



FORM  
**BPT-IN 2026**



Alabama Department of Revenue

**Alabama Business Privilege Tax Initial Privilege Tax Return**

**Initial Privilege Tax** – This form is to be completed **ONLY** by taxpayers who incorporated, organized, qualified, registered or started doing business in Alabama in 2026. **NOTE: Initial returns must be filed within 2-1/2 months of incorporation, organization or qualification.** See the detailed instructions on the Alabama Department of Revenue Web site ([www.revenue.alabama.gov](http://www.revenue.alabama.gov)).

Type of taxpayer (check only one):

- |   |   |   |
|---|---|---|
| 1a. <input type="checkbox"/> C Corporation            | 1b. <input type="checkbox"/> Insurance Company            | 1c. <input type="checkbox"/> Financial Institution Group Member |
| 1d. <input type="checkbox"/> LLE Taxed as Corporation | 1e. <input type="checkbox"/> Real Estate Investment Trust | 1f. <input type="checkbox"/> Business Trust                     |
| 1g. <input type="checkbox"/> S Corporation            | 1h. <input type="checkbox"/> Limited Liability Entity     | 1i. <input type="checkbox"/> Disregarded Entity                 |

**DO NOT FILE FORM BPT-IN AS AN ANNUAL RETURN**

**TAXPAYER INFORMATION**

- |  |   |
|--|---|
| 3a. LEGAL NAME OF BUSINESS ENTITY ● _____                                      | 3c. BPT ACCOUNT NO. (SEE INSTRUCTIONS) ● _____                      |
| 3b. FEIN ● _____ <input type="checkbox"/> FEIN NOT REQUIRED (SEE INSTRUCTIONS) | 3e. FEDERAL BUSINESS CODE NO. (NAICS) (SEE SOS.ALABAMA.GOV) ● _____ |
| 3d. SECRETARY OF STATE ENTITY ID NO. (SEE SOS.ALABAMA.GOV) ● _____             |   |
| 3f. MAILING ADDRESS ● _____  |   |
| 3g. CITY ● _____   | 3h. STATE ● _____ 3i. COUNTRY (IF NOT IN US) ● _____                |
| 4a. CONTACT PERSON CONCERNING THIS FORM ● _____                                | 3j. ZIP CODE ● _____  |
| 4c. TAXPAYER'S E-MAIL ADDRESS ● _____  | 4b. CONTACT PERSON'S PHONE NO. ● _____                              |

**Enter Month of Tax Year End ●**

Please enter the date the entity incorporated, organized, qualified or registered in Alabama or started doing business in Alabama, whichever occurred first:

- 2a. Date of Qualification, Incorporation or Organization ● \_\_\_\_\_ (mm/dd/yyyy)
- 2b. ☐ No Alabama Factor Presence Nexus (This option is only available for entities formed or organized outside the State of Alabama)

5a. County of incorporation or organization for all Alabama entities . . . . .	5a	
5b. State or country of incorporation or organization for all foreign entities . . . . .	5b	
6a. Date of qualification or registration in Alabama for foreign entities . . . . .	6a	
6b. Date of incorporation or organization for all entities . . . . .	6b	
6c. Date started doing business in Alabama . . . . .	6c	
6d. Telephone number of the taxpayer . . . . .	6d	
7a. Name of registered agent in Alabama . . . . .	7a	
7b. FEIN or social security number . . . . .	7b	
7c. Street address . . . . .	7c	
7d. City, state, and zip code . . . . .	7d	
8a. Name of corporate president or primary member/partner . . . . .	8a	
8b. Social security number . . . . .	8b	
8c. Street address . . . . .	8c	
8d. City, state, and zip code . . . . .	8d	
9a. Name of corporate secretary or secondary member/partner . . . . .	9a	
9b. Social security number . . . . .	9b	
9c. Street address . . . . .	9c	
9d. City, state, and zip code . . . . .	9d	
10. Kind of business done in Alabama. . . . .	10	
11. Principal place of business in Alabama . . . . .	11	
City, state, and zip code . . . . .		
12. Kind of business done generally . . . . .	12	
13. Mailing address of the principal place of business if outside State of Alabama . . . . .	13	
City, state, and zip code . . . . .		

**COMPUTATION OF AMOUNT DUE**

14. Privilege tax due (Page 2, Part B, line 20) . . . . .	14	●	Amount Due
15. Penalty due (see instructions) . . . . .	15	●	
16. Interest due (see instructions) . . . . .	16	●	
17. Total privilege tax due (add lines 14, 15 and 16) (Form BPT-V must be submitted if payment is made by check) . . . . .	17	●	
18. Family LLE Election: <input type="checkbox"/> (Signature required below)			

☐ I authorize a representative of the Department of Revenue to discuss my return and attachments with my preparer.

**Please Sign Here**

**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.

Your Signature	Title	Date
_____	_____	_____

**Paid**

**Preparer's Use Only**

Preparer's signature _____	Date ● _____
Firm's name (or yours, if self-employed) and address ● _____	E.I. No. ● _____
Phone No. ● _____	ZIP Code ● _____
Preparer's SSN/PTIN ● _____	

**ADOR**



1a. FEIN 1b. LEGAL NAME OF BUSINESS ENTITY 1c. DATE OF QUALIFICATION, ORGANIZATION OR  
INCORPORATION (MM/DD/YYYY)

**Part A – Net Worth Computation. Complete I, II or III only.**

**I. Corporations & Entities Taxed as Corporations**

1. Issued capital stock and any additional paid in capital, but without reduction for treasury stock . . . . .	1	●	
2. Retained earnings, but not less than zero, including dividends payable. For LLC's taxed as corporations and non-stock issuing entities such as business trusts, enter assets minus liabilities . . . . .	2	●	
3. Gross amount of related party debt exceeding the sum of lines 1 and 2 . . . . .	3	●	
4. For C corporations, all payments for compensation or similar amounts in excess of \$500,000 . . . . .	4	●	
5. For S corporations, all payments for compensation, distributions or similar amounts in excess of \$500,000 . . . . .	5	●	
6. Total net worth (add lines 1 - 5) . . . . .	6	●	

**II. Limited Liability Entities (LLE's)**

7. Sum of the partners'/members' capital accounts, but not less than zero . . . . .	7	●	
8. All compensation, distributions, or similar amounts paid to each partner/member in excess of \$500,000 . . . . .	8	●	
9. Gross amount of related party debt exceeding the amount of line 7 . . . . .	9	●	
10. Total net worth (add lines 7, 8 and 9) . . . . .	10	●	

**III. Disregarded Entities**

11. Single Member Name: ● FEIN/SSN: ●

12. If a disregarded entity has as its single member a taxpayer that is subject to the privilege tax, then the disregarded entity does not have a filing requirement.. (Go to Part B, line 20.)

13. Assets minus liabilities for all disregarded entities that have as a single member an entity that is not subject to the privilege tax (attach documentation) . . . . .	13	●	
14. Gross amount of related party debt exceeding the amount on line 13. . . . .	14	●	
15. For disregarded entities, all compensation, distributions, or similar amounts paid to each member in excess of \$500,000. . . . .	15	●	
16. Total net worth (add lines 13, 14, and 15 and go to Part B, line 1.) . . . . .	16	●	

**Part B – Privilege Tax Exclusions and Deductions**

**Exclusions (Attach supporting documentation) (See instructions)**

1. Net worth from Part A – line 6, 10, or 16 . . . . .	1	●	
2. Book value of the investments by the taxpayer in the equity of other taxpayers . . . . .	2	●	
3. Financial institutions only – Book value of the investments in other corporations or LLE's if the taxpayer owns more than 50% of the corporation or LLE . . . . .	3	●	
4. Unamortized portion of goodwill and core deposit intangibles resulting from a direct purchase . . . . .	4	●	
5. Unamortized balance of properly elected post-retirement benefits pursuant to FASB 106 . . . . .	5	●	
6. Financial institutions only – The amount adjusted net worth that exceeds 6% of assets . . . . .	6	●	
7. Total exclusions (sum of lines 2 - 6) . . . . .	7	●	
8. Net worth subject to apportionment (line 1 less line 7) . . . . .	8	●	
9. Alabama Apportionment Factor as of date of organization, incorporation or qualification . . . . .	9	●	%
10. Total Alabama net worth (multiply line 8 by line 9) . . . . .	10	●	

**Deductions (Attach supporting documentation) (See instructions)**

11. Net investment in bonds and securities issued by the State of Alabama or political subdivision thereof, when issued prior to January 1, 2000 . . . . .	11	●	
12. Net investment in all air, ground or water pollution control devices in Alabama . . . . .	12	●	
13. Reserves for reclamation, storage, disposal, decontamination, or retirement associated with a plant, facility, mine or site in Alabama . . . . .	13	●	
14. Book value of amount invested in qualifying low income housing projects (see instructions) . . . . .	14	●	
15. Total deductions (add lines 11 - 14) . . . . .	15	●	
16. Taxable Alabama net worth (line 10 less line 15) . . . . .	16	●	
17. Tax rate . . . . .	17	●	.00025
18. Gross privilege tax calculated (multiply line 16 by line 17) . . . . .	18	●	
19. Ratio of the days remaining in the Tax year divided by 365 . . . . .	19	●	%
20. Privilege Tax Due (Multiply line 18 by line 19) If \$100 or less, STOP. You do not have a filing requirement. Do not submit return. For maximum see instructions. Enter also on Form BPT-IN, page 1, line 14, Privilege Tax Due. . . . .	20	●	

Make check payable to: Alabama Department of Revenue  
(Payment must be submitted with Form BPT-V, unless payment is made electronically)  
Mail to: Alabama Department of Revenue, Business Privilege Tax Section  
P.O. Box 327320, Montgomery, AL 36132-7320



Alabama Department of Revenue  
**Balance Sheet – Net Worth Computation**  
(FOR DISREGARDED ENTITIES WITH INDIVIDUAL SINGLE MEMBER ONLY)

1a FEIN	1b NAME	1c Determination Period End Date (Balance Sheet Date):  _____ (mm/dd/yyyy)
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The Worksheet BPT-NWI is available to be completed to substantiate the net worth computation for Forms BPT-IN and PPT. This worksheet is for Disregarded Entities that have as its single member an individual taxpayer- typically single member LLCs taxed as sole proprietorships. The balance sheet should agree with the Disregarded Entity's books and records. Attach a statement explaining any differences.

	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
<b>Assets</b>				
1 Cash .....				
2a Trade Notes and Accounts receivable .....				
b Less allowance for bad debts .....				
3 Inventories .....				
4 U.S. government obligations .....				
5 Tax exempt securities .....				
6 Other current assets (attach statement) .....				
7a Loans to members (or persons related to members) .....				
b Mortgage and real estate loans .....				
8 Other investments (attach statement) .....				
9a Buildings and other depreciable assets .....	●		●	
b Less accumulated depreciation .....				
10a Depletable assets .....	●		●	
b Less accumulated depletion .....				
11 Land (net of any amortization) .....		●		●
12a Intangible assets (amortizable only) .....				
b Less accumulated amortization .....				
13 Other assets (attach statement) .....		●		●
14 <b>Total Assets.</b> .....		●		●
<b>Liabilities and Capital</b>				
15 Accounts payable .....				
16 Mortgages, notes, bonds payable in less than 1 year .....				
17 Other current liabilities (attach statement) .....				
18 All nonrecourse loans .....				
19a Loans from members (or persons related to members) .....		●		●
b Mortgages, notes, bonds payable in 1 year or more .....				
20 Other liabilities (attach statement) .....				
21 Total net worth (assets minus liabilities) .....		●		●
22 <b>Total Liabilities and Net Worth.</b> .....		●		●

**INSTRUCTIONS**

**Assets**

- Line 1. Cash** – Enter the amount of cash and the amount retained in certificates of deposit on this line.
- Line 2. Trade notes and accounts receivable** – Enter the book value of trade notes and the book value of accounts receivable that are payable to the business entity.
- Line 3. Inventories** – Enter the book value of inventories held by the business entity.
- Line 4. U.S. government obligations** – Enter the book value of financial debt instruments backed by the US government such as: treasury bonds, treasury bills, and savings bonds.

- Line 5. Tax-exempt securities** – Enter the book value of: 1.) State and local government obligations for which interest is excludable from gross income, and 2.) Stock in a mutual fund or other regulated investment company that distributed exempt-interest dividends during the tax year of the business entity.
- Line 6. Other current assets (attach statement)** – Enter the book value of current assets (assets that are reasonably expected to be converted into cash in less than 1 year) not entered elsewhere on lines 1 through 5. Amounts included here should not be included elsewhere on lines 1 through 13. Attach a statement itemizing the separate categories and amounts of other current assets included in the total of current assets.