

ALABAMA DEPARTMENT OF REVENUE
S Corporation Information/Tax Return

For the year January 1 – December 31, 2005, or other tax year beginning _____, 2005, ending _____, _____

<p>► Important</p> <p>Check applicable box:</p> <p><input type="checkbox"/> Initial Return</p> <p><input type="checkbox"/> Final Return</p> <p><input type="checkbox"/> Amended Return</p>	<p>FEDERAL BUSINESS CODE NUMBER ▶</p>	<p>FEDERAL EMPLOYER IDENTIFICATION NUMBER ▶</p>	<p>Data Summary</p> <p>Total federal income _____</p> <p>Total federal deductions _____</p> <p>Total assets as shown on Form 1120S _____</p> <p>Alabama Apportionment Factor from Schedule C, line 25 _____</p> <p>CN _____</p>	
	NAME ▶			
	ADDRESS ▶			
	CITY, STATE, COUNTRY (IF NOT U.S.) ▶	9-DIGIT ZIP CODE ▶		
	STATE OF INCORPORATION	NATURE OF BUSINESS		DATE QUALIFIED IN ALABAMA
	DOES THIS COMPANY OPERATE IN MORE THAN ONE STATE?..... ▶ <input type="checkbox"/> YES <input type="checkbox"/> NO			If you filed a return for 2004 and above name and address is different, check here ▶ <input type="checkbox"/>

UNLESS A COPY OF FORM 1120S IS ATTACHED, THIS RETURN IS INCOMPLETE

SCHEDULE A – Computation of Separately Stated and Nonseparately Stated Income / Tax									
1 Federal Ordinary Income (Loss) from trade or business activities..... ▶ 1									
Reconciliation to Alabama Basis (see instructions)									
Adjustments to Federal Ordinary Income (Loss)	2	Net short-term and long-term capital gains – income or (loss).....	2						
	3	Salaries and wages reduced for federal employment credits.....	3	()			
	4	State and local net income taxes paid/refund.....	4						
	5	Net income (loss) from rental real estate activities.....	5						
	6	Net income (loss) from other rental activities.....	6						
	7	Net gain (loss) under I.R.C. §1231 (other than casualty losses)....	7						
	8	Depreciation on I.R.C. §179 property placed in service prior to 1990	8	()			
	9	Other reconciliation items (attach schedule).....	9						
	10	Net reconciling items (add lines 2 through 9)..... ▶	10						
	11	Net Alabama nonseparately stated income or (loss) (add line 1 and line 10)..... ▶	11						
Separately Stated Items (Related to Business Income)									
Tax Due, Payments, and Credits	12	Contributions..... ▶	12	()			
	13	Oil and gas depletion..... ▶	13	()			
	14	I.R.C. §179 expense deduction..... ▶	14	()			
	15	Casualty losses..... ▶	15	()			
	16	Portfolio income less expenses (complete Schedule K)..... ▶	16						
	17	Other separately stated items (attach schedule)..... ▶	17						
	18	Net separately stated items (add line 12 through 17)..... ▶	18						
	19	Total separately stated and nonseparately stated items (add line 11 and line 18)..... ▶	19						
	20	Nonseparately Stated Income Allocated and Apportioned to Alabama from Schedule E, line 7..... ▶	20						
	21	ALABAMA INCOME TAX (see instructions and attach schedule).....	21						
Tax Payments, Credits, and Deferrals:									
	a.	2005 estimated tax payments and amounts applied from 2004 return.....	22a						
	b.	Payments made with extension (see instructions).....	22b						
	c.	Payments prior to amendment (original return or Department adjustment).....	22c						
	d.	Tax credits (from line 3, Schedule G) (see instructions).....	22d						
	e.	Total payments (add lines 22a, 22b, 22c, 22d).....	22e						
23	NET TAX DUE (subtract line 22e from line 21).....	23							
24	OVERPAYMENT (subtract line 21 from 22e).....	24							
	a.	Amount to be credited to 2006 estimated tax.....	24a						
	b.	Amount to be refunded.....	24b						
25	Penalties (see instructions).....	25							
26	Interest due (Internal Revenue Code rate from unextended due date).....	26							
27	TOTAL AMOUNT DUE (add lines 23, 25, and 26).....	27							
28	AMOUNT REMITTED WITH THIS RETURN	28							
	a.	If payment made through Electronic Funds Transfer (EFT) check this box..... <input type="checkbox"/>							

SCHEDULE B – Allocation of Nonbusiness Income, Loss, and Expense

Identify by account name and amount all items of nonbusiness income, loss, and expense removed from apportionable income and those items which are directly allocable to Alabama. Adjustment(s) must also be made for any proration of expenses under Alabama Income Tax Rule 810-27-1-4-.01, which states, "Any

allowable deduction that is applicable to both business and nonbusiness income of the taxpayer shall be prorated to each class of income in determining income subject to tax as provided..." (See instructions).

DIRECTLY ALLOCABLE ITEMS	ALLOCABLE GROSS INCOME / LOSS		RELATED EXPENSE		NET OF RELATED EXPENSE	
	Column A Everywhere	Column B Alabama	Column C Everywhere	Column D Alabama	Column E Everywhere (Col. A less Col. C)	Column F Alabama (Col. B less Col. D)
Nonseparately stated items						
1a						
1b						
1c						
1d Total (add lines 1a, 1b, and 1c)						
Separately stated items						
1e						
1f						
1g						
1h Total (add lines 1e, 1f, and 1g)						

SCHEDULE C – Apportionment Schedule

TANGIBLE PROPERTY AT COST FOR PRODUCTION OF BUSINESS INCOME	ALABAMA		EVERYWHERE	
	BEGINNING OF YEAR	END OF YEAR	BEGINNING OF YEAR	END OF YEAR
1 Inventories				
2 Land				
3 Furniture and fixtures				
4 Machinery and equipment				
5 Buildings and leasehold improvements				
6 IDB / IRB property (at cost)				
7 Government property (at FMV)				
8				
9				
10 Less construction in progress (if included above)				
11 Totals				
12 Average owned property (BOY + EOY ÷ 2)				
13 Annual rental expense for this year		x8 =		x8 =
14 Total average property		14a		14b
15 Alabama property factor $14a \div 14b =$ Line 15				15 %

SALARIES, WAGES, COMMISSIONS & OTHER COMPENSATION RELATED TO THE PRODUCTION OF BUSINESS INCOME	16a ALABAMA	16b EVERYWHERE	16c %
16 Alabama payroll factor $16a \div 16b =$ 16c			16c %

SALES	ALABAMA		EVERYWHERE	
	BEGINNING OF YEAR	END OF YEAR	BEGINNING OF YEAR	END OF YEAR
17 Destination sales (see instructions)				
18 Origin sales (see instructions)				
19 Total gross receipts from sales				
20 Capital and ordinary gains gross proceeds				
21 Interest				
22 Rents				
23 Other (Federal 1120S, line)				
24 Alabama gross receipts factor $24a \div 24b =$ 24c		24a	24b	24c %
25 Sum of lines 15, 16c, and 24c ÷ 3 = ALABAMA APPORTIONMENT FACTOR (enter here and on line 4, Schedule E)				25 %

SCHEDULE D – Apportionment of Federal Income Tax

1	Enter the federal income tax from Federal Form 1120S.....▶	1		
2	Enter the Alabama income from line 7, Schedule E below, if applicable. (If corporation operates exclusively in Alabama, do not complete lines 2-8.)	2		
3	Apportionment of separately stated items 3a _____ 3b x _____ % = 3c _____ <small>Apportionment Factor (line 25, Schedule C)</small>	3c		
4	Enter in line 3a the amount from line 18, Schedule A Separately stated items allocated to Alabama (line 1h, Column F, Schedule B)	4		
5	Total (add lines 2, 3c and 4).....▶	5		
6	Adjusted total income (add line 19, Schedule A to line 1h, Column E, Schedule B)	6		
7	Federal income tax apportionment factor (line 5 divided by line 6)	7		%
8	Federal income tax apportioned to Alabama (multiply line 1 by the percent on line 7).....	8		

SCHEDULE E – Apportionment and Allocation of Income to Alabama

1	Net Alabama nonseparately stated income or (loss) from line 11, Schedule A	1		
2	Nonseparately stated (income) or loss treated as nonbusiness income (line 1d, Column E, Schedule B) – please enter income as a negative amount and losses as a positive amount	2		
3	Apportionable income or (loss) (add line 1 and line 2).....	3		
4	Apportionment ratio from line 25, Schedule C.....	4		%
5	Income or (loss) apportioned to Alabama (multiply amount on line 3 by percent on line 4).....	5		
6	Nonseparately stated income or (loss) allocated to Alabama as nonbusiness income (Column F, line 1d, Schedule B)	6		
7	Nonseparately Stated Income Allocated and Apportioned to Alabama (add lines 5 and 6). Also enter this amount on line 2, Schedule D; line 20, Schedule A; and line 1, Schedule K	7		

SCHEDULE F – Alabama Accumulated Adjustments Account

1	Beginning balance (prior year ending balance)	1		
2	Net Alabama nonseparately stated income or (loss) (line 11, Schedule A)	2		
3	Net separately stated items (line 18, Schedule A).....	3		
4	Federal income tax deduction (line 1, Schedule D).....	4		
5	Separately stated nonbusiness items (line 1h, Column E, Schedule B)	5		
6	Other additions/(reductions) (Do not include tax exempt income and related expenses).....	6		
7	Less distributions	7		
8	Ending balance (total appropriate lines)	8		

SCHEDULE G – Tax Credits (Caution – See Instructions)

1	Employer Education Tax Credit	1		
2	Coal Credit	2		
3	TOTAL (add lines 1 and 2). Enter here and on line 22d, Schedule A.....	3		

SCHEDULE H – The Following Information Must Be Entered For This Return To Be Considered Complete

Indicate tax accounting method used: Cash Accrual Other

Briefly describe your Alabama operations: _____

Enter this company's Alabama Withholding Tax Account # _____

Person to contact for information concerning this return:

Location of the corporate records: _____

Name _____

Telephone (_____) _____

SCHEDULE K – Distributive Share Items

	Federal Amount	Apportionment Factor	Alabama Amount	Enter on Alabama Schedule K-1
1 Alabama Nonseparately Stated Income (Schedule E, line 7) . Separately Stated Items:				Part III, Line M
2 Contributions				Part III, Line S
3 Oil and gas depletion				Part III, Line Z
4 I.R.C. §179 expense deduction				Part III, Line O
5 Casualty losses				Part III, Line W
6 Portfolio income				Part III, Line Q
7 Interest expense related to portfolio income				Part III, Line P
8 Other expenses related to portfolio income (attach schedule)				Part III, Line R
9 Other separately stated business items (attach explanation) .				Part III, Line T
10 Separately stated nonbusiness items (attach schedule)				Part III, Line AA
11 Composite payment made on behalf of owner/shareholder ..				Part III, Line U
12 U.S. taxes paid (attach explanation)				Part III, Line V
13 Alabama exempt income (attach explanation)				Part III, Line AB
Transactions with Owners:				
14 Property distributions to owners				Part III, Line X

Was a Business Privilege Tax Return filed for this entity? Yes No

If the return was filed under a different FEIN than shown on this return, indicate the name and FEIN used to file the return:

Name: _____ FEIN: _____

I authorize a representative of the Department of Revenue to discuss my return and attachments with my preparer.

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Please Sign Here

Signature _____ Date _____ () _____ Daytime Telephone No. _____ Social Security No. _____

Paid Preparer's Use Only

Preparer's signature _____ Telephone No. _____ Date _____ Preparer's social security no. _____
 Firm's name (or yours if self-employed) and address _____ E.I. No. _____
 ZIP Code _____

CHECK LIST

HAVE THE FOLLOWING FORMS BEEN ATTACHED TO THE FORM 20S:

- ALABAMA SCHEDULE K-1 (for all shareholders)
- ALABAMA SCHEDULE NRA (if applicable)
- FEDERAL FORM 1120S (entire form as filed with IRS)
- FEDERAL FORM 1120S PROFORMA (if applicable)
- FEDERAL FORM 7004 (if applicable)