

State of Alaska 2007 Mining License Tax Return

Department use only envelope #	
FSN	SEQ #

662

For Calendar year 2007. (Due April 30, 2008)

Or fiscal year beginning (mm/yy) _____ and ending (mm/yy) _____.
(Due the last day of the fourth month following fiscal year-end)

Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN			Mining License Number(s)	
Taxpayer Name			Telephone Number	Fax Number
Business Name (if different from Taxpayer Name)			E-mail Address	
Mailing Address			Check if: <input type="checkbox"/> Inactive <input type="checkbox"/> Amended (attach explanation)	Taxpayer type (check one) <input type="checkbox"/> Owner/Operator <input type="checkbox"/> Owner/Lessor <input type="checkbox"/> Lessor/Operator <input type="checkbox"/> Temporarily Exempt
City	State	Zip + 4		
Contact Person	Title			
<input type="checkbox"/> I wish to renew my mining license(s) for next year.				

				DEPT USE ONLY
1	Taxable income from all mining operations (line 7 of all Schedule A's)	1		
2	Tax (see instructions)	2		
3	Less exploration incentive credit (attach form 04-665)	3		
4	Less mining business education credit (line 4 of Schedule EC)	4		
5	Tax liability. Subtract lines 3 and 4 from line 2, but not less than zero	5		
6	Amount paid with extension	6		
7	Amended returns only. Amount paid with original return.	7		
8	Net tax due or (overpayment). Subtract lines 6 and 7 from line 5	8		

Electronic Payment Information

Note: If your liability exceeds \$150,000, you must use the Online Tax Information System (OTIS) at www.tax.alaska.gov or wire transfer.
Check if you are remitting by: OTIS receipt # _____ Wire transfer date _____

I declare under penalty of unsworn falsification that this return, including all accompanying schedules and statements, has been examined by me and to the best of my knowledge and belief is a true, correct, and complete return.

Signature	Print name and title	Date
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Pay online at www.tax.alaska.gov
or make check payable to **State of Alaska**

Mail to: Alaska Department of Revenue - Tax Division
PO Box 110420 Juneau AK 99811-0420
Telephone 907-465-2320
FAX 907-465-2375

662

Department use only PMD	Validation
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Taxpayer Name	Federal EIN or SSN
Description and Location of Mining Operation	Mining License Number
	Date of Initial Production

Schedule A - Taxable Income From Mining Operation

(Use a separate Schedule A to calculate the income for each mining operation)

1	Gross income or royalties received from mining operation	1	
2	Depletion deduction (Schedule B, line 16)	2	
3	Direct mining expenses (Schedule C, line 10). If line 1 is income from royalties, enter zero	3	
4	Indirect mining expenses (Schedule C, line 33). If line 1 is income from royalties, enter zero	4	
5	Net income from mining operation (line 1 less lines 2 through 4)	5	
6	Less exemption for new mining operation (see instructions)	6	
7	Taxable income from mining operation (line 5 less line 6). Enter here and include on Line 1 of Form 04-662.	7	

Schedule B - Depletion Deduction

(Attributable to mining operation identified above)

Cost Depletion Calculation (Sand and gravel operations must use cost depletion)

1	Cost or basis of mining property (less residual value)	1	
2	Estimated recoverable units at beginning of tax year	2	
3	Unit value (divide line 1 by line 2)	3	
4	Number of units produced this tax period	4	
5	Cost depletion (multiply line 3 by line 4)	5	

Percentage Depletion Calculation (Sand and gravel operations must use cost depletion)

6	Gross income or royalties received from mining operation (Schedule A, line 1)	6	
7	Royalties paid from Schedule D, line 6. If line 6 is income from royalties, enter zero	7	
8	Depletion base (line 6 minus line 7)	8	
9	Applicable depletion percentage from below (10%, 15%, or 23%)	9	
10	Percentage depletion (multiply line 8 by line 9). Enter result here	10	
11	Total gross income from mining operation (Schedule A, line 1)	11	
12	Allowable deductions (Schedule A, lines 3 and 4)	12	
13	Net income before depletion (line 11 minus line 12)	13	
14	Limitation (multiply line 13 by 50% (0.5))	14	
15	Line 10 or line 14, whichever is less	15	
16	Depletion deduction (line 5 or 15, whichever is greater). Enter here and on Schedule A, line 2	16	

Depletion percentages to be used on line 9

10% Coal mines

15% Metal mines, fluorspar, flake graphite, vermiculite, beryl, feldspar, mica, talc, lepidolite, spodumene, barite, ball and sagger clay, or rock asphalt mines and potash mines or deposits

23% Sulphur mines or deposits

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Schedule C - Mining Expenses

(Submit a separate Schedule C for each mining operation. See Instructions.)

Direct Expenses

1	Royalties paid (Schedule D, line 6)	1	
2	Fuel and oil	2	
3	Current development costs	3	
4	Extraction costs	4	
5	Maintenance and repairs	5	
6	Salaries and wages	6	
7	Transportation costs	7	
8	Depreciation	8	
9	Other expenses (attach schedule)	9	
10	Total direct mining expenses for this operation (add lines 1 through 9) (enter here and on schedule A, line 3)	10	
11	Direct mining expenses of all other mining operations (line 10 of all other Schedule C's)	11	
12	Total direct mining expenses of all mining operations (add lines 10 and 11)	12	
13	Direct nonmining expenses	13	
14	Total direct mining and nonmining expenses (add lines 12 and 13)	14	
15	Direct mining expenses as a percentage of total direct expenses (divide line 12 by line 14)	15	

Indirect Expenses Allocation

(For lines 16 – 26, include expenses from all mining and nonmining operations)

16	Advertising	16	
17	Insurance	17	
18	Interest on business debt	18	
19	Legal and professional fees	19	
20	Office supplies, repairs and maintenance	20	
21	Rent	21	
22	Taxes (Other than federal income and Alaska mining license tax)	22	
23	Travel and entertainment	23	
24	Utilities and telephone	24	
25	Depreciation	25	
26	Other expenses (attach schedule)	26	
27	Total indirect expenses (add lines 16 through 26)	27	
28	Indirect expenses allocated to mining operations (multiply line 27 by line 15)	28	
29	Total current year production from this mining operation (Schedule B, line 4)	29	
30	Total current year production from all other mining operations (line 4 of all other schedule B's)	30	
31	Total current year production of all mining operations (add lines 29 and 30)	31	
32	This operation's percentage of total current year production (divide line 29 by line 31)	32	
33	Total indirect expenses allocated to this property (multiply line 28 by line 32). Enter here and on Schedule A, line 4	33	

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Schedule D - Royalties Paid

Name and Address of each Lessor			Amount Paid
1	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN		\$ _____
	Name		
	Mailing Address		
	City	State	
2	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN		\$ _____
	Name		
	Mailing Address		
	City	State	
3	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN		\$ _____
	Name		
	Mailing Address		
	City	State	
4	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN		\$ _____
	Name		
	Mailing Address		
	City	State	
5	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN		\$ _____
	Name		
	Mailing Address		
	City	State	
Total royalties paid. Add amounts paid and enter amount on Schedule C, line 1 and Schedule B, line 7 of appropriate mining operation.			6

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Schedule E - Royalties Received

Name and Address of each Lessee				Amount Received
1	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN			\$ _____
	Name			
	Mailing Address			
	City	State	ZIP+4	
2	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN			\$ _____
	Name			
	Mailing Address			
	City	State	ZIP+4	
3	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN			\$ _____
	Name			
	Mailing Address			
	City	State	ZIP+4	
4	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN			\$ _____
	Name			
	Mailing Address			
	City	State	ZIP+4	
5	Federal ID <input type="checkbox"/> EIN <input type="checkbox"/> SSN			\$ _____
	Name			
	Mailing Address			
	City	State	ZIP+4	
Total royalties received. Add amounts received and enter amount on Schedule A, line 1 of appropriate mining operation.				6

Taxpayer Name

Federal EIN or SSN

662

Schedule EC - Mining Business Education Credit

Recipient		Date	Amount	DEPT USE ONLY
1	Amount of qualified cash contribution(s)		1	
2	Multiply the lessor of line 1 or \$100,000 by 50% (.50)		2	
3	Enter 100% of the next \$100,000 of contribution		3	
4	Total Alaska Education Credit. Add lines 2 and 3; enter here and on Page 1, line 4 (limited to the total tax reduced by total exploration incentive credits)		4	

Explanation of Credit. A taxpayer is allowed a credit for cash contributions accepted for direct instruction, research, and educational support purposes, including library and museum acquisitions. Contributions accepted for endowment purposes are also eligible for the credit. The contribution must be given to an accredited, public or private nonprofit, two or four-year college or university foundation in Alaska.

Limitation. The credit is limited to 50 percent of contributions of not more than \$100,000; and 100 percent of the next \$100,000 of contributions. A contribution claimed as a credit under this section may not be claimed as a credit against other state taxes. See AS 43.65.018. Maximum credit allowed is \$150,000.

NOTE: A corresponding deduction for the gross qualified contribution (line 1, above) is not allowed in the computation of taxable income from mining operations.

662