



S Corporation Information/Tax Return

For the year January 1 – December 31, 2007, or other tax year beginning _____, 2007, ending _____

► Important Check applicable box: <input type="checkbox"/> Initial Return <input type="checkbox"/> Final Return <input type="checkbox"/> Amended Return	FEDERAL BUSINESS CODE NUMBER ►	FEDERAL EMPLOYER IDENTIFICATION NUMBER ►	Data Summary Total federal income _____ Total federal deductions _____ Total assets as shown on Form 1120S _____ Alabama Apportionment Factor from Schedule C, line 26 _____ CN _____	
	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 2006 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
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					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)									
Tax Due, Payments, and Credits	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
	21	ALABAMA INCOME TAX (see instructions and attach schedule)	►	21					00
22 Tax Payments, Credits, and Deferrals:									
	a. 2007 estimated tax payments and amounts applied from 2006 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 and 22d)	22e						00	
23	NET TAX DUE (subtract line 22e from line 21)	23						00	
24 Reductions/applications of overpayments									
	a. Penalties (see instructions)	24a						00	
	b. Interest due (computed on tax due only)	24b						00	
	c. Amount to be credited to 2008 estimated tax	24c						00	
	d. Total reductions/applications (add lines 24a, 24b and 24c)	24d						00	
25	Amount to be refunded (see instructions)	25						00	
26	TOTAL AMOUNT DUE	26						00	
27	Amount of check or money order attached to this return (enter zero and check box if paid by EFT)	27						00	

If paying by check or money order, place payment along with Form BIT-V loose in mailing envelope. (Form BIT-V MUST ACCOMPANY PAYMENT.)



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 Less Construction in progress (if included)					
10 Totals					
11 Average owned property (BOY + EOY ÷ 2)					
12 Annual rental expense		x8 =		x8 =	
13 Total average property (add line 11 and line 12)		13a		13b	
14 Alabama property factor — 13a ÷ 13b = line 14				14 ▶ %	
SALARIES, WAGES, COMMISSIONS AND OTHER COMPENSATION RELATED TO THE PRODUCTION OF BUSINESS INCOME	15a	ALABAMA	15b	EVERYWHERE	15c
15 Alabama payroll factor — 15a ÷ 15b = 15c					▶ %
SALES		ALABAMA		EVERYWHERE	
16 Destination sales (see instructions)					
17 Origin sales (see instructions)					
18 Total gross receipts from sales					
19 Dividends					
20 Interest					
21 Rents					
22 Royalties					
23 Gross proceeds from capital and ordinary gains					
24 Other (Federal 1120S, line)					
25 Alabama sales factor — 25a ÷ 25b = line 25c		25a		25b	25c ▶ %
26 Sum of lines 14, 15c, and 25c ÷ 3 = ALABAMA APPORTIONMENT FACTOR (Enter here and on line 4, Schedule E, page 3)					26 ▶ %



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 3a x 3b % = 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 26, 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. _____

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)
- FORM BIT-V (if applicable)

Returns without Payments

MAIL TO: Alabama Department of Revenue
 Pass Through Entity
 PO Box 327441
 Montgomery, AL 36132-7441

Returns with Payments

MAIL TO: Alabama Department of Revenue
 Pass Through Entity
 PO Box 327444
 Montgomery, AL 36132-7444