



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. Do not complete if entity operates exclusively in Alabama.

| 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 | ● | | | |
| 17 Origin sales | ● | | | |
| 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 Enter the amount from line 25c | | | | 26 % |
| 27 Sum of lines 14, 15c, 25c, and 26 ÷ 4 = ALABAMA APPORTIONMENT FACTOR (Enter here and on line 4, Schedule E, page 3) | | | | 27 ● % |