

Form 20CC

Test Number: 1

Consolidated Company Name: 20CC Proforma 1

Proforma Returns:

1. 20CC Proforma 1
2. 20CC Proforma 2
3. 20CC Proforma 3

Items for Testing:

1. Schedule AB
2. Amount Due

FORM  
**20C-C**



Alabama Department of Revenue  
Consolidated Corporate  
Income Tax Return

**2013**  
ADOR

For the year January 1 – December 31, 2013, or other tax year beginning [ ] , 2013, ending [ ]

**Check applicable box:**

Initial return  
 Final return  
 Amended return  
 Address change

FEDERAL BUSINESS CODE NUMBER: 512346  
FEDERAL EMPLOYER IDENTIFICATION NUMBER: [ ]  
NAME: 20CC Proforma 1  
ADDRESS: 567 Popcorn Lane  
CITY, STATE, COUNTRY (IF NOT U.S.): Nashville TN  
9-DIGIT ZIP CODE: 90210-1111  
STATE OF INCORPORATION: TN  
DATE OF INCORPORATION: 12/15/2001  
DATE QUALIFIED IN ALABAMA: 08/25/2005  
NATURE OF BUSINESS IN ALABAMA: Manufacturing

This company files as part of a consolidated federal return.  
Name: 20CC Proforma 1 FEIN: [ ]  
 Notification of Final IRS change  Federal Form 1120-REIT filed  2220AL Attached

- Filing Status:** (see instructions)
- 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 (Prior written approval required and must be attached).
  - 5. Alabama Consolidated Return. (Caution: see instructions)

Group's total combined assets: [ ]		
1	Alabama taxable income (sum of all proforma 20C(s), line 14)	244,449,800
a	Consolidated NOL	0
b	Alabama consolidated taxable income (subtract line 1a from line 1)	244,449,800
2	Alabama Income Tax:	
a	Income Tax (6.5% of line 1b)	15,889,237
b	Consolidated Filing Fee	15,000
c	Total Tax (add lines 2a and 2b)	15,904,237
3	Tax Payments, Credits, and Deferral:	
a	Carryover from prior year (2012)	1,000,000
b	2013 estimated tax payments	
c	2013 composite payment(s) made on behalf of this entity (see instructions)	
d	Automatic extension payment	
e	Payments prior to adjustment	
f	Credits (sum of line 7, Schedule F from all proforma returns)	
g	LIFO Reserve Tax Deferral (sum of all proforma 20C(s), line 16g)	
h	Total Payments, Credits, and Deferral (add lines 3a through 3g)	1,000,000
4	Reductions/applications of overpayments:	
a	Credit to 2014 estimated tax	
b	Penny Trust Fund	
c	Penalty due (see instructions)	
d	Interest due (computed on tax due only)	
e	Total reductions (total lines 4a, b, c and d)	0
5	Total amount due/(refund) (line 2c less 3h, plus 4e)	14,904,237

UNLESS A COPY OF THE FEDERAL RETURN IS ATTACHED, THIS RETURN WILL BE CONSIDERED INCOMPLETE.  
  
(SEE FORM 20C-PROFORMA, PAGE 4, OTHER INFORMATION, NUMBER 5.)

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.

Signature: \_\_\_\_\_ Title: \_\_\_\_\_ Date: \_\_\_\_\_ Daytime Telephone No.: \_\_\_\_\_

**Paid Preparer's Use Only**

Preparer's signature: \_\_\_\_\_ Date: \_\_\_\_\_  
Firm's name (or yours, if self-employed) and address: \_\_\_\_\_ E.I. No.: \_\_\_\_\_  
Tel. No.: \_\_\_\_\_ Preparer's Tax Identification Number: \_\_\_\_\_ ZIP Code: \_\_\_\_\_  
Person to contact for information concerning this return: Name: \_\_\_\_\_ Telephone No.: \_\_\_\_\_  
Email address: \_\_\_\_\_ Check if self-employed:

**Mail Consolidated Returns and Payments to:** Alabama Department of Revenue  
Consolidated Business Tax Compliance Unit (CBTCU)  
PO Box 327437  
Montgomery, AL 36132-7437  
Telephone (334) 353-9448





Corporation Income Tax Return

For the year January 1 - December 31, 2013, or other tax year beginning, 2013, ending

Check applicable box: Initial return, Final return, Amended return, Address change. FEDERAL BUSINESS CODE NUMBER: 456123. FEDERAL EMPLOYER IDENTIFICATION NUMBER. NAME: 20CC Proforma 1. ADDRESS: 489 Popcorn Lane, Nashville, TN. 9-DIGIT ZIP CODE: 90210-1111. STATE OF INCORPORATION: TN. DATE OF INCORPORATION: 12/15/2001. DATE QUALIFIED IN ALABAMA: 08/25/2005. NATURE OF BUSINESS IN ALABAMA: Manufacturing. Filing Status: 5. Proforma Return - files as part of Alabama Affiliated Group.

Table with 18 rows and 3 columns. Line 1: FEDERAL TAXABLE INCOME (500,000). Line 2: Federal Net Operating Loss. Line 3: Reconciliation adjustments (10,034,950). Line 4: Federal taxable income adjusted to Alabama Basis (10,034,950). Line 5: Net nonbusiness (income)/loss - Everywhere. Line 6: Apportionable income (10,534,950). Line 7: Alabama apportionment factor (25.4667%). Line 8: Income apportioned to Alabama (2,682,904). Line 9: Net nonbusiness income/(loss) - Alabama. Line 10: Alabama income before federal income tax deduction (2,682,904). Line 11a: Federal income tax deduction (refund) (0). Line 11b: Small Business Health Insurance Premiums. Line 12: Alabama income before net operating loss (NOL) carryforward (2,682,904). Line 13: Alabama NOL deduction. Line 14: Alabama taxable income (2,682,904). Line 15: Alabama Income Tax (6.5% of line 14) (0). Line 16: Tax Payments, Credits, and Deferral (Total 1,000,000). Line 17: Reductions/applications of overpayments (Total 0). Line 18: Total amount due/(refund) (1,000,000).

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 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 810-27-1-4-.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.)

	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 ●						
<b>2 NET NONBUSINESS INCOME / LOSS</b>					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 Schedule – Use only if you checked Filing Status 2, page 1 – 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	● 19,000,000	25,000,000	85,000,000	100,000,000	
2	Land	● 200,000	250,000	5,000,000	15,000,000	
3	Furniture and fixtures	●				
4	Machinery and equipment	● 65,000	75,000	100,000	150,000	
5	Buildings and leasehold improvements	● 80,000	90,000	5,000,000	10,000,000	
6	IDB/IRB property (at cost)	●				
7	Government property (at FMV)	●				
8	● test 1	●				
9	Less Construction in progress (if included)	● 15,000	30,000	1,000,000	2,000,000	
10	Totals	● 19,330,000	25,385,000	94,100,000	123,150,000	
11	Average owned property (BOY + EOY ÷ 2)	● 22,357,500		● 108,625,000		
12	Annual rental expense	● 7,000 x 8 =	56,000	20,000 x 8 =	160,000	
13	Total average property (add line 11 and line 12) .....	<b>13a</b> ● 22,413,500		<b>13b</b> ● 108,785,000		
14	Alabama property factor — 13a ÷ 13b = line 14 .....			<b>14</b> ● 20.6035 %		
<b>SALARIES, WAGES, COMMISSIONS AND OTHER COMPENSATION RELATED TO THE PRODUCTION OF BUSINESS INCOME</b>		<b>15a</b>	<b>ALABAMA</b>	<b>15b</b>	<b>EVERYWHERE</b>	<b>15c</b>
15	Alabama payroll factor — 15a ÷ 15b = 15c .....	●	1,500,000	20,000,000		7.5000 %
<b>SALES</b>			<b>ALABAMA</b>		<b>EVERYWHERE</b>	
16	Destination sales (see instructions) .....	●	85,000,000			
17	Origin sales (see instructions) .....	●				
18	Total gross receipts from sales .....	●	85,000,000	200,000,000		
19	Dividends .....	●				
20	Interest .....	●	500,000	1,000,000		
21	Rents .....	●		500,000		
22	Royalties .....	●		25,000,000		
23	Gross proceeds from capital and ordinary gains .....	●	250,000	1,000,000		
24	Other ● test 2 (Federal 1120, line ● 10)	●		5,000,000		
25	Alabama sales factor — 25a ÷ 25b = line 25c .....	<b>25a</b> ●	85,750,000	<b>25b</b>	232,500,000	<b>25c</b> 36.8817 %
26	Alabama sales factor (Enter the same factor as on line 25c) .....					<b>26</b> ● 36.8817 %
27	Sum of lines 14, 15c, 25c, and 26 ÷ 4 = <b>ALABAMA APPORTIONMENT FACTOR</b> (Enter here and on line 7, page 1) .....					<b>27</b> ● 25.4667 %

**Schedule D-2** Percentage of Sales – Use only if you checked Filing Status 3, page 1 – See instructions

DO NOT USE THIS SCHEDULE IF ALABAMA SALES EXCEED \$100,000.		ALABAMA	EVERYWHERE
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.

(b) Methods 1552(a)(1) or 1552(a)(2), enter on line 6 the amount of the consolidated tax liability allocated to this corporation from line 5.

(c) If using Method 1552(a)(3), enter on line 6 the amount of the consolidated tax allocated to this corporation. Attach a schedule of your computations. Ignore any supplemental elections under IRC §1502.

If this corporation is a member of an affiliated group which files a consolidated federal return, indicate the number of the election made under IRC §1552.

- 1552(a)(1) •  1552(a)(2) •  1552(a)(3) •  No Election Made
- Other \_\_\_\_\_

1552(a)(1) enter separate company income from line 30 of the proforma 1120 for this company on line 1.

1552(a)(2) enter separate company tax liability from line 31 of the proforma 1120 for this company on line 1.

1	This company's separate federal taxable (income/tax) .....	1	•	22,040,020
2	Total positive consolidated federal taxable (income/tax) .....	2	•	27,121,354
3	This company's percentage (divide line 1 by line 2) .....	3	•	81.2645 %
4	Consolidated federal income tax (liability/payment) .....	4	•	5,500,990
5	Federal income tax for this company (multiply line 3 by line 4) .....	5	•	4,470,352
6	Federal income tax to be apportioned .....	6	•	4,470,352
7	Alabama income, page 1, line 10 .....	7	•	(2,682,904)
8	Adjusted total income, page 1, line 4 .....	8	•	(10,034,950)
9	Federal income tax ratio (divide line 7 by line 8) .....	9	•	0.0000 %
10	Federal income tax apportioned to Alabama (multiply line 6 by line 9) .....	10	•	0
11	Less refunds or adjustments .....	11	•	
12	Net federal income tax deduction / <refund> .....	12	•	0

**Schedule F** Credits/Exemptions *Caution – See Schedule BC* **Schedule BC must be attached to claim business credit(s)**

1	Capital Tax Credit .....	1	•	
2	Alabama New Market Development Act .....	2	•	
3	Alabama Accountability Act .....	3	•	
4	Other Credits .....	4	•	
5	<b>TOTAL</b> (add lines 1 through 4). Enter here and on line 16f, page 1 .....	5	•	

**Other Information**

- Briefly describe your Alabama operations. • Making flavored popcorn
- List locations of property within Alabama (cities and counties). • Fairhope, AL Prattville, AL
- List other states in which corporation operates, if applicable. • TN
- 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).  
 2012 • 1,456,789 2011 • 156,547,891 2010 • 9,876,541
- Check if currently being audited by the IRS. •
- Location of the corporate records: Street address: • 458 Popcorn Lane  
 City: • Nashville State: • TN ZIP: • 90210
- Person to contact for information concerning this return:  
 Name: • Gage Jones Email Address: • gjones@cpa.com Telephone: • (902) 888-8888
- 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



TAXPAYER NAME: 20CC Proforma 1

TAXPAYER FEIN: \_\_\_\_\_

FOR THE TAX PERIOD 01-01, 20 13 through 12-31, 20 13

**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 owner. A column must be completed for each recipient related member.**

Recipient related member who received interest/intangible income from the taxpayer:	Related Member 1	Related Member 2	Related Member 3	Related Member 4
1 a. Recipient related member FEIN. ....	1a ● <u>11-1111111</u>			
b. Recipient related member name. ....	1b ● <u>Popcorn Sales, Inc</u>			
2 List the intangible expense amounts paid to the recipient related member. ....	2 ● <u>1,230,050</u>			
3 List the interest expense amounts paid to the recipient related member. ....	3 ●			
4 Total intangible/interest expenses paid (total lines 2 and 3).. ....	4 ● <u>1,230,050</u>			

To determine the exempt amount of intangible/interest expense, complete the applicable section(s) below.

<b>5 Exemption related to §40-18-35(b)(1):</b>				
a. Jurisdiction(s) where recipient related member income is "subject to tax": .....	5a ●			
b. Amount of Line 4 expense not added back. ....	5b ●			
c. Recipient related member's corresponding intangible/interest income allocated to jurisdiction. ....	5c ●			
d. Adjusted intangible/interest amount (Line 5b minus Line 5c).. ....	5d ●			
e. Recipient related member's total apportionment percentage in the above jurisdiction(s)..	5e ●	%	%	%
f. Adjusted interest/intangible amount (multiply Line 5d by Line 5e).. ....	5f ●			
g. Add Line 5c and Line 5f. ....	5g ●			
<b>6 Exemption related to §40-18-35(b)(2) and §40-18-35(b)(4) – Amount of Line 4 expense not added back. ....</b>	6 ●			

**NOTE:** For Section 7, 8, 9, and 10 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.

<b>7 Exemption related to §40-18-35(b)(3) – Amount of Line 4 expense not added back. ....</b>	7 ●			
8 Recipient related member receipts by category: a. Intangible receipts .....	8a ●			
b. Interest receipts .....	8b ●			
9 a. ●	9a ●			
b. ●	9b ●			
c. ●	9c ●			
d. ●	9d ●			
e. ●	9e ●			
10 a. If either Lines 8a or 8b are greater than Lines 9a, 9b, 9c, 9d or 9e, enter zero. ....	10a ●			
b. If Lines 9a, 9b, 9c, 9d or 9e are greater than Lines 8a or 8b, enter amount from Line 7. ....	10b ●			
11 Exempt Amount. Enter the greater of Lines 5g, 6, 10a or 10b. ....	11 ●			
<b>12 Total Intangible/Interest expenses paid to all related members. (Sum all Line 4 for all related members from all pages, enter here and on Form 20C, Schedule A, Line 6a). ...</b>	12	<u>1,230,050</u>		
<b>13 Total Exempt Amount. (Sum line 11 for all related members from all pages and enter this amount on Form 20C, Schedule A, Line 6b). ....</b>	13			

**Attach additional pages as needed and enter the totals of Lines 4 and Lines 11 for all related members from all pages on Page 1, Line 12 and 13.**

In order to qualify for the exemption presented in §40-18-35(b)(3), Line 10b 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 \_\_\_\_\_

Title CFO Date 11/05/2013



Corporation Income Tax Return

For the year January 1 - December 31, 2013, or other tax year beginning, 2013, ending

Check applicable box: Initial return, Final return, Amended return, Address change. FEDERAL BUSINESS CODE NUMBER 33300. FEDERAL EMPLOYER IDENTIFICATION NUMBER. NAME 20CC Proforma 2. ADDRESS 105 Candy Lane, Nashville, TN. 9-DIGIT ZIP CODE 90211-5555. STATE OF INCORPORATION TN. DATE OF INCORPORATION 01/15/2001. DATE QUALIFIED IN ALABAMA 06/25/2005. NATURE OF BUSINESS IN ALABAMA Candy making. [X] This company files as part of a consolidated federal return. Common parent corporation: (See page 4, "Other Information," number 5.) Name 20CC Test 1. FEIN. [ ] Notification of Final IRS change. [ ] Federal Form 1120-REIT filed. [ ] 2220AL Attached.

- Filing Status: (see instructions)
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 (Prior written approval required and must be attached).
5. Proforma Return - files as part of Alabama Affiliated Group.

Table with 18 rows and 3 columns. Line 1: FEDERAL TAXABLE INCOME 53,020,000. Line 2: Federal Net Operating Loss. Line 3: Reconciliation adjustments. Line 4: Federal taxable income adjusted to Alabama Basis 53,020,000. Line 5: Net nonbusiness (income)/loss - Everywhere. Line 6: Apportionable income 53,020,000. Line 7: Alabama apportionment factor 30.1587%. Line 8: Income apportioned to Alabama 15,990,143. Line 9: Net nonbusiness income/(loss) - Alabama. Line 10: Alabama income before federal income tax deduction 15,990,143. Line 11a: Federal income tax deduction/(refund) 250,255. Line 11b: Small Business Health Insurance Premiums. Line 12: Alabama income before net operating loss (NOL) carryforward 15,739,888. Line 13: Alabama NOL deduction. Line 14: Alabama taxable income 15,739,888. Line 15: Alabama Income Tax (6.5% of line 14) 1,023,093. Line 16: Tax Payments, Credits, and Deferral. Line 17: Reductions/applications of overpayments. Line 18: Total amount due/(refund) (line 15 less 16h, plus 17e) 1,023,093.

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. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

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	a Federal depreciation on pollution control items previously deducted for Alabama (see instructions) . . . . .	4a	●	
	b Nondeductible Federal Depreciation (Economic Stimulus Act of 2008) (see instructions) . . . . .	4b	●	
5	Net income from foreclosure property pursuant to §10-13-21 (real estate investment trust) . . . . .	5	●	
6	Related members interest or intangible expenses or costs. From Schedule AB (see instructions). Total Payments <input type="text"/> 6a ● <input type="text"/> minus Exempt Amount <input type="text"/> 6b ● <input type="text"/> equals	6c	●	
7	Captive REITs: Dividends Paid Deduction (from federal Form 1120-REIT) . . . . .	7	●	
8	●	8	●	
9	Total additions (add lines 1 through 8) . . . . .	9	●	

**DEDUCTIONS**

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

**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 810-27-1-4-.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.)

	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 ●							
<b>2 NET NONBUSINESS INCOME / LOSS</b>						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 Schedule – Use only if you checked Filing Status 2, page 1 – 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 ●	500,200	1,080,010	2,510,302	3,965,201	
5	Buildings and leasehold improvements ●		520,518		800,900	
6	IDB/IRB property (at cost) ●					
7	Government property (at FMV) ●					
8	● Other ●	5,102,618	8,952,620	50,602,980	75,020,638	
9	Less Construction in progress (if included) ●		500,060		750,620	
10	Totals ●	5,602,818	10,053,088	53,113,282	79,036,119	
11	Average owned property (BOY + EOY ÷ 2) ●		7,827,953		66,074,701	
12	Annual rental expense ●	9,000 x 8 =	72,000	15,000 x 8 =	120,000	
13	Total average property (add line 11 and line 12) ●		7,899,953		66,194,701	
14	Alabama property factor — 13a ÷ 13b = line 14 ●				11.9344 %	
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 ●		1,500,600	5,000,000		30.0120 %
SALES			ALABAMA		EVERYWHERE	
16	Destination sales (see instructions) ●		15,040,300			
17	Origin sales (see instructions) ●					
18	Total gross receipts from sales ●		15,040,300	35,800,900		
19	Dividends ●					
20	Interest ●					
21	Rents ●			350,600		
22	Royalties ●					
23	Gross proceeds from capital and ordinary gains ●		21,575,800	56,789,300		
24	Other ● other (Federal 1120, line ● 2 ) ●			125,300		
25	Alabama sales factor — 25a ÷ 25b = line 25c ●	25a	36,616,100	25b	93,066,100	25c
26	Alabama sales factor (Enter the same factor as on line 25c) ●					39.3442 %
27	Sum of lines 14, 15c, 25c, and 26 ÷ 4 = ALABAMA APPORTIONMENT FACTOR (Enter here and on line 7, page 1) ●					30.1587 %

**Schedule D-2** Percentage of Sales – Use only if you checked Filing Status 3, page 1 – See instructions

DO NOT USE THIS SCHEDULE IF ALABAMA SALES EXCEED \$100,000.		ALABAMA	EVERYWHERE
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.

(b) Methods 1552(a)(1) or 1552(a)(2), enter on line 6 the amount of the consolidated tax liability allocated to this corporation from line 5.

(c) If using Method 1552(a)(3), enter on line 6 the amount of the consolidated tax allocated to this corporation. Attach a schedule of your computations. Ignore any supplemental elections under IRC §1502.

If this corporation is a member of an affiliated group which files a consolidated federal return, indicate the number of the election made under IRC §1552.

- 1552(a)(1) •  1552(a)(2) •  1552(a)(3) •  No Election Made
- Other \_\_\_\_\_

1552(a)(1) enter separate company income from line 30 of the proforma 1120 for this company on line 1.

1552(a)(2) enter separate company tax liability from line 31 of the proforma 1120 for this company on line 1.

1	This company's separate federal taxable (income/tax) .....	1	•	55,400,800
2	Total positive consolidated federal taxable (income/tax) .....	2	•	300,500,480
3	This company's percentage (divide line 1 by line 2) .....	3	•	18.4362 %
4	Consolidated federal income tax (liability/payment) .....	4	•	4,500,900
5	Federal income tax for this company (multiply line 3 by line 4) .....	5	•	829,795
6	Federal income tax to be apportioned .....	6	•	829,795
7	Alabama income, page 1, line 10 .....	7	•	15,990,143
8	Adjusted total income, page 1, line 4 .....	8	•	53,020,000
9	Federal income tax ratio (divide line 7 by line 8) .....	9	•	30.1587 %
10	Federal income tax apportioned to Alabama (multiply line 6 by line 9) .....	10	•	250,255
11	Less refunds or adjustments .....	11	•	
12	Net federal income tax deduction / <refund> .....	12	•	250,255

**Schedule F** Credits/Exemptions *Caution – See Schedule BC* **Schedule BC must be attached to claim business credit(s)**

1	Capital Tax Credit .....	1	•	
2	Alabama New Market Development Act .....	2	•	
3	Alabama Accountability Act .....	3	•	
4	Other Credits .....	4	•	
5	<b>TOTAL</b> (add lines 1 through 4). Enter here and on line 16f, page 1 .....	5	•	

**Other Information**

- Briefly describe your Alabama operations. • Making candy
- List locations of property within Alabama (cities and counties). • Montgomery, AL
- List other states in which corporation operates, if applicable. • TN, FL, GA
- 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).  
 2012 • 2,500,000 2011 • 11,000,600 2010 • 2,516,445
- Check if currently being audited by the IRS. •
- Location of the corporate records: Street address: • 982 Candy Land Drive  
 City: • Montgomery State: • AL ZIP: • 36109
- Person to contact for information concerning this return:  
 Name: • William Thomas Email Address: • wthomas@email.com Telephone: • (334) 255-5555
- 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



Corporation Income Tax Return

For the year January 1 - December 31, 2013, or other tax year beginning, 2013, ending

Check applicable box: Initial return, Final return, Amended return, Address change. FEDERAL BUSINESS CODE NUMBER, FEDERAL EMPLOYER IDENTIFICATION NUMBER, NAME, ADDRESS, CITY, STATE, COUNTRY, 9-DIGIT ZIP CODE, STATE OF INCORPORATION, DATE OF INCORPORATION, DATE QUALIFIED IN ALABAMA, NATURE OF BUSINESS IN ALABAMA, 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 - files as part of Alabama Affiliated Group.

Table with 18 rows and 3 columns. Line 1: FEDERAL TAXABLE INCOME 302,520,655. Line 2: Federal Net Operating Loss. Line 3: Reconciliation adjustments (59,256,140). Line 4: Federal taxable income adjusted to Alabama Basis 243,264,515. Line 5: Net nonbusiness (income)/loss - Everywhere. Line 6: Apportionable income 243,264,515. Line 7: Alabama apportionment factor 96.6112%. Line 8: Income apportioned to Alabama 235,020,767. Line 9: Net nonbusiness income/(loss) - Alabama. Line 10: Alabama income before federal income tax deduction 235,020,767. Line 11a: Federal income tax deduction/(refund) 3,627,951. Line 11b: Small Business Health Insurance Premiums. Line 12: Alabama income before net operating loss (NOL) carryforward 231,392,816. Line 13: Alabama NOL deduction. Line 14: Alabama taxable income 231,392,816. Line 15: Alabama Income Tax (6.5% of line 14) 15,040,533. Line 16: Tax Payments, Credits, and Deferral. Line 17: Reductions/applications of overpayments. Line 18: Total amount due/(refund) 15,040,533.

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

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. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature, Title, Date, Daytime Telephone No., 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 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 810-27-1-4-.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.)

	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 ●						
<b>2 NET NONBUSINESS INCOME / LOSS</b>					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 Schedule – Use only if you checked Filing Status 2, page 1 – 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	● 20,400,300		20,400,300	
2	Land	● 16,500,400		16,900,300	
3	Furniture and fixtures	●			
4	Machinery and equipment	● 920,860,210		922,600,100	
5	Buildings and leasehold improvements	● 13,000,500		13,900,200	
6	IDB/IRB property (at cost)	●			
7	Government property (at FMV)	●			
8	● Other	● 23,400,210		54,200,900	
9	Less Construction in progress (if included)	● 11,020,500		12,450,210	
10	Totals	● 983,141,120		1,015,551,590	
11	Average owned property (BOY + EOY ÷ 2)		● 491,570,560		● 507,775,795
12	Annual rental expense	● 2,451,685 x8 =	19,613,480	2,710,210 x8 =	21,681,680
13	Total average property (add line 11 and line 12) .....		<b>13a</b> ● 511,184,040		<b>13b</b> ● 529,457,475
14	Alabama property factor — 13a ÷ 13b = line 14 .....				<b>14</b> ● 96.5487 %
15	SALARIES, WAGES, COMMISSIONS AND OTHER COMPENSATION RELATED TO THE PRODUCTION OF BUSINESS INCOME		15a ALABAMA	15b EVERYWHERE	15c
	Alabama payroll factor — 15a ÷ 15b = line 15 .....		● 50,800,600	54,300,100	93.5553 %
16	SALES		ALABAMA	EVERYWHERE	
16	Destination sales (see instructions) .....	●	490,490,430		
17	Origin sales (see instructions) .....	●			
18	Total gross receipts from sales .....	●	490,490,430	497,497,430	
19	Dividends .....	●			
20	Interest .....	●	1,190,110	1,190,110	
21	Rents .....	●			
22	Royalties .....	●			
23	Gross proceeds from capital and ordinary gains .....	●	2,280,990	4,480,340	
24	Other ● Other (Federal 1120, line ● 10 )	●	30,800	30,800	
25	Alabama sales factor — 25a ÷ 25b = line 25c .....		<b>25a</b> ● 493,992,330	<b>25b</b> 503,198,680	<b>25c</b> 98.1704 %
26	Alabama sales factor (Enter the same factor as on line 25c) .....				<b>26</b> ● 98.1704 %
27	Sum of lines 14, 15c, 25c, and 26 ÷ 4 = ALABAMA APPORTIONMENT FACTOR (Enter here and on line 7, page 1) .....				<b>27</b> ● 96.6112 %

**Schedule D-2** Percentage of Sales – Use only if you checked Filing Status 3, page 1 – See instructions

DO NOT USE THIS SCHEDULE IF ALABAMA SALES EXCEED \$100,000.		ALABAMA	EVERYWHERE
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.

(b) Methods 1552(a)(1) or 1552(a)(2), enter on line 6 the amount of the consolidated tax liability allocated to this corporation from line 5.

(c) If using Method 1552(a)(3), enter on line 6 the amount of the consolidated tax allocated to this corporation. Attach a schedule of your computations. Ignore any supplemental elections under IRC §1502.

If this corporation is a member of an affiliated group which files a consolidated federal return, indicate the number of the election made under IRC §1552.

- 1552(a)(1) •  1552(a)(2) •  1552(a)(3) •  No Election Made
- Other \_\_\_\_\_

1552(a)(1) enter separate company income from line 30 of the proforma 1120 for this company on line 1.

1552(a)(2) enter separate company tax liability from line 31 of the proforma 1120 for this company on line 1.

1	This company's separate federal taxable (income/tax) .....	1	•	250,970,840
2	Total positive consolidated federal taxable (income/tax) .....	2	•	300,800,900
3	This company's percentage (divide line 1 by line 2) .....	3	•	83.4342 %
4	Consolidated federal income tax (liability/payment) .....	4	•	4,500,800
5	Federal income tax for this company (multiply line 3 by line 4) .....	5	•	3,755,207
6	Federal income tax to be apportioned .....	6	•	3,755,207
7	Alabama income, page 1, line 10 .....	7	•	235,020,767
8	Adjusted total income, page 1, line 4 .....	8	•	243,264,515
9	Federal income tax ratio (divide line 7 by line 8) .....	9	•	96.6112 %
10	Federal income tax apportioned to Alabama (multiply line 6 by line 9) .....	10	•	3,627,951
11	Less refunds or adjustments .....	11	•	
12	Net federal income tax deduction / <refund> .....	12	•	3,627,951

**Schedule F** Credits/Exemptions *Caution – See Schedule BC* **Schedule BC must be attached to claim business credit(s)**

1	Capital Tax Credit .....	1	•	
2	Alabama New Market Development Act .....	2	•	
3	Alabama Accountability Act .....	3	•	
4	Other Credits .....	4	•	
5	<b>TOTAL</b> (add lines 1 through 4). Enter here and on line 16f, page 1 .....	5	•	

**Other Information**

- Briefly describe your Alabama operations. • Candy Sales
- List locations of property within Alabama (cities and counties). • Prattville, AL
- List other states in which corporation operates, if applicable. • TN, FL, LA
- 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).  
 2012 • 15,206,780 2011 • 10,507,980 2010 • 9,564,857
- Check if currently being audited by the IRS. •
- Location of the corporate records: Street address: • 12 Candy Cane Lane  
 City: • Prattville State: • AL ZIP: • 36067
- Person to contact for information concerning this return:  
 Name: • Luke CPA Email Address: • CPA@email.com Telephone: • (334) 555-5555
- 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: • 8741541

**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