



Add-Back Form



For the tax period _____, 20____ through _____, 20____

Taxpayer Name: _____ Taxpayer FEIN: _____

Information Required by Regulation 810-3-35-.02, Restrictions on the Deductibility of Certain Intangible Expenses and Costs and Interest Expenses and Costs

For tax periods beginning after December 31, 2000, if the taxpayer incurred, directly or indirectly, related member intangible expenses and/or related member interest expenses, provide the information requested below.

NOTE: A separate Schedule AB must be completed for each recipient related member.

1 List the name, FEIN and address of the recipient related member who received interest/intangible income from the taxpayer.

NOTE: Related member is defined to include a corporation, association, disregarded entity, or subchapter K entity (Alabama Code section 40-18-1(13) and (15)). Disregarded entities and subchapter K entities are related members separate and apart from their owners.

2 List the intangible/interest expense amounts that the taxpayer paid to the recipient related member organized by the expense type (interest or intangible).

Recipient Related Member Name: _____

Interest Expense		Intangible Expense	
2A	00	2B	00

3 Total Intangible/Interest expenses paid (total lines 2A and 2B).

(Enter here and on Form 20C, Schedule A, Line 6a) _____

3	00
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To determine the exempt amount of intangible/interest expense (Form 20C, Schedule A, Line 6b), complete the applicable section(s) below.

4 Exemption related to §40-18-35(b)(1)

A. Jurisdiction(s) where recipient related member income is "subject to tax": _____

B. Amount of Line 3 expense not added back _____

4B	00
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C. Recipient Related Member's Corresponding Intangible/Interest Income Allocated to Jurisdiction _____

4C	00
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D. Adjusted Intangible/ Interest Amount. Line 4B minus Line 4C. _____

4D	00
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E. Recipient Related member's total apportionment percentage in the above jurisdiction(s). _____

4E	%
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F. Adjusted interest/intangible amount. Multiply Line 4D by Line 4E. _____

4F	00
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G. Add Line 4C and Line 4F _____

4G	00
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5 Exemption related to §40-18-35(b)(2)

A. Amount of Line 3 expense not added back _____

5A	00
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B. Attach a statement describing taxpayer circumstances that make the adjustments unreasonable.

OR

Attach the signed Alternative Adjustment Agreement provided for in §40-18-35(b)(2).

6 Exemption related to §40-18-35(b)(3)

Amount of Line 3 expense not added back _____

6	00
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7 Recipient Related Member Receipts by category

A Intangible Receipts _____

7A	00
----	----

B Interest Receipts _____

7B	00
----	----

8 A _____

8A	00
----	----

B _____

8B	00
----	----

C _____

8C	00
----	----

9 A If either Lines 7A or 7B are greater than Lines 8A, 8B, or 8C, Enter zero. _____

9A	00
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B If Lines 8A, 8B, or 8C are greater than Lines 7A or 7B, Enter amount from Line 6. _____

9B	00
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NOTE: For Section 6, 7, 8, and 9 the receipts of a disregarded entity/subchapter K entity, which may be a related entity in and unto itself, may not be combined with receipts of its owner for purposes of this schedule.



10 In order to qualify for the exemption presented in §40-18-35(b)(3), Line 9B must be greater than zero and an informed corporate officer must sign the statement below, executed under penalty of perjury. With respect to the transaction(s) giving rise to the related member's interest/intangible expenses and costs, including both the direct interest/intangible expense transaction(s) between the taxpayer and the related member and any prior organizational restructuring transaction(s) that facilitated such direct interest/intangible expense transactions, tax avoidance (which included the avoidance of a meaningful amount of Alabama tax) was not a principal motivating factor.

Signature _____ Date _____

Title _____

11 Determining Your Exempt Amount

Exempt Amount. Enter the greater of Lines 4G, 5A, 9A or 9B.
 (Enter this amount on Form 20C, Schedule A, Line 6b.)

11		00
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THIS FORM MUST BE ATTACHED TO FORM 20C.