



ALABAMA DEPARTMENT OF REVENUE  
**Alabama Business Privilege Tax**  
**Initial Privilege Tax Return**

**Initial Privilege Tax** – This form is to be completed **ONLY** by taxpayers who incorporated, organized, qualified, registered or started doing business in Alabama during the taxable year. **NOTE: Initial returns must be filed within 2-1/2 months of incorporation, organization or qualification.** See the detailed instructions on the Alabama Department of Revenue Web site ([www.revenue.alabama.gov](http://www.revenue.alabama.gov)).

**Make check payable to: Alabama Department of Revenue**  
**Mail to: Alabama Department of Revenue, Business Privilege Tax Section**  
**P.O. Box 327431, Montgomery, AL 36132-7431**

Please enter the date the entity incorporated, organized, qualified or registered in Alabama or started doing business in Alabama, whichever occurred first:  
**2a. Date of Qualification, Incorporation or Organization** ● \_\_\_\_\_  
 (mm/dd/yyyy)

Type of taxpayer (**check only one**):

- 1a.  C Corporation      1b.  Insurance Company      1c.  Financial Institution Group Member  
 1d.  LLE Taxed as Corporation      1e.  Real Estate Investment Trust      1f.  Business Trust  
 1g.  S Corporation      1h.  Limited Liability Entity      1i.  Disregarded Entity

**TAXPAYER INFORMATION**

3a. LEGAL NAME OF TAXPAYER ●			3b. FEIN ●		
3c. MAILING ADDRESS			3d. SECRETARY OF STATE FILE / ACCOUNT NUMBER ●		
3e. CITY	3f. STATE	3g. ZIP CODE	3h. FEDERAL BUSINESS CODE NUMBER (NAICS) ●		
4a. CONTACT PERSON CONCERNING THIS FORM			4b. CONTACT PERSON'S PHONE NUMBER (      )		

5a. County of incorporation or organization for all Alabama entities . . . . .	5a	
5b. State or country of incorporation or organization for all foreign entities . . . . .	5b	
6a. Date of qualification or registration in Alabama for foreign entities . . . . .	6a	
6b. Date of incorporation or organization for all entities . . . . .	6b	
6c. Date started doing business in Alabama . . . . .	6c	
6d. Telephone number of the taxpayer . . . . .	6d	
7a. Name of registered agent in Alabama . . . . .	7a	
7b. FEIN or social security number . . . . .	7b	
7c. Street address . . . . .	7c	
7d. City, state and zip code . . . . .	7d	
8a. Name of corporate president or primary member/partner . . . . .	8a	
8b. Social security number . . . . .	8b	
8c. Street address . . . . .	8c	
8d. City, state and zip code . . . . .	8d	
9a. Name of corporate secretary or secondary member/partner . . . . .	9a	
9b. Social security number . . . . .	9b	
9c. Street address . . . . .	9c	
9d. City, state and zip code . . . . .	9d	
10. Kind of business done in Alabama . . . . .	10	
11. Principal place of business in Alabama . . . . . City, state and zip code . . . . .	11	
12. Kind of business done generally . . . . .	12	
13. Mailing address of the principal place of business if outside State of Alabama . . . . . City, state and zip code . . . . .	13	

**COMPUTATION OF AMOUNT DUE**

14. Privilege tax due (Page 2, Part B, line 21) . . . . .	14	●	<b>Amount Due</b>
15. Penalty due (see instructions) . . . . .	15	●	
16. Interest due (see instructions) . . . . .	16	●	
17. Total privilege tax due (add lines 14, 15 and 16) . . . . .	17	●	

18. If you paid electronically check 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.

**Please Sign Here** ▶

Your Signature	Title	Date
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**Paid Preparer's Use Only** ▶

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



1a. FEIN

1b. TAXPAYER NAME

1c. Date of Qualification,  
Organization or Incorporation  
  
(mm/dd/yyyy)

**Part A – Net Worth Computation. Complete I, II or III only.**

I. Corporations & Entities Taxed as Corporations			
1. Issued capital stock and any additional paid in capital, but without reduction for treasury stock	1	<input type="checkbox"/>	
2. Retained earnings, but not less than zero, including dividends payable. For LLC's taxed as corporations and non-stock issuing entities such as business trusts, enter assets minus liabilities	2	<input type="checkbox"/>	
3. Amount of related party debt exceeding the sum of lines 1 and 2	3	<input type="checkbox"/>	
4. For C corporations all payments for compensation or similar amounts in excess of \$500,000	4	<input type="checkbox"/>	
5. For S corporations all payments for compensation, distributions or similar amounts in excess of \$500,000	5	<input type="checkbox"/>	
6. Total net worth (add lines 1 - 5)	6	<input type="checkbox"/>	

II. Limited Liability Entities (LLE's)			
7. Sum of the partners'/members' capital accounts, but not less than zero	7	<input type="checkbox"/>	
8. All compensation, distributions, or similar amounts paid to a partner/member in excess of \$500,000	8	<input type="checkbox"/>	
9. Amount of related party debt exceeding the amount of line 7	9	<input type="checkbox"/>	
10. Total net worth (add lines 7, 8 and 9)	10	<input type="checkbox"/>	

III. Disregarded Entities			
11. (Reserved for future use.)	11		
12. If a disregarded entity has as its single member a taxpayer that is subject to the privilege tax, then the disregarded entity pays the minimum tax. (Go to Part B, line 21.) Single Member Name: <input type="checkbox"/>	12		
FEIN: <input type="checkbox"/>			
13. Assets minus liabilities for all disregarded entities that have as a single member an entity that is not subject to the privilege tax	13	<input type="checkbox"/>	
14. Amount of related party debt exceeding the amount on line 13	14	<input type="checkbox"/>	
15. For disregarded entities, all compensation, distributions, or similar amounts paid to a member in excess of \$500,000	15	<input type="checkbox"/>	
16. Total net worth (add lines 13, 14, and 15 and go to Part B, line 1.)	16	<input type="checkbox"/>	

**Part B – Privilege Tax Exclusions and Deductions**

Exclusions (Attach supporting documentation)			
1. Net worth from Part A – line 6, 10, or 16	1	<input type="checkbox"/>	
2. Book value of the investments by the taxpayer in the equity of other taxpayers doing business in Alabama	2	<input type="checkbox"/>	
3. Financial institutions only – Book value of the investments in other corporations or LLE's that are not doing business in Alabama if the taxpayer owns more than 50% of the corporation or LLE.	3	<input type="checkbox"/>	
4. Unamortized portion of goodwill and core deposit intangibles resulting from a direct purchase	4	<input type="checkbox"/>	
5. Unamortized balance of properly elected post-retirement benefits pursuant to FASB 106	5	<input type="checkbox"/>	
6. Financial institutions only – The amount adjusted net worth that exceeds 6% of assets	6	<input type="checkbox"/>	
7. Total exclusions (sum of lines 2 - 6)	7	<input type="checkbox"/>	
8. Net worth subject to apportionment (line 1 less line 7)	8	<input type="checkbox"/>	
9. Alabama Property Factor as of date of organization, incorporation or qualification	9	<input type="checkbox"/>	<input type="text"/>
10. Total Alabama net worth (multiply line 8 by line 9)	10	<input type="checkbox"/>	

Deductions (Attach supporting documentation)			
11. Net investment in bonds and securities issued by the State of Alabama or political subdivision thereof, when issued prior to January 1, 2000	11	<input type="checkbox"/>	
12. Net investment in all air, ground or water pollution control devices in Alabama	12	<input type="checkbox"/>	
13. Reserves for reclamation, storage, disposal, decontamination, or retirement associated with a plant, facility, mine or site in Alabama	13	<input type="checkbox"/>	
14. Book value of amount invested in qualifying low income housing projects (see instructions)	14	<input type="checkbox"/>	
15. For S corporations and LLE's, 30 percent of Alabama taxable income	15	<input type="checkbox"/>	
16. Total deductions (add lines 11 - 15)	16	<input type="checkbox"/>	
17. Taxable Alabama net worth (line 10 less line 16)	17	<input type="checkbox"/>	
18a. Federal Taxable Income (see instructions)	18a	<input type="checkbox"/>	
18b. Tax rate	18b	<input type="checkbox"/>	.00025
19. Gross privilege tax calculated (multiply line 17 by line 18)	19	<input type="checkbox"/>	
20. Ratio of the days remaining in the calendar year divided by 365	20	<input type="checkbox"/>	<input type="text"/>
21. Privilege Tax Due (multiply line 19 by line 20) (minimum \$100, for maximum see instructions). Enter also on Form BPT-IN, page 1, line 14, Privilege Tax Due.	21	<input type="checkbox"/>	