

DRAFT FORM — NOT FOR FILING

This draft form has been updated to include the most recent changes effective for Tax Year 2026 Virginia returns. If legislative changes or issues arise, we will post a new version of this draft form.

Please continue to monitor tax.virginia.gov/early-release-forms for future drafts of this form. Once forms are final, we will post them on our website at tax.virginia.gov/forms.

**Virginia Form
502FED-2**

**Virginia Partnership-Level
Federal Adjustments Report**
Partnership Pays Election Computation



Form 502FED-1 must be completed and filed within 90 days of the final determination date for partnership-level federal adjustments. If the partnership elects to pay any tax due on the partnership level, use Form 502FED-2 to calculate adjusted taxable income, tax, penalties, and interest when paying Virginia income tax due on behalf of its partners instead of filing Virginia amended returns. Form 502FED-2 is due within 90 days of the final determination date. See instructions for details.

Name (as shown on Form 502FED-1)	FEIN
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You must check this box to indicate that the partnership consents to pay tax due on the partnership-level.
 If you fail to check this box, your election will be invalid and tax would be calculated and paid using the Default Push-Out Method. See the instructions for more information. → ☐

Section I – Calculation of Adjusted Taxable Income

1. Change in Virginia taxable income allocated to Virginia from Form 502FED-1, Line 6, Column B	.00
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Resident Direct Partners (Individuals, Estates, and Trusts)

2. Enter the number of resident direct partners	
3. Resident direct partners' distributive share of adjustments	.00
4. Tax owed on resident direct partner distributive shares (Multiply Line 3 by 5.75%)	.00

Nonresident Direct Partners (Individuals, Estates, and Trusts)

5. Enter the number of nonresident direct partners	
6. Nonresident direct partners' distributive share of adjustments	.00
7. Enter the amount of nonresident direct partner distributive shares sourced to Virginia	.00
8. Tax owed on nonresident direct partner distributive shares (Multiply Line 7 by 5.75%)	.00

Corporation and Tax Exempt Partners

9. Number of corporate and tax exempt partners	
10. Corporate and tax exempt partners' share of adjustments	.00
11. Distributive shares attributable to Virginia	.00
12. Tax owed on corporate distributive shares (Multiply Line 11 by 6%)	.00

Tiered Partners

13. Enter the number of tiered partners	
14. Tiered partner distributive shares	.00
15. Enter the amount of tiered partner distributive shares sourced outside Virginia	.00
16. Excluded distributive shares. Enter distributive shares allocable to a nonresident indirect partner, allocable to a partner that is not subject to tax on such amount, and excludable under procedures for alternative reporting and payment	.00
17. Net tiered partner distributive shares (Subtract Line 15 and 16 from Line 14)	.00
18. Tax owed on tiered partner distributive shares (Multiply Line 17 by 5.75%)	.00

Section II – Tax, Penalty, and Interest Calculation

19. Total Virginia tax due (add Lines 4, 8, 12, and 18)	.00
20. Penalty	.00
21. Interest	.00
22. Total amount due from partnership (add Lines 19-21)	.00

Virginia Partnership-Level
Federal Adjustments Report
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Name (as shown on Form 502FED-1)	FEIN
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Declaration and Signature

I, the undersigned owner and authorized representative of the pass-through entity for which this return is made, declare under the penalties provided by law that this return (including any accompanying schedules, statements, and enclosures) has been examined by me and is, to the best of my knowledge and belief, a true, correct, and complete return, made in good faith, for the taxable year stated, pursuant to the tax laws of the Commonwealth of Virginia. A preparer other than the authorized representative declares the same, and such declaration is based on all information of which he or she has any knowledge.

Signature of State Partnership Representative	Title	Date
Printed Name of State Partnership Representative	Phone	
Individual or Firm, Signature of Preparer, Phone Number, and Address		Date
Printed Name of Individual or Firm	Preparer's FEIN, PTIN, or SSN	Approved Vendor Code

NOTE: If there is an amount due on Form 502FED-2, Section II, Line 22, you must make payment on Form 502V. Payments must be made electronically unless you have an approved waiver. See the instructions for more information.