credit Schedule (DR 1366) or line 7 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.



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Line 33. Enterprise Zone Job Training Investment Tax Credit

Individual partners and shareholders may claim the Enterprise Zone Job Training Investment Tax Credit from line 33 of their 2025 Colorado K-1 (DR 0106K) on line 11 of their Certified Economic Development Credit Schedule (DR 1366) or line 10 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 34. Enterprise Zone Research and Experimental Activities Credit

Individual partners and shareholders may claim the Enterprise Zone Research and Experimental Activities Credit from line 34 of their 2025 Colorado K-1 (DR 0106K) on line 20 of their Certified Economic Development Credit Schedule (DR 1366) or line 19 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 35. Enterprise Zone Vacant Commercial Building Rehabilitation Credit

Individual partners and shareholders may claim the Enterprise Zone Vacant Commercial Building Rehabilitation Credit from line 35 of their 2025 Colorado K-1 (DR 0106K) on line 19 of their Certified Economic Development Credit Schedule (DR 1366) or line 18 of their Certified Economic Development Credit Schedule for Taxpayers with a Refund Certificate (DR 1370), if applicable.

Line 36. Heat Pump Credit for Registered Contractors

Individual partners and shareholders may claim the Heat Pump Credit for Registered Contractors from line 36 of their 2025 Colorado K-1 (DR 0106K) on line 14 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 37. Refundable Residential Energy Storage Systems Credit

Individual partners and shareholders may claim the Refundable Residential Energy Storage Systems Credit from line 37 of their 2025 Colorado K-1 (DR 0106K) on line 15 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 38. Nonrefundable Residential Energy Storage Systems Credit

Individual partners and shareholders may claim the Nonrefundable Residential Energy Storage Systems Credit from line 38 of their 2025 Colorado K-1 (DR 0106K) on line 60 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 39. Homeless Contribution Credit

Individual partners and shareholders may claim the Homeless Contribution Credit from line 39 of their 2025 Colorado K-1 (DR 0106K) on line 61 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 40. Alternative Transportation Options Credit

Individual partners and shareholders may claim the Alternative Transportation Options Credit from line 40 of their 2025 Colorado K-1 (DR 0106K) on line 13 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 41. Employer Assistance for Home Purchase Credit

Individual partners and shareholders may claim the Employer Assistance for Home Purchase Credit from line 41 of their 2025 Colorado K-1 (DR 0106K) on line 63 of their 2025 Individual Credit Schedule (DR 0104CR).



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Line 42. Colorado Film Incentive Credit

Individual partners and shareholders may claim the Colorado Film Incentive Credit from line 42 of their 2025 Colorado K-1 (DR 0106K) on line 19 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 43. Food Accessibility Credit, Certified by the Department of Agriculture

Individual partners and shareholders may claim the Food Accessibility Credit from line 43 of their 2025 Colorado K-1 (DR 0106K) on line 17 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 44. Certified Greenhouse Gas Avoidance Credits

Individual partners and shareholders may claim the Certified Greenhouse Gas Avoidance Credits from line 44 of their 2025 Colorado K-1 (DR 0106K) on line 16 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 45. Electric-Powered Lawn Equipment Credit for Qualified Retailers

Individual partners and shareholders may claim the Electric-Powered Lawn Equipment Credit for qualified retailers from line 45 of their 2025 Colorado K-1 (DR 0106K) on line 18 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 46. Aircraft Modification for Unleaded Fuel Credit

Individual partners and shareholders may claim the Aircraft Modification for Unleaded Fuel Credit from line 46 of their 2025 Colorado K-1 (DR 0106K) on line 22 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 47. Apprenticeship Credit

Individual partners and shareholders may claim the Apprenticeship Credit from line 47 of their 2025 Colorado K-1 (DR 0106K) on line 23 of their 2025 Individual Credit Schedule (DR 0104CR).

Line 48. Other Credits

In general, individual partners and shareholders may claim any other credits from line 48 of their 2025 Colorado K-1 (DR 0106K) on the applicable line of their 2025 Individual Credit Schedule (DR 0104CR). Certain credits may be claimed directly on the 2025 Colorado Individual Income Tax Return (DR 0104) or may require additional forms or schedules. Please see the instructions for the 2025 Colorado Individual Income Tax Return (DR 0104) for additional information about claiming other credits.