

ALABAMA DEPARTMENT OF REVENUE
**Partnership/Limited Liability
Company Return of Income**

CY
FY
SY **2005**

ALSO TO BE FILED BY SYNDICATES, POOLS, JOINT VENTURES, ETC.

Important!

You Must Check Applicable Box:

- Amended Return
- Initial Return
- Final Return
- General Partnership
- Limited Partnership
- LLC/LLP

For Calendar Year 2005 or Fiscal Year beginning _____, 2005, and ending _____		DEPARTMENT USE ONLY		
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">FEDERAL BUSINESS CODE NUMBER</td> <td style="width: 50%;">FEDERAL EMPLOYER IDENTIFICATION NUMBER</td> </tr> </table>		FEDERAL BUSINESS CODE NUMBER	FEDERAL EMPLOYER IDENTIFICATION NUMBER	▶ FN
FEDERAL BUSINESS CODE NUMBER	FEDERAL EMPLOYER IDENTIFICATION NUMBER			
Name of Company		Total assets as shown on Form 1065.		
Number and Street		Total Federal income as shown on Form 1065, line 8.		
City or Town	State	9 Digit ZIP Code		
Does This Company Operate in More Than One State? Yes <input type="checkbox"/> No <input type="checkbox"/>		Total Federal deductions as shown on Form 1065, line 21.		
Does This Company Qualify For The Alabama Enterprise Zone Credit or Capital Credit? (If yes, attach required certification and forms.) Yes <input type="checkbox"/> No <input type="checkbox"/>		▶ CN		
Number of Members During The Tax Year				
State in Which Company Was Formed	Nature of Business	Date Qualified in Alabama		
		Number of Non-Resident Members Included in Composite Filing		

UNLESS A COPY OF FEDERAL FORM 1065 IS ATTACHED THIS RETURN IS INCOMPLETE

SCHEDULE A

COMPUTATION OF SEPARATELY STATED AND NONSEPARATELY STATED INCOME

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 Net income (loss) from rental real estate activities	▶	4		
	5 Net income (loss) from other rental activities	▶	5		
	6 Net gain (loss) under I.R.C. §1231 (other than casualty losses)	▶	6		
	7 Depreciation on I.R.C. §179 property placed in service prior to 1990	▶	7	()	
	8 Other reconciliation items (attach schedule)	▶	8		
	9 Net reconciling items (add lines 2 through 8)	▶	9		
	10 Net Alabama nonseparately stated income or (loss) (add line 1 and line 9)	▶	10		
	Separately Stated Items (Related to Business Income)				
11 Contributions	▶	11	()		
12 Oil and gas depletion	▶	12	()		
13 I.R.C. §179 expense deduction	▶	13	()		
14 Casualty losses	▶	14	()		
15 Portfolio income or (loss) less expenses (complete Schedule K)	▶	15			
16 Other separately stated items (attach schedule)	▶	16			
17 Net separately stated items (add line 11 through 16)	▶	17			
18 Total separately stated and nonseparately stated items (add line 10 and line 17)	▶	18			
19 Alabama apportionment factor from Schedule D, line 4	▶	19		%	Do not multiply line 18 by line 19
20 Nonseparately Stated Income Allocated and Apportioned to Alabama from Schedule D, line 7	▶	20			

Please Sign Here

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.

Signature of general partner _____ Date _____ Daytime Telephone No. _____ Social Security No. _____

Paid Preparer's Use Only

Preparer's Signature _____ Date _____ Check if self-employed Preparer's Social Security No. _____
Firm's name (or yours, if self-employed) and address _____ Telephone No. _____ E.I. No. _____
ZIP Code _____

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 FACTOR 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 ÷ 14b = line 15				15 %

SALARIES, WAGES, COMMISSIONS, AND OTHER COMPENSATION RELATED TO THE PRODUCTION OF BUSINESS INCOME	16a ALABAMA	16b EVERYWHERE	16c
16 Alabama payroll factor — 16a ÷ 16b = 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 1065, line)				
24 Alabama gross receipts factor — 24a ÷ 24b = line 24c				

24 Alabama gross receipts factor — 24a ÷ 24b = line 24c			
25 Sum of lines 15, 16c, and 24c ÷ 3 = ALABAMA APPORTIONMENT FACTOR (enter here and on line 4, Schedule D)			25

SCHEDULE D

APPORTIONMENT AND ALLOCATION OF INCOME TO ALABAMA

1	Net Alabama nonseparately stated income or (loss) from line 10, 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 factor from line 25, Schedule C	4		%
5	Income or (loss) apportioned to Alabama (multiply amount on line 3 by the percentage 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 20, Schedule A	7		

SCHEDULE E

APPORTIONMENT REQUIRED INFORMATION

- Indicate method of accounting (a) cash (b) accrual (c) other
- Is this company currently under IRS audit? yes no If yes, what years are involved? _____
- Has the IRS completed any audits? yes no (If yes, attach copies with this return.)
- Enter this company's Alabama Withholding Tax Account # _____
- Briefly describe your operations _____
- Indicate if company has been (a) dissolved (b) sold (c) incorporated
If company has been dissolved, sold, or incorporated, complete the following:
Nature of change _____
Name and address of new company, corporation, or owner(s) _____
- The books and records of the company are kept at _____

SCHEDULE K

DISTRIBUTIVE SHARE ITEMS

	Federal Amount	Apportionment Factor	Alabama Amount	Enter on Alabama Schedule K-1
1 Alabama Nonseparately Stated Income (Schedule D, line 7)				Part III, Line M
Separately Stated Items:				
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
15 Guaranteed payments to partners				Part III, Line N

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.

FEIN: _____ NAME: _____

CHECK LIST

HAVE THE FOLLOWING FORMS BEEN ATTACHED TO THE FORM 65?

ALABAMA SCHEDULE K-1 (for all owners)

ALABAMA SCHEDULE NRA (if applicable)

FEDERAL FORM 1065 (entire form as filed with the IRS)