



Corporation Income Tax Return

For the year January 1 - December 31, 2017, or other tax year beginning, 2017, ending

Check applicable box: PL 86-272, Initial return, Final return, Amended return, Address change. Filing Status: 1. Corporation operating only in Alabama, 2. Multistate Corporation - Apportionment (Sch. D-1), 3. Multistate Corporation - Percentage of Sales (Sch. D-2), 4. Multistate Corporation - Separate Accounting, 5. Proforma Return.

Table with 18 rows for tax calculations: 1 FEDERAL TAXABLE INCOME, 2 Federal Net Operating Loss, 3 Reconciliation adjustments, 4 Federal taxable income adjusted to Alabama Basis, 5 Net nonbusiness (income)/loss - Everywhere, 6 Apportionable income, 7 Alabama apportionment factor, 8 Income apportioned to Alabama, 9 Net nonbusiness income/(loss) - Alabama, 10 Alabama income before federal income tax deduction, 11a Federal income tax deduction/(refund), 11b Small Business Health Insurance Premiums, 12 Alabama income before net operating loss (NOL) carryforward, 13 Alabama NOL deduction, 14 Alabama taxable income, 15 Alabama Income Tax (6.5% of line 14), 16 Tax Payments, Credits, and Deferral (16a-16h), 17 Reductions/applications of overpayments (17a-17e), 18 Total amount due/(refund).

UNLESS A COPY OF THE FEDERAL RETURN IS ATTACHED, THIS RETURN WILL BE CONSIDERED INCOMPLETE. (SEE ALSO PAGE 4, OTHER INFORMATION, NO. 5.)

If you paid electronically check here: []

Please Sign 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.

Signature, Title, Date, Daytime Telephone No.

Paid Preparer's Use Only: Preparer's signature, Date, Check if self-employed, Preparer's Tax Identification Number, Firm's name (or yours, if self-employed) and address, Tel. No., E.I. No., ZIP Code.



Schedule A Reconciliation Adjustments of Federal Taxable Income to Alabama Taxable Income

§40-18-33, Code of Alabama 1975, defines Alabama Taxable Income as federal taxable income without the benefit of the federal net operating loss plus specific additions and less specific deductions. The specific additions and deductions are reflected in the lines provided below. Other reconciliation items include transition adjustments to prevent duplicate deduction or duplicate taxation of items previously deducted or reported on Alabama income tax returns.

ADDITIONS

1	State and local income taxes	1	●	
2	Federal exempt interest income (other than Alabama) on state, county and municipal obligations (everywhere)	2	●	
3	Dividends from corporations in which the taxpayer owns less than 20 percent of stock to the extent properly deducted on federal income tax return (see instructions)	3	●	
4	Federal depreciation on pollution control items previously deducted for Alabama (see instructions)	4	●	
5	Net income from foreclosure property pursuant to §10A-10-1.21 (real estate investment trust)	5	●	
6	Related members interest or intangible expenses or costs. From Schedule AB (see instructions).			
	Total Payments 6a ● <input type="text"/> minus Exempt Amount 6b ● <input type="text"/> equals	6c	●	
7	Captive REITS: Dividends Paid Deduction (from federal Form 1120-REIT)	7	●	
8	Contributions not deductible on state income tax return due to election to claim state tax credit	8	●	
9	●	9	●	
10	Total additions (add lines 1 through 9)	10	●	

DEDUCTIONS

11	Refunds of state and local income taxes (due to overpayment or over accrual on the federal return)	11	●	
12	Interest income earned on direct obligations of the United States	12	●	
13	Interest income earned on obligations of Alabama or its subdivisions or instrumentalities to extent included in federal income tax return (see instructions)	13	●	
14	Interest income earned on obligations issued prior to 12/31/1994 of this state or its subdivisions or instrumentalities pursuant to §40-9B-7, to extent included in federal income tax return	14	●	
15	Aid or assistance provided to the Alabama State Industrial Development Authority pursuant to §41-10-44.8(d)	15	●	
16	Expenses not deductible on federal income tax return due to election to claim a federal tax credit	16	●	
17	Dividends described in 26 U.S.C. §78 from corporations in which taxpayer owns more than 20% of stock (see instructions)	17	●	
18	Dividend income – more than 20% stock ownership (including that described in 26 U.S.C. §951) from non-U.S. corporations to extent dividend income would be deductible under 26 U.S.C. §243 if received from domestic corporations	18	●	
19	Dividends received from foreign sales corporations as determined in 26 U.S.C. §922 (see instructions)	19	●	
20	Interest portion of rent paid under lease agreements entered into prior to January 1, 1995, relating to obligations of this state and its subdivisions pursuant to §40-9B-7(c) through (e) (see instructions)	20	●	
21	Amount of the oil/gas depletion allowance provided by §40-18-16 that exceeds the federal allowance (see instructions)	21	●	
22	Additional Alabama depreciation related to Economic Stimulus Act of 2008 (see instructions)	22	●	
23	●	23	●	
24	●	24	●	
25	Total deductions (add lines 11 through 24)	25	●	
26	TOTAL RECONCILIATION ADJUSTMENTS (subtract line 25 from line 10 above). Enter here and on line 3, page 1 (enclose a negative amount in parentheses)	26	●	

Schedule B Alabama Net Operating Loss Carryforward Calculation (§40-18-35.1, Code of Alabama 1975)

Column 1	Column 2	Column 3	Column 4	Column 5
Loss Year End MM / DD / YYYY	Amount of Alabama net operating loss	Amount used in years prior to this year	Amount used this year	Remaining unused net operating loss
●				
●				
●				
●				
●				
●				
●				
●				
●				
●				
●				
●				
●				
●				
●				
Alabama net operating loss (enter here and on line 13, page 1).			●	



Schedule C

Allocation of Nonbusiness Income, Loss, and Expense – Use only if you checked Filing Status 2, page 1

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-.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.)

	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	Column F Alabama
1a ●						
b ●						
c ●						
d ●						
e ●						
2 NET NONBUSINESS INCOME / LOSS					Column E	Column F
Enter Column E total ((income)/loss) on line 5 of page 1. Enter Column F total (income/(loss)) on line 9 of page 1					●	

Schedule D-1

Apportionment Factor – Use only if Filing Status 2 or Filing Status 5, page 1 with Multistate Operations – Amounts must be Positive (+) Values

	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
15	Alabama payroll factor — 15a ÷ 15b = 15c	●			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 1120, line ●)	●			
25	Alabama sales factor — 25a ÷ 25b = line 25c.....	25a ●		25b ●	25c ● %
26	Alabama sales factor (Enter the same factor as on line 25c).....				26 ● %
27	Sum of lines 14, 15c, 25c, and 26 ÷ 4 = ALABAMA APPORTIONMENT FACTOR (Enter here and on line 7, page 1).....				27 ● %

Schedule D-2

Percentage of Sales – Use only if you checked Filing Status 3, page 1 – See instructions

	ALABAMA	EVERYWHERE
DO NOT USE THIS SCHEDULE IF ALABAMA SALES EXCEED \$100,000.		
1 Destination Sales	●	
2 Origin Sales	●	
3 Total gross receipts from sales	●	
4 Tax due (multiply line 3, Alabama by .0025) (enter here and on page 1, line 15)	●	



Schedule E Federal Income Tax (FIT) Deduction/(Refund)

(a) If this corporation is an accrual-basis taxpayer and files a separate (nonconsolidated) federal income tax return with the IRS, skip to line 6 and enter the amount of federal income tax liability shown on Form 1120. Cash-basis taxpayers filing separate (nonconsolidated) federal returns should enter on line 6 below the amount of federal income tax actually paid during the year.

If this corporation is a member of an affiliated group which files a consolidated federal return, enter separate company income from line 30 of the proforma 1120 for this company on line 1 per 1552(a)(1) election.

Alternative Minimum Tax (AMT) paid? Yes No

(b) Only Method 1552(a)(1) can be used to calculate the Federal Income Tax Deduction. Enter on line 6 the amount of the consolidated tax liability allocated to this corporation from line 5.

Note: If AMT is paid for this year, use Alternative Minimum Taxable Income to determine lines 1 and 2 or line 6 below.

1	This company's separate federal taxable income	1	●
2	Total positive consolidated federal taxable income	2	●
3	This company's percentage (divide line 1 by line 2)	3	● %
4	Consolidated federal income tax (liability/payment)	4	●
5	Federal income tax for this company (multiply line 3 by line 4)	5	●
6	Federal income tax to be apportioned	6	●
7	Alabama income, page 1, line 10	7	●
8	Adjusted total income, page 1, line 4	8	●
9	Federal income tax ratio (divide line 7 by line 8)	9	● %
10	Federal income tax apportioned to Alabama (multiply line 6 by line 9)	10	●
11	Less refunds or adjustments	11	●
12	Net federal income tax deduction / <refund>	12	●

Other Information

- Briefly describe your Alabama operations. ● _____
- List locations of property within Alabama (cities and counties). ● _____
- List other states in which corporation operates, if applicable. ● _____
- Indicate your tax accounting method:
 Accrual Cash Other ● _____
- If this corporation is a member of an affiliated group which files a consolidated federal return, the following information **must be provided**:
 (a) **Copy of Federal Form 851, Affiliations Schedule.** Identify by asterisk or underline the names of those corporations subject to tax in Alabama.
 (b) **Signed copy of consolidated Federal Form 1120, pages 1-5,** as filed with the IRS.
 (c) **Copy of the spreadsheet of income statements; all supporting schedules for all legal entities that file as part of the consolidated federal group** including (but not limited to) a copy of the spreadsheet of income statements (which includes a separate column that identifies the eliminations and adjustments used in completing the federal consolidated return), beginning and ending balance sheets, Schedule M-3 for the entire federal consolidated group.
 (d) **Copy of federal Schedule K-1** for each tax entity that the corporation holds an interest in at any time during the taxable year.
 (e) **Copy of federal Schedule(s) UTP.**
- Enter this corporation's federal net income (see instructions for page 1, line 1) for the last three (3) years, as last determined (e.g.: per amended federal return or IRS audit).
 2016 ● _____ 2015 ● _____ 2014 ● _____
- Check if currently being audited by the IRS.
- Location of the corporate records: Street address: ● _____
 City: ● _____ State: ● _____ ZIP: ● _____
- Person to contact for information concerning this return:
 Name: ● _____ Email Address: ● _____ Telephone: ● (____) _____
- If this entity filed an Alabama Business Privilege tax return under a different FEIN than the one listed on this Form 20C, please enter that number here: ● _____

Non-payment returns, mail to:

Alabama Department of Revenue
 Individual and Corporate Tax Division
 Corporate Tax Section
 PO Box 327430
 Montgomery, AL 36132-7430

Payment returns, mail with payment voucher (Form BIT-V) to:

Alabama Department of Revenue
 Individual and Corporate Tax Division
 Corporate Tax Section
 PO Box 327435
 Montgomery, AL 36132-7435