



# Schedule of Adjustments to Federal Taxable Income

Taxpayer Name: \_\_\_\_\_ Taxpayer FEIN: \_\_\_\_\_

The purpose of this schedule is to reconcile any difference between the federal taxable income on line 30 of the Proforma Federal 1120 and the federal taxable income reported on Line 1 of the Alabama Form 20C or Line 1 of the Alabama Form ET-1.

**1. Federal Taxable Income.** Enter the amount of the corporation's federal taxable income or (loss) from the Federal Form 1120, line 30. In the case of federally consolidated taxpayers this amount will come from the Proforma Federal line 30.

**2. Difference between Federal and Alabama 163j limitation.** Must attach Federal Form 8990, calculation spreadsheet for the Alabama limitation, schedule of carry forward amounts including third party and intercompany amounts, and any other supporting documentation. **NOTE:** If electing to file as an Alabama consolidated group, refer to the instructions for the Form 20C-C for more information. Refer to Act 2021-1, Section 9 for more information. ***\*Applies to Corporate returns only\****

**3. Adjustment relating to the decoupling of Alabama from federal Global Intangible Low-Taxed Income (GILTI) provisions.** Refer to Act 2021-1, Section 7 for more information. ***\*Applies to Corporate returns only\****

**4. Adjustments.** List any differences between the federal taxable income as reported on line 30 of the Proforma Federal Form 1120 and line 1 of the Alabama Form 20C or Form ET-1. For example, charitable contributions, capital gain/loss, and taxable gains from the Schedule OZ. (The Schedule OZ MUST be completed).

**5. Total Net Adjustments.** Enter the total of all items from Adjustment Amount column.

**6. FTI to Line 1 20C and/or ET-1.** Enter line 1 plus line 5. This amount will tie to line 1 of the Alabama Form 20C, page 1 or line 1 of the Form ET-1, page 1.

|    |   |             |                          |
|----|---|-------------|--------------------------|
| 1. | Federal Taxable Income (FTI) from Form 1120, line 30.....                           | 1.          | ●                        |
|    | <b>Adjustment Item</b>  |             | <b>Adjustment Amount</b> |
| 2. | Difference between federal and Alabama 163j limitation .....                        | 2.          | ●                        |
| 3. | Adjustment relating to the decoupling of Alabama from federal GILTI provisions..... | 3.          | ●                        |
| 4. | <b>Other</b>  |             |                          |
|    | <b>a</b> ●  | <b>4a</b> ● |                          |
|    | <b>b</b> ●  | <b>4b</b> ● |                          |
|    | <b>c</b> ●  | <b>4c</b> ● |                          |
|    | <b>d</b> ●  | <b>4d</b> ● |                          |
|    | <b>e</b> ●  | <b>4e</b> ● |                          |
|    | <b>f</b> ●  | <b>4f</b> ● |                          |
|    | <b>g</b> ●  | <b>4g</b> ● |                          |
|    | <b>h</b> ●  | <b>4h</b> ● |                          |
|    | <b>i</b> ●  | <b>4i</b> ● |                          |
|    | <b>j</b> ●  | <b>4j</b> ● |                          |
| 5. | Total Net Adjustment to FTI<br>(Total of lines 2, 3, and 4a through 4j) .....       | 5.          | ●                        |
| 6. | Adjusted Federal Taxable Income (line 1 plus line 5) .....                          | 6.          | ●                        |