



S Corporation Information/Tax Return

For the year January 1 – December 31, 2006, or other tax year beginning _____, 2006, 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>	FEDERAL BUSINESS CODE NUMBER ▶	FEDERAL EMPLOYER IDENTIFICATION NUMBER ▶	<p>Data Summary</p> <p>Total federal income</p> <hr/> <p>Total federal deductions</p> <hr/> <p>Total assets as shown on Form 1120S</p> <hr/> <p>Alabama Apportionment Factor from Schedule C, line 25</p> <hr/> <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
	CHECK IF THE CORPORATION OPERATES IN MORE THAN ONE STATE.....▶ <input type="checkbox"/>			IF YOU FILED A RETURN FOR 2005 AND THE 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 or (Loss) from trade or business activities.....▶	1	00
Adjustments to Federal Ordinary Income (Loss)	Reconciliation to Alabama Basis (see instructions)		
	2 Net short-term and long-term capital gains – income or (loss).....	2	00
	3 Salaries and wages reduced for federal employment credits.....	3	(00)
	4 State and local net income taxes paid/refund.....	4	00
	5 Net income or (loss) from rental real estate activities.....	5	00
	6 Net income or (loss) from other rental activities.....	6	00
	7 Net gain or (loss) under I.R.C. §1231 (other than casualty losses) ..	7	00
	8 Depreciation on I.R.C. §179 property placed in service prior to 1990	8	(00)
	9 Other reconciliation items (attach schedule).....	9	00
	10 Net reconciling items (add lines 2 through 9).....▶	10	00
	11 Net Alabama nonseparately stated income or (loss) (add line 1 and line 10).....▶	11	00
	Separately Stated Items (Related to Business Income)		
	12 Contributions.....▶	12	(00)
	13 Oil and gas depletion.....▶	13	(00)
	14 I.R.C. §179 expense deduction.....▶	14	(00)
	15 Casualty losses.....▶	15	(00)
	16 Portfolio income less expenses (complete Schedule K).....▶	16	00
	17 Other separately stated items (attach schedule).....▶	17	00
	18 Net separately stated items (add line 12 through 17).....▶	18	00
	19 Total separately stated and nonseparately stated items (add line 11 and line 18).....▶	19	00
	20 Nonseparately Stated Income Allocated and Apportioned to Alabama from Schedule E, line 7.....▶	20	00
Tax Due, Payments, and Credits	21 ALABAMA INCOME TAX (see instructions and attach schedule).....	21	00
	22 Tax Payments, Credits, and Deferrals:		
	a. 2006 estimated tax payments and amounts applied from 2005 return.....	22a	00
	b. Payments made with extension (see instructions).....	22b	00
	c. Payments prior to amendment (original return or Department adjustment).....	22c	00
	d. Tax credits (from line 3, Schedule G) (see instructions).....	22d	00
	e. Total payments (add lines 22a, 22b, 22c, 22d).....	22e	00
	23 NET TAX DUE (subtract line 22e from line 21).....	23	00
	24 OVERPAYMENT (subtract line 21 from 22e).....	24	00
	a. Amount to be credited to 2007 estimated tax.....	24a	00
	b. Amount to be refunded.....	24b	00
25 Penalties (see instructions).....	25	00	
26 Interest due (Internal Revenue Code rate from unextended due date).....	26	00	
27 TOTAL AMOUNT DUE (add lines 23, 25, and 26).....	27	00	
28 AMOUNT REMITTED WITH THIS RETURN.....	28	00	
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).

Table with 7 columns: DIRECTLY ALLOCABLE ITEMS, ALLOCABLE GROSS INCOME / LOSS (Column A Everywhere, Column B Alabama), RELATED EXPENSE (Column C Everywhere, Column D Alabama), NET OF RELATED EXPENSE (Column E Everywhere (Col. A less Col. C), Column F Alabama (Col. B less Col. D)). Rows include Nonseparately stated items (1a-1d) and Separately stated items (1e-1h).

SCHEDULE C – Apportionment Factor Schedule

Table for Apportionment Factor Schedule. Columns: TANGIBLE PROPERTY AT COST FOR PRODUCTION OF BUSINESS INCOME, ALABAMA (BEGINNING OF YEAR, END OF YEAR), EVERYWHERE (BEGINNING OF YEAR, END OF YEAR). Rows 1-13 list property types. Row 14: Total average property (14a). Row 15: Alabama property factor (14a ÷ 14b = Line 15) %.

Table for SALARIES, WAGES, COMMISSIONS & OTHER COMPENSATION RELATED TO THE PRODUCTION OF BUSINESS INCOME. Columns: 16a ALABAMA, 16b EVERYWHERE, 16c. Row 16: Alabama payroll factor (16a ÷ 16b = 16c) %.

Table for SALES. Columns: ALABAMA, EVERYWHERE. Rows 17-23 list sales types. Row 24: Alabama gross receipts factor (24a ÷ 24b = 24c) %. Row 25: Sum of lines 15, 16c, and 24c ÷ 3 = ALABAMA APPORTIONMENT FACTOR (enter here and on line 4, Schedule E) %.



SCHEDULE D – Apportionment of Federal Income Tax

1	Enter the federal income tax from Federal Form 1120S	1		00
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 <input type="text" value="3a"/> x <input type="text" value="3b"/> = <input type="text" value="3c"/> % =	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		00

SCHEDULE E – Apportionment and Allocation of Income to Alabama

1	Net Alabama nonseparately stated income or (loss) from line 11, Schedule A	1		00
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		00
3	Apportionable income or (loss) (add line 1 and line 2)	3		00
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		00
6	Nonseparately stated income or (loss) allocated to Alabama as nonbusiness income (Column F, line 1d, Schedule B)	6		00
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		00

SCHEDULE F – Alabama Accumulated Adjustments Account

1	Beginning balance (prior year ending balance)	1		00
2	Net Alabama nonseparately stated income or (loss) (line 11, Schedule A)	2		00
3	Net separately stated items (line 18, Schedule A)	3		00
4	Federal income tax deduction (line 1, Schedule D)	4		00
5	Separately stated nonbusiness items (line 1h, Column E, Schedule B)	5		00
6	Other additions/(reductions) (Do not include tax exempt income and related expenses)	6		00
7	Less distributions	7		00
8	Ending balance (total appropriate lines)	8		00

SCHEDULE G – Tax Credits (Caution – See Instructions)

1	Employer Education Tax Credit	1		00
2	Coal Credit	2		00
3	TOTAL (add lines 1 and 2). Enter here and on line 22d, Schedule A	3		00

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

- 1 Indicate tax accounting method used: Cash Accrual Other
- 2 Briefly describe your Alabama operations: _____
- 3 Enter this company's Alabama Withholding Tax Account No.: _____
- 4 Person to contact for information concerning this return:
Name _____
Telephone Number (_____) _____
- 5 Location of the corporate records: _____
- 6 Check if an Alabama business privilege tax return was filed for this entity:
- 7 If the privilege tax return was filed using a different FEIN, please provide the name and FEIN used to file the return:
FEIN: _____ NAME: _____



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)				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

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.
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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 (one for each shareholder)
- 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)