

**1995**  
**Alaska Corporation**  
**Net Income Tax Return**



***State of Alaska***  
***Department of Revenue***

**State of Alaska  
DEPARTMENT OF REVENUE**

PO BOX 110420  
Juneau, Alaska 99811-0420  
(907) 465-2320

November 8, 1995

Dear Taxpayer:

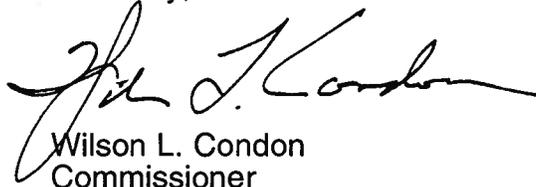
I am pleased to present the 1995 Alaska Corporation Net Income Tax Return filing package. This booklet contains forms necessary to file a 1995 corporation income tax return.

The instructions for the 1995 tax year have been reorganized and expanded in an effort to better assist you in preparing a complete and accurate return. The forms themselves have undergone significant changes designed to ease their use as well as to assist the department in efficiently processing your return. I appreciate your careful attention to these new forms and instructions.

Our goal is to continually improve service to the taxpayer. Any suggestions for further improvements may be sent to Supervisor, Corporate Compliance at the above address.

Thank you for your cooperation in filing a complete and accurate return.

Sincerely,



Wilson L. Condon  
Commissioner

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## IF YOU NEED HELP

If you have questions not addressed in these instructions, need additional information, or require other assistance, contact the department using the Electronic Bulletin Board service discussed on page 5, or by telephone at:

(907) 465-2320 Juneau  
(907) 269-6620 Anchorage

## CHANGES THIS YEAR

**Short Form 04-611SF:** The use of the short Form 04-611SF has been limited this year to non-affiliated taxpayers doing business solely in Alaska. Previously, affiliated taxpayers could use the short form if no member of the combined group had business activity outside of Alaska.

**Return Data:** A short set of yes or no questions has been added to page one. The questions are designed to assist taxpayers in filing accurately and enable the department to more efficiently process returns.

**Affiliated Taxpayer Data:** Schedule B of the standard Form 04-611 has been redesigned. Prior to 1995, taxpayers were asked to attach a listing of affiliated taxpayers. This year, the listing has been placed in the return on Schedule B together with a shortened group of taxpayer information questions.

**Federal Return Requirement:** Taxpayers whose federal Form 1120 exceeds 50 pages are required to submit only specified portions of the federal return.

**Inactive Corporation Reports:** Information reports of corporations registered to do business in Alaska, but without taxable activity in Alaska may now be made on Schedule B of the return of an affiliated taxpayer.

## AVOID COMMON MISTAKES

To facilitate the processing of your return, be sure to do the following:

1. Accurately complete all "RETURN DATA" questions on page one. You must know the answers to these questions to file accurately. We need this data to process the returns efficiently. Do not assume that because the corporation filed using the short form in 1994, that it is eligible to use the short form in 1995.

2. Unless the corporation changed its name, enter the name as it appeared in the prior return. If this is a consolidated return, see specific instructions regarding taxpayer identification. If the name on this return is different from the name reported on the prior return, complete question 4 of Schedule B (Form 04-611 only).

3. Use the correct form and schedules. Non-affiliated corporations operating solely in Alaska may use the short Form 04-611SF. Non-affiliated corporations with business activity outside of Alaska must use the standard Form 04-611 and complete Schedule H - Non-affiliated. All other corporations must use the standard Form 04-611 and complete Schedule H - Water's Edge.

4. If this taxpayer and one or more other Alaska taxpayers are included in a consolidated federal return, those same corporations must file a consolidated Alaska return. If the federal common parent is not an Alaska taxpayer, identify the common parent on Schedule B, question 2.

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5. The water's edge combined reporting method is mandatory in Alaska. Do not file using a world-wide combined report.
6. Attach a copy of the actual, signed federal income tax return of the taxpayer. Do not attach a proforma return. Send only the portions of the 1120 specified in the instructions if the 1120 exceeds 50 pages.
7. If you refer to schedules or attachments, be sure that they are attached to the return, are properly referenced, and show the totals reported on the form.
8. Complete all taxpayer data on page one and all affiliate taxpayer data on Schedule B (standard Form 04-611 only). Refer to instructions for assistance in finding Alaska Commerce ID#'s and Alaska Business License #'s.
9. Provide the name and phone number of a contact person who can answer any question that we may have regarding the return.
10. To avoid interest and penalties, pay any tax due within two and one-half months of the tax year-end and file the return within thirty days of the due date for the federal return.

## GENERAL INSTRUCTIONS

### I. BASIC FILING PROCEDURES

#### WHO MUST FILE.

Every corporation having taxable nexus with the state must file an Alaska Corporation Net Income Tax Return. Taxable nexus, sometimes referred to as "doing business" within the state, is the act of conducting business activity within the state that is not protected under Public Law 86-272. Taxable nexus may exist as a result of a corporation's direct activity, the activity of its employees, agents, or through its interest in a partnership or limited liability company. Taxable nexus may include, but is not limited to:

- a. Owning or using property in the state, including leased or mobile property;
- b. Presence of employees in the state for business purposes;
- c. Making sales into the state; or
- d. The generation of income from sources within the state without regard to whether there is a physical presence in the state. In addition, Alaska requires that a corporation

registered to do business in the state must file a return even if it was inactive in Alaska for the entire tax year.

#### WHICH FORM TO USE

Form 04-611 is the standard Alaska Corporation Net Income Tax Return form designed to accommodate any taxpayer including the most complex filing under the water's edge method. The standard form must be used whenever the taxpayer 1) has taxable nexus or business activity outside of Alaska, or 2) is a member of an affiliated group.

The short form, Form 04-611SF, is designed for taxpayers with less complex filing requirements. The short form is available to taxpayers that 1) conduct business only in Alaska, and 2) are not a member of an affiliated group.

#### AFFILIATED GROUP DEFINED

An affiliated group is a group of corporations in which 50% or more of the voting stock of each member of the group is directly or indirectly owned by one or more corporate or non-corporate common owner(s), or by one or more of the members of the group.

#### SMALL BUSINESS CORPORATION (S CORPORATION)

An S Corporation doing business in Alaska is required to file an Alaska return. Generally, an S Corporation will satisfy its filing requirement by filing the applicable Form 04-611 (pages 1 and 2) or 04-611SF (page 1) with the S Corporation box on page one checked. Alaska does not impose a tax on pass-through items of income or loss of an S Corporation. Schedule A lines 1-20 need not be completed unless a corporate level tax is applicable. Attach a copy of pages 1 through 4 of the federal Form 1120S, and Form 7004 if applicable.

Alaska imposes both the federal excess net passive income tax and the corporate level tax on built-in gains. If corporate level taxes are imposed, attach copies of the schedules and forms calculating the federal tax and the Alaska tax calculation. Where corporate level taxes are imposed on an S Corporation doing business both within and outside Alaska, complete the standard form including Schedules A, D, H, and I.

#### PARTNERSHIP

A partnership doing business in the state with one or more corporate partners must file an information return. To file, submit the

following portions of the partnership's federal return, Form 1065:

- 1) A copy of the signed Form 1065 pages 1 through 4 with "Alaska" marked at the top of page one.
- 2) A copy of Schedule K-1 for each corporate partner only.

#### LIMITED LIABILITY COMPANY

An LLC doing business in the state must file an Alaska return consistent with its federal tax status. If the LLC is characterized as a corporation for federal income tax purposes, the LLC must file a return in accordance with the instructions applicable to corporations. An LLC with corporate member(s), that is characterized as a partnership for federal income tax purposes must follow the instructions applicable to partnerships with corporate partners. An LLC taxable as a partnership, but which has no corporate members is not required to file a return or report.

#### INACTIVE CORPORATION

A corporation with no business activity in Alaska and no income from Alaska sources must file an information report if it is registered with the Alaska Department of Commerce and Economic Development and/or has an Alaska business license. This requirement may be satisfied in one of two ways:

- 1) If the corporation is affiliated with an Alaska taxpayer, this reporting requirement may be satisfied by reporting the inactive corporation on Schedule B, question #1 of the affiliated taxpayer's return. If so, do not check "Yes" for "information report of an inactive corporation" on page one of Form 04-611 of the active taxpayer's return.
- 2) To report separately, complete Form 04-611 or 04-611SF page one only and check "Yes" for "information report of an inactive corporation." Schedules A through I need not be completed. No other attachments are required.

Note: The filing of an information report for an inactive corporation does not constitute the filing of a return.

#### EXEMPT ORGANIZATION

An exempt organization is subject to the Alaska Corporation Net Income Tax to the same extent it is subject to federal taxation. To file, submit copies of the signed Form 990 or 990-PF with "Alaska" marked on the

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top of page one. If a federal tax is imposed, complete Form 04-611 or 04-611SF reporting the taxable income and calculating the tax. Attach copies of Forms 990-T or 1120-POL, etc.

## WATER'S EDGE FILING

A corporation that is a member of an affiliated group must file using the water's edge method of reporting. The use of the water's edge combined method is required by Alaska; it is not elective as with some other states. Use Form 04-611 and complete Schedule H - Water's Edge. Refer to instructions for the water's edge method of reporting.

## FILING A CONSOLIDATED RETURN

Two or more Alaska taxpayers included in the same federal consolidated return must file a consolidated Alaska return. Affiliated taxpayers which are not included in the same federal consolidated return may elect to file a consolidated Alaska return. The election is binding for all future tax periods unless revoked with the consent of the Commissioner. If an elective consolidated return is filed, it must include all taxpayers in the affiliated group. All members of a consolidated Alaska return must share the same accounting period. Where two or more affiliated taxpayers have different accounting periods, Alaska consolidation is limited to taxpayers within the federal consolidated group. For this purpose, a taxpayer using a 52-53 week year will meet this uniform annual accounting period requirement if it conforms to the requirements of federal income tax regulation Section 1.1502-76.

## COMPLETE FORM 1120

A corporation must provide a complete copy of the signed federal income tax return (Form 1120, 1120S, 990-T, etc.) which includes the corporation(s) filing the Alaska return. The copy must be of the return **actually filed** with the Internal Revenue Service for the same taxable year. If the federal return of the taxpayer was part of a consolidated return, submit a copy of the consolidated federal return in which the taxpayer was included. Affiliated taxpayers electing to file an Alaska consolidated return must include a complete copy of each federal income tax return of those corporations filing the Alaska return. **A proforma return will not fulfill this requirement. Failure to provide the required federal return(s) will result in the Alaska return being deemed incomplete.**

Note: If the federal return(s) exceeds 50 pages, a corporation must submit the following portions of the required federal return(s) in lieu of the entire federal return:

1. A copy of pages 1 through 4 of federal Form 1120, 1120S, 1120F, etc. for the tax year. Attach copies of schedules and attachments filed in response to questions 3 and 5 of Form 1120, Schedule K.
2. Credits: If claimed on the Alaska return, include copies of Form 3800, along with applicable Forms 3468, 5884, 6478, 6765, 8586, 8830, 8826, and supporting schedules.
3. Other Taxes: Form 4626 along with supporting schedules and/or attachments. Include Form 8827 with supporting schedules and attachments if applicable.
4. Extension: Form 7004 if applicable. Indicate on page one if a federal extension is in effect for the taxpayer(s).
5. Where a consolidated federal return is filed, attach copies of the schedule(s) prepared for the computation of consolidated taxable income. The schedules must show the separate taxable incomes for each member of the federal consolidated group along with the consolidating eliminations and adjustments made to arrive at consolidated taxable income.
6. Disclosure forms and statements under IRC 6662.

## II. WATER'S EDGE COMBINED REPORTS

### COMBINED REPORT

Whenever two or more corporations are engaged in a unitary business conducted within and outside Alaska, the members of the unitary group that are Alaska taxpayers must apportion the combined income of the group to measure their Alaska taxable income.

### WATER'S EDGE METHOD OF REPORTING

A corporation's water's edge report generally combines only those members of the worldwide unitary group that 1) have taxable nexus with Alaska, or 2) have a significant connection to, or presence in, the United States. In general, a water's edge group consists of all members of the unitary group that have a U.S. average factor of at least 20%. To construct the water's edge combined group of a taxpayer, start with the taxpayer's worldwide affiliated group, remove non-unitary affiliates, then remove unitary affiliates that have less than 20% average U.S. factors.

A corporation with taxable nexus in Alaska, but which does not have 20% or greater average U.S. factors, must file a return using the water's edge method of reporting in which it is combined with all members of the unitary group with 20% or greater U.S. factors. However, that taxpayer is not included in the return of the water's edge combined group of any affiliated taxpayers because its average U.S. factors are less than 20%.

With respect to transactions between members of the water's edge combined group, intergroup profits should be eliminated from beginning and ending inventories. Intergroup gains and losses are, in general, deferred as they would be under similar circumstances in a federal consolidated return that is composed of the water's edge group. Intercompany profits between members of the water's edge combined group and affiliates outside the water's edge combined group are not eliminated even though they may be deferred for financial accounting or federal income tax purposes.

## UNITARY GROUP OR UNITARY BUSINESS

A business is unitary if the entities involved are under common direction (formal or informal) and activities within and without the state are contributory and complementary in nature such that profits of the group are inextricably related. Tests of unitary determination include functional integration, centralized management, and economies of scale.

Determination of whether the activities constitute a unitary trade or business depends on the facts of each case. The following factors are considered to be indications of a unitary trade or business, and the presence of **any** of these factors creates a presumption that the activities constitute a single trade or business. 15 AAC 19.021

1. **Same type of business.** Corporations are generally engaged in a unitary trade or business when the activities are in the same general line of business. For example, corporations that operate a chain of retail grocery stores are almost always engaged in a unitary business.

2. **Steps in a vertical process.** Corporations are engaged in a unitary trade or business when engaged in different steps in a vertically structured enterprise. For example, corporations that explore for and mine copper ores, concentrate, smelt and refine the copper ores, and fabricate the

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refined copper into consumer products are engaged in a unitary trade or business regardless of the fact that the various steps in the process are operated substantially independently of each other and with only general supervision from the executive offices.

3. **Strong centralized management.** Corporations that might otherwise be considered as engaged in more than one trade or business are engaged in one unitary trade or business when there is a strong centralized management. Some indications of a strong centralized management are: (a) the existence of centralized departments that perform the normal functions that a truly independent business would perform for itself, such as accounting, personnel, insurance, legal, purchasing, advertising or financing; or (b) centralized executive officers who are involved in planning, operations or coordination.

## ALLOCATION AND APPORTIONMENT OF INCOME

A non-affiliated taxpayer with business income attributable to sources within and outside Alaska must apportion such income. Similarly, an affiliated taxpayer must apportion the business income of its water's edge group if the group has business income attributable to sources within and outside Alaska. To calculate the apportionment percentage, use Schedule I - Apportionment Factor Summary and Computation.

**Apportionment** generally refers to the division of business income among states by the use of an apportionment formula.

**Allocation** generally refers to the assignment of nonbusiness income to a particular state.

**Business income** is income arising from transactions and activities in the regular course of the corporation's trade or business. In general, all transactions and activities of the corporation that are dependent on or contribute to the operations of the corporation's economic activities as a whole generate business income.

**Non-business income** is all income other than business income.

## PREPARING A CONSOLIDATED RETURN

Two or more Alaska taxpayers in the same affiliated group may elect to, or be required to, file a consolidated Alaska return [see "FILING A CONSOLIDATED RETURN"].

Each taxpayer is required to determine its taxable income using the water's edge combined method of reporting. The taxable incomes of each taxpayer are then consolidated to comprise the consolidated Alaska return.

The water's edge group for each taxpayer within the consolidated group is determined by reference to the individual taxpayer corporation. However, two or more taxpayers joining in a consolidated return may have an identical water's edge group. Where two or more members of the Alaska consolidated group share an identical water's edge combined group, single Schedules B through I (as applicable) are appropriate for those taxpayers if supplemented by schedules segregating the amounts by taxpayer. **Separate schedules B through I (as applicable) are required for each unique water's edge combined group.** Unique water's edge groups will exist for each distinct unitary group represented in the consolidated return. Unique water's edge groups may also exist within a single unitary group where one taxpayer has less than 20% average U.S. factors and is excluded from the water's edge group of every other taxpayer within that unitary group.

The exception to the above is Schedule D which, in order to calculate the tax liability of the consolidated group, must be a single schedule with the combined taxable incomes of the entire consolidated group. If more than one unique water's edge combined group is included in the return, calculate Schedule D, column A, lines 1 through 5 separately for each group. Enter the sum of the separately calculated amounts on lines 1-5 of Schedule D, and complete the remainder of Schedule D.

## COMBINED AFFILIATES HAVING DIFFERENT ACCOUNTING PERIODS

The income of all affiliates included in a combined report must be determined on the basis of the same accounting period. Generally, the accounting period used in the return should be that of the common parent. Where no common parent exists, the income of the combined affiliates should be determined on the basis of the taxpayer's annual accounting period.

Generally, when it is necessary to convert an affiliate to the annual accounting period of the taxpayer, an interim closing of the books should be made for the members whose accounting period differs from the common

parent and/or taxpayer. If no substantial misstatement of income results, a pro-rata conversion may be used.

## III. OTHER GENERAL INSTRUCTIONS

### RETURN DUE DATE

The Alaska return must be filed within thirty days of the date on which the corporation's federal income tax return is required to be filed.

### EXTENSION OF TIME TO FILE

A federal extension automatically extends the Alaska filing due date to 30 days after the federal extended due date. AS 43.20.030(a). Be sure to attach a copy of your federal extension to your Alaska return. **An extension of time to file is not an extension of time to pay.**

### PAYMENT DUE DATE

Full payment of the Alaska tax must be made on or before the 15th day of the third month after the close of the tax year. See instructions for payment of tax below.

### WHERE TO SEND THE RETURN

Mail the return with attachments to:  
Alaska Department of Revenue  
PO Box 110420  
Juneau, AK 99811-0420.

### WHO MUST SIGN

The return must be signed by an authorized officer of the corporation.

### ESTIMATED TAX

Payment of estimated tax is required as provided under IRC Sec. 6655. For payments other than wire transfer payments, payment must be accompanied by an Alaska Form 04-711. A corporation that fails to pay the proper estimated tax when due will be subject to an underpayment penalty for the period of underpayment. If estimated tax was underpaid, complete and attach Form 04-708 Alaska Underpayment of Estimated Tax.

### PAYMENT OF TAX

Payment must be made to the Alaska Department of Revenue, PO Box 110420, Juneau, AK 99811-0420. Payment should be submitted with the appropriate return or Form 04-711, and must be identified by name, address, tax year and federal employer identification number.

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## LARGE PAYMENTS

Where an estimated tax payment is \$100,000 or greater, or where a payment with a return is \$150,000 or greater, the payment must be made by wire transfer.

Notify the State of Alaska, Treasury Division by facsimile at (907) 465-4019 regarding the particulars of the transfer **the day before** the wire transfer is to be made.

Wire payments to:

State Street Bank & Trust Company  
Boston, Massachusetts  
ABA #011000028  
For Credit to the State of Alaska  
General Investment Fund, AY01  
Account #00657189  
Attention: Kim Chan, Public Funds

Contact the Alaska Department of Revenue's Treasury Division at the following address if additional information is required:

Deborah Idone, Accountant or  
Vern Voss, Cash Manager &  
Investment Officer  
Alaska Department of Revenue  
Treasury Division  
PO Box 110406  
Juneau, AK 99811-0406  
Telephone (907) 465-2360

Provide a contact number in advance to the Treasury Division if confirmation is desired.

## ALASKA INTEREST RATES ON TAX DUE

June 16, 1976 - June 30, 1982:

8% per annum, simple interest

July 1, 1982 - October 30, 1991:

12% per annum, simple interest

October 31, 1991 to present:

11% per annum, compounded quarterly.

## AMENDED RETURNS

A corporation may amend a prior year return by using Form 04-611X. If the federal return was also amended, a complete copy must be attached. An amended Alaska return is required if the federal return is amended.

## ADJUSTMENTS TO FEDERAL INCOME TAX LIABILITY

A corporation is required to report any alteration in, or modification of, the taxpayer's federal income tax return and of a recomputation of tax or determination of deficiency, whether with or without assessment. The amended return must be filed with full payment of any additional

Alaska tax within 60 days after the final determination of the federal adjustment to avoid assessment of penalty for failure to file or pay. If the date that the adjustment is finalized is later than the date on IRS Form 4549 or 4549A, the reason must be satisfactorily explained in order to avoid assessment of the penalty for failure to file or pay. An alteration to the taxpayer's federal income tax return includes any alteration to the return of any member of the combined group of the taxpayer.

Note: The taxpayer's obligation to report and pay additional tax resulting from adjustments to federal income tax liability is not affected by the expiration of the statute of limitations period for audit and assessment of a taxpayer's original Alaska Corporation Net Income Tax Return.

## LATE FILING OF RETURN

A corporation that does not file its return by the due date, including extension, is subject to a failure to file penalty of 5% of the unpaid tax for each 30 day period or portion of a period the return is late, up to a maximum of 25%. The penalty will not be imposed if the failure to file was due to reasonable cause.

## LATE PAYMENT OF TAX

A corporation that does not pay the full amount of tax due within 2-1/2 months after the close of the tax year is subject to a failure to pay penalty of 5% of the unpaid tax for each 30 day period or portion of a period the payment is late, up to a maximum of 25%. If during any period or portion of a period, both the failure to file and failure to pay penalties are applicable, only the failure to file penalty is imposed.

## ELECTRONIC BULLETIN BOARD / INTERNET SERVICE

Current tax forms, statutes, regulations, notices, and the division's phone directory are available through the telephone modem bulletin board service.

Bulletin board service is available 24 hours a day by dialing (907) 465-5261. Set your communications software to eight data bits, one-stop bits, no parity and full duplex. Set your baud rate to 9600. Download protocol can be ASCII, Xmodem, XmodemCRC, or Modem-K. Log on using your telephone number and select the item you wish to read or download. Follow the instructions on the screen. There is a one hour time limit per dial-in. Uploading is not available; however, you may leave a message for a telephone response. If you need assistance, call (907)

465-2669 during business hours. Our home page internet address is:

<http://www.revenue.state.ak.us/iea/forms>

## DISCLAIMER AS TO FEDERAL CHANGES

At the time that this return was drafted, 1995 U.S. Corporation Income Tax Return forms were not yet available. Therefore, references to lines and schedules on federal forms may not be accurate. Nothing in these instructions or associated forms should be read to conflict with Alaska statutes or regulations.

## SPECIFIC INSTRUCTIONS FORM 04-611

These instructions are generally applicable to the standard Form 04-611, but may be applicable to the Short Form 04-611SF as specified. Instructions specific to the Short Form 04-611SF follow the standard Form 04-611 instructions.

## TAXPAYER IDENTIFICATION

Enter the name and federal EIN of the taxpayer. If this is a consolidated Alaska return, enter the name and federal EIN of one taxpayer included in the consolidated filing. If the common parent of the federal consolidated group is an Alaska taxpayer included in this return, use its name and EIN. Otherwise select the taxpayer corporation with the largest Alaska presence. Continue to use that name and EIN for subsequent tax periods until the taxpayer leaves the Alaska consolidated group or the common parent becomes an Alaska taxpayer. If this taxpayer or consolidated group has previously filed under the name and EIN of a non-nexus common parent, change the designated taxpayer according to these instructions and complete Schedule B, question 4.

## CONTACT PERSON

Provide the name and telephone number of an individual to whom correspondence regarding this return should be directed.

## ALASKA COMMERCE ID#

Enter the taxpayer's Alaska Department of Commerce Corporation File Number which can be found on the corporation's biennial report, Alaska Certificate of Incorporation, Certificate of Authority, or reported on a Non-Resident Affidavit.

## RETURN DATA (Form 04-611 only)

Complete each question in the boxes as follows:

# INSTRUCTIONS

**Question #1:** A federal extension automatically extends the Alaska filing due date. If a federal extension is in effect for the taxpayer(s), check "yes" here and attach a copy of Form 7004 to the return.

**Question #2:** DO NOT check "yes" if the return is for an active taxpayer with inactive affiliates reporting on Schedule B, question #1. [See "INACTIVE CORPORATION"] in the General Instructions for reporting requirements.

**Question #3:** Check "yes" if this corporation is not a member of an affiliated group and does not have business activity outside the state of Alaska. See General Instructions for the definition of an affiliated group. If you check "yes", you are encouraged to use the Short Form 04-611SF.

**Question #4:** Refer to General Instructions. If this is a combined return, check "yes" and complete Schedule B, question #1.

**Question #5:** Check "yes" if this is a consolidated return, and complete Schedule B, question #1. Do not check "yes" if this is a return of a single Alaska taxpayer that is included in a consolidated federal return.

## SCHEDULE A NET INCOME TAX SUMMARY

**Line 2, Alaska net operating loss deduction.** Enter the taxpayer's Alaska net operating loss carry forward. Do not enter the federal net operating loss deduction. The Alaska net operating loss deduction may differ from the federal net operating loss as a result of state adjustments to federal taxable income, differences between federal consolidated group and the water's edge combined group, and the amount of income or loss apportioned to other states. Attach a schedule showing, by year, when the net operating loss was generated and applied.

In general, the application of an Alaska net operating loss is governed by applicable Internal Revenue Code provisions.

**Line 8, Incentive Credits:** Include on line 8 the following Alaska specific incentive credits if applicable:

**Special Industrial Incentive Investment Tax Credit** (Gas processing project or mining project investment tax credit): Enter the amount of credit claimed under AS 43.20.042 limited to 60% of the Total Tax on line 7.

**Exploration Incentive Credit:** Enter the credit allowable against your corporate net income tax from Form 04-665. The credit may not exceed 50% of the corporation's mining license tax.

**Oil and Gas Exploration Incentive Credit:** Enter the amount of credit extended under AS 41.09.010(a) to be applied against your corporate income tax, limited to your Total Tax from line 7 less any Special Industrial Incentive Investment Tax Credits, Exploration Incentive Credits (Minerals), or Alaska Education Tax Credits claimed on lines 8 and 9. Attach a copy of your credit extension(s) from the Commissioner of Natural Resources and specify the application of credit(s) to any other approved applications under AS 41.09.010(b).

**Lines 14 - 17, Penalties and interest:** Refer to General Instructions.

## SCHEDULE B TAXPAYER INFORMATION (Form 04-611 only)

**Question #1, Affiliated Taxpayer Information.** This schedule must be completed if the taxpayer is a member of an affiliated group. List each member of the affiliated group that had taxable nexus with Alaska during the year. Report all affiliates having nexus with Alaska whether or not the affiliate is included in this return or is a member of the same unitary group as the taxpayer. List the taxpayer shown on page one as taxpayer number 1. Sequentially number each listed corporation.

**Columns (c) and (d):** The Alaska Department of Commerce Corporation File Number and Business License Numbers may be found on the corporation's biennial report, Alaska Certificate of Incorporation, Certificate of Authority, or reported on a Non-Resident Affidavit.

**Column (e), Unitary group number:** If the taxpayers of the affiliated group belong to more than one unitary group, starting with #1, enter a unique numeric identifier for each separate unitary group, 1,2,3...etc. If the taxpayers belong to a single unitary group, enter 1.

**Column (f), Is this an inactive corporation report?:** See General Instructions for inactive corporations registered to do business in Alaska. If you are making a report of an inactive affiliate registered to do business in Alaska, indicate "Yes" or "Y" in this column and complete all other columns

(a) through (j). Do not check "yes" for question #2 on page one. Complete columns (a)-(e) and (g)-(j) as if the corporations were an Alaska taxpayer. Note: The filing of an information report for an inactive corporation does not constitute the filing of a return.

If you need additional space to report all taxpayers and inactive affiliates, use additional copies of Schedule B or a schedule in compatible format.

## SCHEDULE C - TAX PAYMENT RECORD

Enter the dates and amounts of estimated tax payments made for the tax year. The "Tentative Tax" is the tax payment related to extended returns. If a payment was made under a name and EIN different from the taxpayer shown on page one, identify the payor by entering in the margin to the right of the payment amount the taxpayer number corresponding to the payor from Schedule B, question #1. Total payments must equal Schedule A, line 11.

## SCHEDULE D ALASKA TAX CALCULATION (Form 04-611 only)

All taxpayers with taxable income must complete Schedule D, column B. Complete column A of Schedule D only if the Alaska net income from the applicable Schedule H includes a net long term capital gain. Enter in line 2, column A, only the net long term capital gain included in apportionable income from Schedule H - Water's Edge, line 9, or Schedule H - Non-affiliated, line 5. Do not include any non-business gains that were allocated to other states. Enter any non-business long term capital gains allocated to Alaska directly on line 4 along with any apportioned gains from lines 2 and 3.

**Consolidated returns:** Submit a single Schedule D for the consolidated group and attach a schedule showing the tax for each taxpayer corporation. The effect of the graduated rates should be allocated between taxpayers based upon their relative taxable incomes. [See General Instructions "PREPARING A CONSOLIDATED RETURN"].

## SCHEDULE E - OTHER TAXES (Form 04-611 only)

**Lines 2 and 3, Alternative Minimum Tax (AMT) and Environmental Tax:** Include on lines 2 and 3 the amount of the federal tax that is applicable to Alaska. If the taxpayer does not file a federal consolidated return, or if the federal consolidated return group is

# I N S T R U C T I O N S

wholly included in the water's edge combined group, enter the federal tax from Form 4626 in column A.

If the federal consolidated return includes companies not included in the water's edge combined group, then the federal AMT and Environmental tax must be attributed based upon only those companies included in the water's edge combined group. Attach schedule(s) showing the computation.

## **SCHEDULE H - COMPUTATION OF ALASKA INCOME (Form 04-611 only)**

Schedule H - Water's Edge is required to be completed by taxpayers that are members of an affiliated group irrespective of business activity situs. A taxpayer that is not affiliated with another corporation, but which has business activity both within and outside Alaska, must complete Schedule H - Non-affiliated on page 6 of Form 04-611. Non-affiliated taxpayers that do not have business activity outside of the state may use the standard Form 04-611 and complete Schedule H - Non-affiliated. However, these taxpayers are encouraged to use the Short Form 04-611SF.

## **SCHEDULE H - WATER'S EDGE COMPUTATION OF ALASKA INCOME**

Schedule H - Water's Edge requires the disclosure of the income of both the worldwide unitary group along with any non-unitary members of the federal consolidated group in lines 1 and 2. Non-unitary and non-water's edge affiliates are then backed out at line 4. **DO NOT** omit disclosure of the income of non-unitary members of the federal consolidated group or non-water's edge members of the worldwide unitary group.

**Line 1:** Enter the income or (loss) from line 28 of the federal income tax return of the taxpayer. This should agree to the federal return required to be attached. If this is a consolidated Alaska return, enter line 28 from the federal return that includes the taxpayer named on page one of this return. Note: For consolidated federal return filers, enter line 28 of the federal consolidated return here on line 1.

**Line 2(a):** Enter the amount reported on line 28 of the federal tax return(s) of all domestic corporations that are members of the taxpayer's worldwide unitary group but that are not included in line 1.

**Line 2(e):** Enter the foreign sales corporation's profit including federally exempt foreign trade income and allowing for deductions attributable to exempt foreign trade income.

**Line 2(f):** Make or reverse adjustments necessary to reflect intercompany profit on transactions between corporations within and outside of the water's edge combined group only. Reverse end of year intercompany profit eliminations between corporations within and outside of the water's edge group to the extent they are included in the measure of income reported on lines 1 through 2(e). Reverse beginning of year intercompany profits on transactions between corporations within the water's edge combined group to the extent they were not reversed in the measure of income reported on lines 1 through 2(e). See instructions for line 4(f).

**Line 4(a):** Enter the federal taxable income before special deductions of corporations included in lines 1 and 2(a) that are not in the unitary group of the taxpayer(s) represented on this Schedule H - Water's Edge.

**Line 4(d):** Enter the foreign dividend gross-up included in the federal taxable income of members of the water's edge group to the extent not excluded in line 4(c).

**Line 4(f):** Make or reverse adjustments necessary to reflect intercompany profit on transactions between corporations within and outside of the water's edge combined group. Reverse beginning of year intercompany profit eliminations between corporations within and outside of the water's edge group to the extent they are included in lines 1 through 4(e). Eliminate end of year intercompany profits on transactions between corporations within the water's edge combined group to the extent included in the measure of income reported on lines 1 through 4(e). See instructions for line 2(f).

**Lines 6 and 8, Modifications:** Enter on lines 6 and 8, the additions and subtractions necessary to arrive at the apportionable income of the water's edge combined group. These modifications are limited to items of income or deduction of members of the water's edge group that are included in line 5 of this schedule.

**Line 6(c):** Enter the amount(s) if any, of other state specific additions to federal taxable income in reaching apportionable income. Provide a detailed schedule of any

modifications by company and by category of modification. Qualified contributions for which an Alaska Education Credit is claimed (Schedule G, line 1) should be reported here.

**Line 8(b):** Enter any non-business income or (loss) claimed and attach detailed schedules by payee, payor, and category of income.

**Line 8(e):** Enter the amount of any other state specific subtractions to federal taxable income in reaching apportionable income. Provide a detailed schedule of any modifications by company and category of modification.

**Line 12:** Enter non-business income or (loss) allocated to Alaska and attach detailed schedules by payee, payor, and category of income.

## **SCHEDULE H - NON- AFFILIATED COMPUTATION OF ALASKA INCOME**

Only non-affiliated corporations may use this schedule. See General Instructions for the definition of an affiliated group. A non-affiliated corporation that has business activity solely within Alaska is encouraged to use the short form, Form 04-611SF.

**Line 1:** Enter the amount from line 28 of the federal return.

**Line 2(a):** Enter the amount of taxes based on or measured by net income that are deducted in the federal return.

**Line 2(b):** Enter the amount of expenses deducted in the federal return that were incurred to produce income reported on line 4(c).

**Line 2(c):** Enter any other state-specific additions to federal taxable income in reaching apportionable income. Provide a detailed schedule of modifications by category. Qualified contributions for which an Alaska Education Credit is claimed (Schedule G, line 1) should be reported here.

**Line 4(c):** Enter non-business income or (loss) claimed and attach detailed schedules by payor, and category of income.

**Line 4(d):** Enter other state-specific subtractions to federal taxable income in reaching apportionable income. Provide a detailed schedule of modifications by category.

# INSTRUCTIONS

**Line 8:** Enter non-business income or (loss) allocated to Alaska and attach detailed schedules by payor, and category of income.

## SCHEDULE I - APPORTIONMENT FACTOR (Form 04-611 only)

Schedule I, including Parts 1, 2, and 3 must be completed by taxpayers with business activity both within and outside of Alaska. Complete the detail for individual factors in parts 1, 2, and 3 to generate the values summarized on page 6 of this form.

**Water's Edge Returns:** Note that Schedule I, Parts 1, 2, and 3 are coordinated with Schedule H - Water's Edge. Detail lines are designated (a) Consolidated, and (b) Unitary Non-consolidated. Enter on the consolidated lines the factor values of the corporation(s) reported on line 1 of Schedule H - Water's Edge or Schedule H - Non-affiliated. Thus, Part 1, line 1(a) will reflect the inventories of the entire federal consolidated group if the taxpayer is included in a consolidated group. Enter the factor values for all other affiliates in the worldwide unitary group on the unitary non-consolidated lines. At the end of each factor detail schedule, the non-unitary consolidated affiliate and non-water's edge affiliate values are backed out of the total to arrive at the factor value for the water's edge group. **DO NOT** combine consolidated and unitary non-consolidated affiliates on a single line. **DO NOT** omit any unitary or consolidated affiliate from the determination of the "SUBTOTAL" values. **DO NOT** omit disclosure of non-unitary consolidated affiliates or non-water's edge affiliates factor values in calculating the water's edge group values.

**Non-affiliated taxpayers:** Enter the corporations factor values in the "Consolidated" lines of Schedule I, Parts 1, 2, and 3.

**Property Factor:** See 15 AAC 19.141-.202. The property factor is a fraction, the numerator of which is the value of real and tangible personal property owned or rented and used within Alaska during the tax year to produce business income. The denominator is the value of all real and tangible personal property owned or rented and used to generate business income.

Property used in the production of non-business income is not included in the factor.

Owned property is valued at its original cost averaged over the tax year. In general,

original cost is the unadjusted basis for federal income tax purposes at the time of acquisition adjusted by subsequent additions, improvements, or partial dispositions. The average value of owned property is computed by averaging the property values at the beginning and end of the tax year. Rented property is valued at eight times the annual rents paid.

**Payroll Factor:** See 15 AAC 19.211-.241. The payroll factor is a fraction, the numerator of which is the compensation paid within Alaska during the tax year to produce business income. The denominator is the total compensation paid during the tax year to produce business income.

The term "compensation" means wages, salaries, commissions and any other form of remuneration paid directly to employees for personal services. Payments made to an independent contractor, or to any person not properly classified as an employee, are excluded.

**Sales Factor:** See 15 AAC 19.251-.302. The sales factor is a fraction, the numerator of which is the gross receipts derived during the tax year from transactions and activities attributable to Alaska in the regular course of the taxpayer's trade or business. The denominator is the total gross receipts derived during the tax year from transactions and activities in the regular course of the corporation's trade or business.

**Summary Schedule:** Enter on lines 1, 2, and 3 of the summary schedule, the within Alaska (column A) and everywhere (column B) factor values from Schedule I, Parts 1, 2, and 3. Divide column A amounts by column B and enter the result, rounded to the sixth decimal place in column C. Add column C lines 1, 2, and 3 and enter the result on line 4. Divide line 4 by the number of applicable factors (usually 3) and enter the result on line 5 rounded to the sixth decimal place. Note: If the corporation has both Alaska and everywhere factor values (columns A and B) of zero for any factor, disregard that factor and divide line 4 by the remaining number of factors and enter the result on line 5.

## SHORT FORM 04-611SF

The Short Form 04-611SF is available to non-affiliated corporations whose business activity is limited to Alaska. Corporations that are members of an affiliated group, or that have taxable nexus outside of Alaska, must file using the standard Form 04-611.

The Short Form 04-611SF instructions below are limited to those that are unique to the short form. Where the standard and short forms are compatible, refer to the appropriate instruction to the standard Form 04-611.

## RETURN DATA

**Question #1:** A federal extension automatically extends the Alaska filing due date. If a federal extension is in effect for the taxpayer, check yes here and attach a copy of Form 7004 to the return.

**Question #2:** [See "INACTIVE CORPORATIONS"] in the General Instructions for reporting requirements.

**Question #3:** Refer to Definition of an Affiliated Group on page 2 of the General Instructions.

**Question #4:** See discussion of "WHO MUST FILE" in the General Instructions. If the taxpayer has taxable nexus outside of Alaska, it is required to use the standard Form 04-611 and may not file using the short Form 04-611SF.

## SCHEDULE A - SF

**Line 6, Credits:** If the taxpayer is claiming general business credits, attach Schedule F page 4 of the standard Form 04-611 to this return. Enter 1.0 on Schedule F line 4 and complete the schedule.

**Line 9, Alaska Education Credit:** If the taxpayer is claiming an Alaska Education Credit, attach Schedule G from page 4 of the standard Form 04-611 to this return.

## SCHEDULE B - SF

**Line 1:** Enter the income or (loss) from line 28 of the taxpayer's federal income tax return.

**Line 2(a):** Enter the amount of taxes based on or measured by net income that are deducted in the federal return.

**Line 2(b):** Enter any other state-specific additions to federal taxable income in reaching Alaska taxable income. Provide a detailed schedule of modifications by category. Qualified contributions for which an Alaska Education Credit is claimed (Schedule G, line 1) should be reported here.

**Line 3(c):** Enter other state-specific subtractions to federal taxable income in reaching Alaska taxable income. Provide a detailed schedule of modifications by category.

**ALASKA CORPORATION NET INCOME TAX RETURN**

For the calendar year 1995 or the taxable year beginning \_\_\_\_\_, 1995 and ending \_\_\_\_\_, 19\_\_\_\_.

DEPT USE ONLY									

**RETURN DATA**

Yes No (Check Yes or No)

1. Is a federal extension in effect? If yes, attach copy of Form 7004.

2. Is this an information report for an inactive corporation? (see instructions)

3. Is this corporation a member of an affiliated group? If yes, you may not use this Short Form 04-611SF. You must use form 04-611.

4. Does this corporation have business activity (taxable nexus) outside of Alaska? If yes, you may not use this Short Form 04-611SF. You must use form 04-611.

Employer Identification Number		:							
Name (See specific instructions)									
Mailing Address									
City, State Zip Code									
Contact Person					Phone				
Alaska Commerce ID #			SIC			Alaska Business License #			

**Check applicable boxes:**

Final Alaska Return                       Exempt Organization (see instructions)

Change Address                               S-Corporation (Attach 1120S)

Limited Liability Company                 Homeowner Corporation (Attach 1120H)

**DUE DATE:** This return must be filed within 30 days after the federal return is required to be filed.

**Full payment** must be made on or before the 15th day of the third month following the close of the tax year. (Use forms 04-711 and 04-709 included with this return packet to make estimated and tentative tax payments.)

**AN EXTENSION TO FILE IS NOT AN EXTENSION TO PAY.**

A complete copy of the federal return that was filed with the Internal Revenue Service for the same taxable year must be provided to constitute a complete Alaska return. **A pro forma return does NOT fulfill this requirement.** See AS 43.20.030(d) and AS 43.05.220(a). For federal returns in excess of 50 pages, refer to instructions included in this booklet for filing requirements.

**SEND TO:** Alaska Department of Revenue, PO Box 110420, Juneau, Alaska 99811-0420

**SCHEDULE A-SF - NET INCOME TAX SUMMARY**

	DEPT USE ONLY	
1. Alaska income (loss) from Schedule B-SF .....	1	
2. Alaska net operating loss deduction. (attach schedule) .....	2	NL
3. Alaska taxable income. Subtract line 2 from line 1 .....	3	TI
4. Alaska income tax from Schedule D-SF, line 7 .....	4	TX
5. Other taxes from Schedule E-SF, line 5 .....	5	OT
6. Credits from Schedule F, line 17 (see instructions) .....	6	( ) CR
7. TOTAL TAX. Sum of lines 4, 5 and 6 .....	7	
8. Incentive Credits (see Specific Instructions) .....	8	( ) IC
9. Alaska Education Credit from Schedule G, line 4 (see instructions) .....	9	( ) EC
10. Net Alaska income tax (line 7, net of lines 8 and 9) .....	10	NT
11. Payments from Page 2, Schedule C-SF .....	11	PT
12. Tax due. If line 10 is larger than line 11, enter amount of tax owed .....	12	
13. Overpayment. If line 11 is larger than line 10, enter amount overpaid .....	13	
14. Penalty for underpayment of estimated tax. (Form 04-708, line 18, see instructions) .....	14	UP
15. Penalty for failure to file (see Specific Instructions) .....	15	PF
16. Penalty for failure to pay (see Specific Instructions) .....	16	PP
17. Interest (see instructions) .....	17	IN
18. Total amount due (overpaid). Line 12 plus lines 14-17, or line 13 less lines 14-17 .....	18	
19. Overpayment credited to 1996 estimated tax .....	19	CF
20. Refund (line 18 reduced by line 19) .....	20	RF

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.				DEPT USE ONLY	
Officer's Signature		Date	Title	CFWD	
Preparer's Signature		Date	Check if self-employed <input type="checkbox"/>	Preparer's social security number	
Firm's name (or yours if self-employed) and address			E.I. No.	REF	
			Zip Code	TE	
				DATE	

**SCHEDULE B - SF - ALASKA INCOME (LOSS)**

1. Federal taxable income, Form 1120, line 28 or Form 1120A, line 24, as actually filed .....
2. Additions: (a) All taxes based on or measured by net income .....
- (b) Other (Attach schedule) .....
- (c) Total additions. Add 2(a) and 2(b) .....
3. Subtractions: (a) Interest from obligations of the United States .....
- (b) Special deductions from Form 1120, Schedule C .....
- (c) Other (Attach schedule) .....
- (d) Total subtractions. Add 3(a) through 3(c) .....
4. Alaska income (loss). Add lines 1, 2(c) and 3(d). Enter here and on Schedule A, line 1 .....

	1	
2a		
2b		
	2c	
3a		
3b		
3c		
	3d	(                      )
	4	

**TAX RATE SCHEDULE (AS 43.20.011)**

(1) AT LEAST	(2) BUT LESS THAN	(3) YOUR TAX IS	(4) PLUS	(5) OF THE AMOUNT OVER
-0-	10,000	-0-	1%	-0-
10,000	20,000	100	2%	10,000
20,000	30,000	300	3%	20,000
30,000	40,000	600	4%	30,000
40,000	50,000	1,000	5%	40,000
50,000	60,000	1,500	6%	50,000
60,000	70,000	2,100	7%	60,000
70,000	80,000	2,800	8%	70,000
80,000	90,000	3,600	9%	80,000
90,000 or MORE		4,500	9.4%	90,000

**SCHEDULE C - SF  
ESTIMATED TAX PAYMENT RECORD**

ESTIMATED PAYMENTS	DATE	
(1)	04-711	
(2)	04-711	
(3)	04-711	
(4)	04-711	
TENTATIVE TAX 04-709		
OVERPAYMENT FROM PRIOR YEAR		
LESS: QUICK REFUND (FORM 4466)		(                      )
<b>TOTAL PAYMENTS - To Schedule A Line 11</b>		<b>\$</b>

**SCHEDULE D - SF - ALASKA TAX COMPUTATIONS**

(Compute alternative tax in column A. Compute regular tax in column B. Alaska tax is the lesser of the two.)

1. Alaska taxable income from Schedule A, line 3 .....
2. Net capital gain from form 1120, Schedule D .....
3. Ordinary income. Subtract line 2 from line 1.  
If less than zero, enter zero .....
4. To compute the tax on ordinary income, apply the amount on line 3 to the Tax Rate Schedule  
Tax from Tax Rate Schedule .....
5. Tax on net capital gains. Multiply line 2 by 4.5% .....
6. Alaska income tax. Add lines 4 and 5 .....
7. Enter the lesser of line 6, column A or B here and on Schedule A, line 4 .....

	A	B
1		
2		
3		
4		
5		
6		
7		

**SCHEDULE E - SF - OTHER TAXES (AS 43.20.021)**

	A		B
1. Personal Holding Company tax from federal form 1120 PH .....	1a	x 12.6%	1b
2. Alternative minimum tax from federal form 4626 .....	2a	x 18%	2b
3. Federal environmental tax from federal form 4626 .....	3a	x 18%	3b
4. Other federal taxes (attach schedule) .....	4a	x 18%	4b
5. Total other taxes. Add lines 1 through 4 enter here and on Schedule A, Line 5 .....			5

<p>If this is the first return, indicate whether:</p> <p><input type="checkbox"/> New business</p> <p><input type="checkbox"/> Successor to previously existing business</p>	<p>Enter name, address and federal EIN of previous business:</p> <p>_____</p> <p>_____</p> <p>_____</p>
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# SCHEDULE B - TAXPAYER INFORMATION

**1. Affiliated Taxpayer Information.** Complete the following information for all Alaska taxpayers included in the affiliated group of the taxpayer(s):  
Use this form to satisfy information reporting requirements of affiliated corporations registered to do business in Alaska and which have no business activity in the state.

No.	(a) Name and Address of Each Corporation (Attach schedule if additional space is required.)	(b) Federal Employer ID number	(c) Alaska Commerce File Number	(d) Alaska Business License Number	(e) Unitary Group Number <small>see instructions</small>	(f) Is this an inactive corporation report? Y/N	(g) Year Began Doing Business in Alaska	(h) State of Commercial Domicile	(i) Included in federal Consolidated Return Y/N	(j) Included as a "taxpayer" in this return Y/N

**2. If any taxpayer included in this return is included in a federal consolidated return (Form 1120), provide the Name, Address, and Federal Employer's Identification Number of the common parent of the federal consolidated group:**

EIN: \_\_\_\_\_  
 Name: \_\_\_\_\_  
 Address: \_\_\_\_\_

**3. If this is the first return, indicate whether:**

New business  
 Successor to previously existing business

Enter name, address and federal Employer's Identification Number of previous business:

EIN: \_\_\_\_\_  
 Name: \_\_\_\_\_  
 Address: \_\_\_\_\_

**4. Name and address on your prior year's return if different from page 1. State the reason for the change (e.g. merger, name change, etc.):**

Name: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 Reason: \_\_\_\_\_

NAME:

EIN:

**TAX RATE SCHEDULE (AS 43.20.011)**

**SCHEDULE C  
TAX PAYMENT RECORD**

If your Alaska taxable income is:		(5) OF THE AMOUNT OVER		
(1) AT LEAST	(2) BUT LESS THAN	(3) YOUR TAX IS	(4) PLUS	
-0-	10,000	-0-	1%	-0-
10,000	20,000	100	2%	10,000
20,000	30,000	300	3%	20,000
30,000	40,000	600	4%	30,000
40,000	50,000	1,000	5%	40,000
50,000	60,000	1,500	6%	50,000
60,000	70,000	2,100	7%	60,000
70,000	80,000	2,800	8%	70,000
80,000	90,000	3,600	9%	80,000
90,000 or MORE		4,500	9.4%	90,000

ESTIMATED PAYMENTS	DATE	AMOUNT
(1)	04-711	
(2)	04-711	
(3)	04-711	
(4)	04-711	
TENTATIVE TAX 04-709		
OVERPAYMENT FROM PRIOR YEAR		
LESS: QUICK REFUND (FORM 4466)		( )
TOTAL PAYMENTS to Schedule A Line 11		\$

**SCHEDULE D - ALASKA TAX COMPUTATION**

(Includes Alternative Tax on Capital Gains)

(Compute alternative tax in column A. Compute regular tax in column B. Alaska tax is the lesser of the two.)

	A	B
1. Alaska taxable income from Schedule A, line 3 .....	1	
2. Net capital gain from form 1120, Schedule D .....	2	
3. Alaska apportionment factor from Schedule I, line 5 .....	3	
4. Apportioned net capital gain. Multiply line 2 by line 3 .....	4	
5. Ordinary income. Subtract line 4 from line 1. If less than zero, enter zero .....	5	
6. To compute the tax on ordinary income, apply the amount on line 5 to the Tax Rate Schedule		
(a) Tax from column 3 of the Tax Rate Schedule .....	6a	
(b) Ordinary income from line 5 above .....	6b	
(c) Amount from column 5 of the Tax Rate Schedule .....	6c	
(d) Excess. Subtract line 6c from line 6b .....	6d	
(e) Percent from column 4 of the Tax Rate Schedule .....	6e	
(f) Multiply line 6(d) by line 6e .....	6f	
(g) Tax on ordinary income. Add lines 6a and 6f .....	6g	
7. Tax on net capital gains. Multiply line 4 by 4.5% .....	7	
8. Alaska income tax. Add lines 6g and 7 .....	8	
9. Enter the lesser of line 8, column A or B here and on Schedule A, line 4 .....	9	

**SCHEDULE E - OTHER TAXES  
(AS 43.20.021)**

	A		B
1. Personal Holding Company tax from federal form 1120 PH .....	1a	...x.12.6%	1b
2. Alternative minimum tax from federal form 4626 .....	2a	...x.18%	2b
3. Federal environmental tax from federal form 4626 .....	3a	...x.18%	3b
4. Other federal taxes (attach schedule) .....	4a	...x.18%	4b
5. Total other taxes. Add lines 1 through 4 .....			5
6. Alaska apportionment factor, from Schedule I, line 5 .....			6
7. Multiply line 5 by line 6. Enter here and on Schedule A, line 5 .....			7

NAME:	EIN:
-------	------

### SCHEDULE F - CREDITS

1. Jobs credit from form 1120, Schedule J .....		1	
2. Other tentative general business credits from form 1120, Schedule J .....		2	
3. Add lines 1 and 2 .....	➤	3	
4. Alaska apportionment factor from Schedule I, line 5 .....		4	
5. Multiply line 3 by line 4 .....		5	
6. Multiply line 5 by 18% .....		6	
7. Alaska general business credit carryover/carryback (attach schedule) .....	➤	7	
8. Tentative general business credit. Add lines 6 and 7. (If less than \$4,500, enter here and on line 13) .....		8	
9. Other allowable federal credits (Attach federal schedule) .....	➤	9	
10. Multiply line 9 by line 4 .....		10	
11. Multiply line 10 by 18% .....		11	
12. General business credit limitation (if line 8 is less than \$4,500, proceed to line 14)			
(a) Alaska income tax from Schedule A, line 4 .....	12a		
(b) Other credits from line 11 .....	12b		
(c) Net regular tax. Subtract line 12b from line 12a .....	12c		
(d) If line 12c is more than \$4,500 enter 25% of the excess .....	12d		
(e) Subtract line 12d from line 12c .....	12e		
13. General business credit. Enter the smaller of line 8 or 12e .....		13	
14. Available credits. Add lines 11 and 13 .....	➤	14	
15. Limitation. Alaska income tax from Schedule A, line 4 .....		15	
16. Allowable credits. Enter line 14 or line 15 (whichever is less) here and on Schedule A, line 6 .....		16	
17. Alaska general business credit carryforward, line 14 less line 16 .....		17	

### SCHEDULE G — ALASKA EDUCATION CREDIT (AS 43.20.014)

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, nonprofit, two or four year public or private college or university in Alaska. Attach a schedule if more than four contributions were made. The Alaska education credit may not exceed \$150,000. A corresponding deduction for the gross qualified contribution (line 1 amount below) is not allowed under 26 U.S.C. 170 for purposes of this return.

Payor	Name of College or University	Contribution(s)	
		Date	Amount

1. Total qualified contributions. Enter the total of the qualified contributions but not more than \$200,000. Enter here and on Form 04-611 Schedule H (Water's Edge line 6c or Non-affiliated line 2c) or Form 04-611SF Schedule B line 2b .....		1	
2. Enter lesser of \$50,000 or 50% of line 1 .....		2	
3. Subtract \$100,000 from line 1. If less than zero, enter zero. Do not enter more than \$100,000 .....		3	
4. <b>Total Alaska education credit.</b> Add lines 2 and 3; enter here and on Schedule A, line 9 (maximum: \$150,000) But not more than the total tax reduced by incentive credits (Schedule A, line 7 less line 8) .....		4	

NAME:

EIN:

### SCHEDULE H — WATER'S EDGE COMPUTATION OF ALASKA INCOME

1. Federal taxable income, Form 1120, line 28, or Form 1120A, line 24, as actually filed by taxpayer or consolidated group .....	1	
2. Additions:		
(a) Form 1120, line 28 of U.S. domestic unitary corporations required to file U.S. tax return but not included in line 1 .....	2a	
(b) Taxable or book income of other non-tax haven unitary corporations not included in line 1 or 2a .....	2b	
(c) Taxable or book income of tax haven corporations .....	2c	
(d) DISC federal taxable income .....	2d	
(e) FSC profit before federal exclusions .....	2e	
(f) Intercompany eliminations for transactions between affiliated corporations within and outside the water's edge group .....	2f	
(g) Total additions (add lines 2a through 2f) .....	2g	
3. Total. Add lines 1 and 2g .....	3	
4. Subtractions:		
(a) Form 1120, line 28, federal taxable income of non-unitary corporations included in lines 1 or 2a .....	4a	
(b) Unitary corporations included in lines 1 or 2 whose average U.S. factors are under 20% and meet the requirements of IRC 861(c) .....	4b	
(c) 80% of dividends received from foreign corporations included in lines 1 through 2e by a member of the water's edge group .....	4c	
(d) Foreign dividend gross-up, Form 1120, Schedule C, to the extent not excluded in 4c .....	4d	
(e) 80% of royalties accrued or received from foreign corporations by a member of the water's edge group .....	4e	
(f) Intercompany eliminations for transactions between affiliated corporations within and outside the water's edge group .....	4f	
(g) Total subtractions (add lines 4a through 4f) .....	4g	
5. Total. Subtract line 4g from line 3. ....	5	
6. Modification additions with respect to members of the water's edge group:		
(a) All taxes based on or measured by net income .....	6a	
(b) Expenses incurred to produce non-apportionable income and income allocated to other states .....	6b	
(c) Other (attach schedule) .....	6c	
(d) Total modification additions (add lines 6a through 6c) .....	6d	
7. Total. Add line 6d and line 5 .....	7	
8. Modification subtractions with respect to members of the water's edge group:		
(a) Interest from obligations of the United States .....	8a	
(b) Allocable income (attach schedule) .....	8b	
(c) Unitary intercompany dividends to the extent not otherwise eliminated or excluded. (attach schedule) .....	8c	
(d) Special deductions from Form 1120, Schedule C, to the extent dividends are not otherwise eliminated or excluded. Add back special deductions for foreign dividends which exceed 80%. (attach schedule) .....	8d	
(e) Other (attach schedule) .....	8e	
(f) Total modification subtractions (add lines 8a through 8e) .....	8f	
9. Total apportionable income (loss). Subtract line 8f from line 7 .....	9	
10. Apportionment factor from Schedule I, line 5 .....	10	
11. Income (loss) apportioned to Alaska (line 9 times line 10) .....	11	
12. Income (loss) allocated to Alaska (attach schedule) .....	12	
13. Alaska income (loss). Add lines 11 and 12. Enter here and on Schedule A, line 1. ....	13	

NAME:

EIN:

## SCHEDULE H - NON-AFFILIATED COMPUTATION OF ALASKA INCOME

To be used by Non-affiliated Corporations only

1. Federal taxable income, Form 1120, line 28 or Form 1120A, line 24, as actually filed .....	▼		▶	1	
2. Additions: (a) All taxes based on or measured by net income .....	2a				
	(b) Expenses incurred to produce non-apportionable income and income allocated to other states .....				
	2b				
	(c) Other (Attach schedule) .....				
	2c				
(d) Total additions. Add lines 2a through 2c .....			2d		
3. Total. Add lines 1 and 2d .....			3		
4. Subtractions: (a) Interest from obligations of the United States .....	4a				
	(b) Special deductions from Form 1120, Schedule C .....				
	4b				
	(c) Allocable income (attach schedule) .....				
	4c				
(d) Other (Attach schedule) .....			4d		
(e) Total subtractions. Add lines 4a through 4d .....			4e		
5. Total apportionable income (loss). Subtract line 4e from line 3 .....			5		
6. Apportionment factor from Schedule I, line 5 .....			6		
7. Income (loss) apportioned to Alaska (line 5 times line 6) .....			7		
8. Income (loss) allocated to Alaska (Attach schedule) .....			8		
9. Alaska income (loss). Add lines 7 and 8. Enter here and on Schedule A, line 1 .....			9		

## SCHEDULE I — APPORTIONMENT FACTOR SUMMARY

To be used by Corporations Doing Business in Multiple States

	▼ A Total within Alaska	▼ B Total within & without Alaska		C Decimal Factor A ÷ B Round to six decimal places
1. Property factor, Part 1, line 22 .....	1			_ _ _ _ _ _
2. Payroll factor, Part 2, line 10 .....	2			_ _ _ _ _ _
3. Sales factor, Part 3, line 11 .....	3			_ _ _ _ _ _
4. Total of lines 1, 2 and 3 .....			4	_ _ _ _ _ _
5. Alaska apportionment factor. Divide line 4C by 3. (If less than 3 factors are used, see instructions.) Enter here as a decimal to six points and on Schedule D, line 3; Schedule E, line 6; Schedule F, line 4; and the applicable Schedule H .....			▶ 5	_ _ _ _ _ _

NAME:

EIN:

### SCHEDULE I - PART 1 - PROPERTY FACTOR DETAIL

Property is reported for the corporations included in a federal consolidated return and for other unitary corporations that are not included in the federal consolidated return. See instructions.

#### OWNED PROPERTY

		A Alaska Property	B Total Property
1. Inventories	(a) Consolidated .....	1a	
	(b) Unitary Non-consolidated .....	1b	
2. Depletable assets	(a) Consolidated .....	2a	
	(b) Unitary Non-consolidated .....	2b	
3. Buildings and other depreciable assets	(a) Consolidated .....	3a	
	(b) Unitary Non-consolidated .....	3b	
4. Land	(a) Consolidated .....	4a	
	(b) Unitary Non-consolidated .....	4b	
5. Other real and tangible personal property	(a) Consolidated .....	5a	
	(b) Unitary Non-consolidated .....	5b	
6. Partnership property not included in lines 1 - 5 .....	➤	6	
7. Less construction in progress	(a) Consolidated .....	7a ( ) ( )	
	(b) Unitary Non-consolidated .....	7b ( ) ( )	
8. SUBTOTAL. Add lines 1 - 7 .....	➤	8	
9. Less property of unitary corporations not in the water's edge group	(a) Consolidated .....	9a ( ) ( )	
	(b) Unitary Non-consolidated .....	9b ( ) ( )	
10. Less owned property of non-unitary consolidated corporations .....	➤	10 ( ) ( )	
11. TOTAL WATER'S EDGE OWNED PROPERTY. Add lines 8 - 10 .....	➤	11	

#### RENTED PROPERTY

12. Federal 1120, rents	(a) Consolidated .....	12a	
	(b) Unitary Non-consolidated .....	12b	
13. Federal 1120, rents in cost of goods sold	(a) Consolidated .....	13a	
	(b) Unitary Non-consolidated .....	13b	
14. Federal 1120, rents in other deductions	(a) Consolidated .....	14a	
	(b) Unitary Non-consolidated .....	14b	
15. Federal 1120, other rents	(a) Consolidated .....	15a	
	(b) Unitary Non-consolidated .....	15b	
16. Partnership rents not included in lines 12 - 15 .....	➤	16	
17. SUBTOTAL. Add lines 12 - 16 .....	➤	17	
18. Less rents of unitary corporations not in the water's edge group	(a) Consolidated .....	18a ( ) ( )	
	(b) Unitary Non-consolidated .....	18b ( ) ( )	
19. Less rents of non-unitary consolidated corporations .....	➤	19 ( ) ( )	
20. Subtotal. Add lines 17 through 19 .....		20	
21. TOTAL WATER'S EDGE RENTS. Line 20 times 8 .....	➤	21	
22. TOTAL WATER'S EDGE PROPERTY. Add lines 11 and 21. Enter here and on Schedule I, line 1, Columns A and B .....	➤	22	

NAME:

EIN:

### SCHEDULE I - PART 2 - PAYROLL FACTOR DETAIL

Payroll is reported for the corporations included in a federal consolidated return and for other unitary corporations that are not included in the federal consolidated return. See instructions.

		A Alaska Payroll	B Total Payroll
1. Salaries and wages	(a) Consolidated .....	1a	
(Include jobs credit wages)	(b) Unitary Non-consolidated .....	1b	
2. Salesperson salaries and commissions (if employees)	(a) Consolidated .....	2a	
	(b) Unitary Non-consolidated .....	2b	
3. Payroll in cost of goods sold	(a) Consolidated .....	3a	
	(b) Unitary Non-consolidated .....	3b	
4. Payroll in repairs and improvements	(a) Consolidated .....	4a	
	(b) Unitary Non-consolidated .....	4b	
5. Compensation of officers	(a) Consolidated .....	5a	
	(b) Unitary Non-consolidated .....	5b	
6. Partnership payroll not included in lines 1 - 5 .....	➤	6	
7. SUBTOTAL. Payroll, add lines 1 - 6 .....	➤	7	
8. Less payroll of unitary corps not in the water's edge group	(a) Consolidated .....	8a ( ) ( )	
	(b) Unitary Non-consolidated .....	8b ( ) ( )	
9. Less payroll of non-unitary consolidated corporations .....	➤	9 ( ) ( )	
10. TOTAL WATER'S EDGE PAYROLL. Add lines 7 through 9. Enter here and on Schedule I, line 2 Columns A and B .....	➤	10	

### SCHEDULE I - PART 3 - SALES FACTOR DETAIL

Sales are reported for the corporations included in a federal consolidated return and for other unitary corporations that are not included in the federal consolidated return. See instructions.

		A Alaska Sales	B Total Sales
1. Gross receipts or sales	(a) Consolidated .....	1a	
	(b) Unitary Non-consolidated .....	1b	
2. Gross rents (Net of Sub-Rents)	(a) Consolidated .....	2a	
	(b) Unitary Non-consolidated .....	2b	
3. Gross receipts from sales/exchanges	(a) Consolidated .....	3a	
	(b) Unitary Non-consolidated .....	3b	
4. Other gross income	(a) Consolidated .....	4a	
	(b) Unitary Non-consolidated .....	4b	
5. Partnership sales not included in lines 1 - 4 .....	➤	5	
6. Sales of property shipped from Alaska to the United States government and sales from Alaska where the seller is not taxed in the destination state or country of the buyer	(a) Consolidated .....	6a	
	(b) Unitary Non-consolidated .....	6b	
7. Other (attach schedule)	(a) Consolidated .....	7a	
	(b) Unitary Non-consolidated .....	7b	
8. SUBTOTAL. Sales, add lines 1 - 7 .....	➤	8	
9. Less sales of unitary corps not in the water's edge group	(a) Consolidated .....	9a ( ) ( )	
	(b) Unitary Non-consolidated .....	9b ( ) ( )	
10. Less sales of non-unitary consolidated corporations .....	➤	10 ( ) ( )	
11. TOTAL WATER'S EDGE SALES. Add lines 8 through 10. Enter here and on Schedule I, line 3 Columns A and B .....	➤	11	

# UNDERPAYMENT OF ESTIMATED TAX BY CORPORATIONS

## Attach to your tax return

Name of Corporation	Employer Identification Number
---------------------	--------------------------------

**PART 1. How to compute the underpayment.**

1. Net income tax from Schedule A, line 10, form 04-611 or 04-611SF .....				
2. Personal holding company tax from Schedule E, form 04-611 .....				
3. Subtract line 2 from line 1. If the result is less than \$500, do not complete the rest of this form. No penalty is due .....				
4. (a) Enter 100% of line 3 .....				
(b) Enter 100% of the tax shown on your return for the previous year if tax was reported. (See instructions) .....				
(c) Enter the lesser of line 4(a) or line 4(b) .....				
5. Enter in columns A through D the installment due dates (the 15th day of the 4th, 6th, 9th and 12th months of the tax year) .....	<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>
6. Enter 25% of line 4(c) in columns A through D unless (a) or (b) below applies to the corporation:				
(a) If you use the annualized income installment method and/or the adjusted seasonal installment method, enter the required installment. (Attach federal worksheet with Alaska numbers) .....				
(b) If you are a "large corporation," check this box <input type="checkbox"/> and see the instructions for the amount to enter in each column of line 6 .....				
7. Amount paid or credited for each period (For column A only, enter the amount from line 7 on line 11) .....				
<b>Complete lines 8 through 14 for one column before completing the next column.</b>				
8. Enter the amount, if any, from line 14 of the previous column .....				
9. Add lines 7 and 8 .....				
10. Add amounts on lines 12 and 13 of the preceding column .....				
11. Subtract line 10 from line 9. If less than zero, enter zero. (For column A only, enter the amount from line 7) .....				
12. Remaining underpayment from previous period. If the amount on line 11 is zero, subtract line 9 from line 10 and enter the result. Otherwise, enter zero .....				
13. <b>Underpayment.</b> If line 11 is less than or equal to line 6, subtract line 11 from line 6, enter the result, compute the penalty in Part 2, and then go to line 8 of the next column. Otherwise, go to line 14 .....				
14. <b>Overpayment.</b> If line 6 is less than line 11, subtract line 6 from line 11 and enter the result. Then go to line 8 of the next column .....				
<b>PART 2. How to compute the penalty.</b>				
15. Enter the date of payment or the 15th day of the 3rd month after the close of the tax year, whichever is earlier. (See instructions) .....				
16. Number of days from the due date of the installment on line 5 to the date shown on line 15 .....				
17. Number of days on line 16 divided by the number of days in the tax year times the applicable rate (see instructions) times the amount on line 13 .....	\$	\$	\$	\$
18. Add amounts on line 17, columns A through D. Enter here and on Schedule A, line 14 of form 04-611 or 04-611SF .....				\$

# Instructions

## Underpayment of Estimated Tax by Corporations

### Purpose of the Form

Corporations use form 04-708 to determine whether they are subject to the penalty for underpayment of estimated tax and, if so, the amount of the penalty.

### Who Must Pay the Underpayment Penalty

If the corporation did not pay sufficient estimated tax by any due date for paying estimated tax, it may be charged a penalty. This is true even if the corporation is due a refund when its return is filed. The penalty is computed separately for each installment due date. Therefore, the corporation may owe a penalty for an earlier installment due date, even if it paid enough tax later to make up the underpayment.

Generally, a corporation is subject to the penalty if its tax liability is \$500 or more and it did not pay on time the lesser of: 100% of its tax liability for this tax year, or 100% of its tax liability for the previous tax year, if a return was filed showing a tax liability, and it covered a full 12 months. (A large corporation may base only its first required installment on 100% of the prior year's tax liability.) A corporation may be able to reduce or eliminate the penalty by using the annualized income or adjusted seasonal installment method.

### How to Use This Form

Complete Part 1 of form 04-708 to determine if there is an underpayment for any of the four installment due dates. If there is an underpayment on line 13 (column A, B, C or D), go to Part 2, How to Compute the Penalty. Attach form 04-708 to the income tax return (Form 04-611 or 04-611SF).

### Part 1. How to Compute the Underpayment

Complete lines 1 through 14 in Part 1. The instructions for most of these lines are on the form itself. For other lines, follow the instructions below.

**Line 4(b)**--Compute your previous year's tax in the same way that the amount on line 3 of this form was determined, using the taxes and credits from your previous year's tax return. If you did not file an Alaska return showing a tax liability for the previous tax year, or if that tax year was for less than 12 months, do not complete this line. Instead, enter the amount from line 4(a) on line 4(c).

**Line 6(a)**--**Annualized income installment method or adjusted seasonal installment method:** If the corporation's income varied during the year because, for example, it operated its business on a seasonal basis, it may be able to lower the amount of one or more required installments by using the annualized income installment method or the adjusted seasonal installment method. The annualized income installment or adjusted seasonal installment may be less than the required installment under the regular method for one or more due dates, thereby reducing or eliminating the penalty for those due dates.

To use one or both of these methods to compute one or more required installments, use the worksheet for federal form 2220, using Alaska figures, rates, and computations. If you use the worksheet for any payment date, you must use it for all payment due dates.

**Line 6(b)**--**Large corporations:** A large corporation is one that it or its predecessor had \$1 million or more of Alaska taxable income for any of the three tax years immediately preceding the tax year involved. For this purpose, taxable income does not include net operating loss or capital loss carrybacks or carryovers. Members of a controlled group, as defined in IRC section 1563, must divide the \$1 million among themselves in accordance with IRC section 1561.

If you are not using the annualized income installment method or adjusted seasonal installment method, follow the instructions below to compute the amount to enter on line 6. Also check the box on line 6(b).

If line 4(a) is less than line 4(b), enter 25% of line 4(a) in columns A through D.

If line 4(b) is less than line 4(a), in column A enter 25% of line 4(b). In column B, determine the amount to enter by:

- (i) subtracting line 4(b) from line 4(a),
- (ii) adding the result to the amount on line 4(a), and
- (iii) multiplying the total by 25%.

In columns C and D, enter 25% of line 4(a).

**Line 7**--In column A, enter the estimated tax payments deposited by the 15th day of the 4th month of your tax year; in column B, enter payments made after the 15th day of the 4th month through the 15th day of the 6th month of your tax year; in column C, enter payments made after the 15th day of the 6th month through the 15th day of the 9th month of your tax year; and in column D, enter payments made after the 15th day of the 9th month through the 15th day of the 12th month of your tax year.

Generally, a prior year's overpayment will be applied against the earliest installment, unless the taxpayer instructs the Department otherwise.

**Line 15**--A payment of estimated tax is applied against underpayment of required installments in the order in which such installments are required to be paid, regardless of which installment the payment pertains to. If the corporation has made more than one payment for a required installment, compute the penalty separately for each payment.

**Line 17**--Use Alaska interest rates. (See General Instructions)

# FORM 04-611X -- AMENDED ALASKA CORPORATION NET INCOME TAX RETURN

(Use Part III to carry back net operating losses and net capital losses)

Corporation name and mailing address (Please print or type)	For the tax year ended:	
	Employer Identification Number	
	Is the corporation currently under audit by the Alaska Department of Revenue?	YES
Name and address used on original return, if different from above	<b>This box for Dept. use only</b>	

## PART I. ALASKA TAX SUMMARY

	(a) As originally reported or as adjusted	(b) Net change (Explain in Part II)	(c) Correct amount	(d) Dept. Use Only
1. Apportionable income .....				
2. Alaska apportionment factor .....				AF
3. Alaska apportioned income .....				
4. Additions to apportioned income .....				
5. Total. Add lines 3 and 4 .....				
6. Subtractions from apportioned income:				NL
(a) Alaska net operating loss deduction .....				
(b) Other .....				
(c) Total. Add lines 6(a) and 6(b) .....				
7. Alaska Taxable Income. Subtract line 6(c) from line 5 .....				TI
8. Alaska income tax .....				TX
9. Total credits .....				CR
10. Subtract line 9 from line 8 .....				
11. Other taxes .....				OT
12. Net income tax. Add lines 10 and 11 .....				NT
13. Net payments. (Total previous payments less total previous refunds, credits, penalties and interest) .....				PT
14. (a) If tax on line 12, column (c) is larger than net payments on line 13, enter tax due .....				
(b) Interest on amount on line 14(a) from ___/___/___ to ___/___/___ (See instructions for interest rates) .....				IN
(c) Total amount due .....				
15. If prepayments on line 13 are larger than tax on line 12, column (c), enter overpayment .....				RF

**ADDITIONAL REQUIRED INFORMATION.** A complete copy of the federal amended return, if filed, must be provided to constitute a complete amended return.

I declare under penalty of perjury that an original return has been filed for this corporation and that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief this amended return is true, correct, and complete. If prepared by a person other than the taxpayer, preparer's declaration is based on all information of which preparer has knowledge.

Signature of Officer \_\_\_\_\_ Name of Officer (Type or print) \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Signature of Preparer \_\_\_\_\_ Preparer's name (Type or Print) \_\_\_\_\_ Preparer's EIN or Soc. Sec. No. \_\_\_\_\_ Date \_\_\_\_\_

Firm name, address, telephone and fax number of preparer	<b>THIS AREA FOR DEPT. USE ONLY</b>	
Refund as claimed.	_____ Amt	Date Received  PMD:
Phone: _____ Fax: _____	_____ TE	_____ Date

**PART II. EXPLANATION OF CHANGES**

**PART III. APPLICATION FOR TENTATIVE REFUND**

**BASED ON CARRYBACK OF NET OPERATING LOSS OR CAPITAL LOSS**

Corporation name and mailing address (Please print or type)	Employer Identification Number
	<b>This box for Dept. use only</b>
Is the corporation currently under audit by the Alaska Department of Revenue? <input type="checkbox"/> YES <input type="checkbox"/> NO	<b>PMD:</b>

1. This application is to carryback:	a. Net operating loss	b. Net capital loss
2. Loss year .....	Tax year ended	

**Computation of Decrease in Tax**

	3rd preceding tax year:		2nd preceding tax year:		1st preceding tax year:	
	(a) Before carryback	(b) After carryback	(c) Before carryback	(d) After carryback	(e) Before carryback	(f) After carryback
3. Taxable income from tax return .....						
4. Net capital loss deduction .....						
5. Subtract line 4 from line 3 .....						
6. Net operating loss deduction after carryback .....						
7. Taxable income. Subtract line 6 from line 5 .....						
8. Income Tax .....						
9. Credits .....						
10. Other taxes .....						
11. Net income tax. Subtract line 9 from line 8 and add line 10 .....						
12. Net payments. (Total previous payments less total previous refunds, credits, penalties and interest) .....						
13. Enter amounts from line 11, columns (b), (d) and (f) .....						
14. Net Overpayment. Subtract line 13 from line 12						
15. Total refund claimed .....						

I declare under penalty of perjury that I have examined this application and accompanying schedules and statements, and to the best of my knowledge and belief it is true, correct, and complete. If prepared by a person other than the taxpayer, preparer's declaration is based on all information of which preparer has knowledge.

Signature of Officer	Name of Officer (Type or print)	Title	Date
Signature of Preparer	Preparer's name (Type or print)	Preparer's EIN or Soc. Sec. No.	Date

Firm name, address, telephone and fax number of preparer	<b>THIS AREA FOR DEPT. USE ONLY</b>
	Refund as claimed <span style="float: right;">DATE RECEIVED</span>
	Amt <span style="float: right;">PMD:</span>
Phone:                      Fax:	TE                      Date

<b>Form 04-711 (Regular and Water's Edge Corporation)</b> <b>Payment of Estimated Alaska Corporation Net Income Tax</b>		<b>Important: To insure proper credit, use the same Name and EIN that will be used on the return.</b>
Date	Employer Identification Number	<input type="checkbox"/> Fiscal year ending ___/___/___
Name of Corporation		<input type="checkbox"/> Calendar year 1996
Mailing Address		<input type="checkbox"/> Other: Begin _____, 19___ End _____, 19___
City, State, Zip Code		Installment No. (Check appropriate box) 1 <input type="checkbox"/> 2 <input type="checkbox"/> 3 <input type="checkbox"/> 4 <input type="checkbox"/>
First Year Doing Business in Alaska	Total Estimated Tax \$	Installment Amount \$

ALASKA DEPARTMENT OF REVENUE  
PO BOX 110420  
JUNEAU, ALASKA 99811-0420

**For Dept. Use Only**  
Date received

PMD:

Form 04-711 (Rev. 11/95) THIS FORM MUST ACCOMPANY ESTIMATED PAYMENTS

<b>Form 04-711 (Regular and Water's Edge Corporation)</b> <b>Payment of Estimated Alaska Corporation Net Income Tax</b>		<b>Important: To insure proper credit, use the same Name and EIN that will be used on the return.</b>
Date	Employer Identification Number	<input type="checkbox"/> Fiscal year ending ___/___/___
Name of Corporation		<input type="checkbox"/> Calendar year 1996
Mailing Address		<input type="checkbox"/> Other: Begin _____, 19___ End _____, 19___
City, State, Zip Code		Installment No. (Check appropriate box) 1 <input type="checkbox"/> 2 <input type="checkbox"/> 3 <input type="checkbox"/> 4 <input type="checkbox"/>
First Year Doing Business in Alaska	Total Estimated Tax \$	Installment Amount \$

ALASKA DEPARTMENT OF REVENUE  
PO BOX 110420  
JUNEAU, ALASKA 99811-0420

**For Dept. Use Only**  
Date received

PMD:

Form 04-711 (Rev. 11/95) THIS FORM MUST ACCOMPANY ESTIMATED PAYMENTS

<b>Form 04-711 (Regular and Water's Edge Corporation)</b> <b>Payment of Estimated Alaska Corporation Net Income Tax</b>		<b>Important: To insure proper credit, use the same Name and EIN that will be used on the return.</b>
Date	Employer Identification Number	<input type="checkbox"/> Fiscal year ending ___/___/___
Name of Corporation		<input type="checkbox"/> Calendar year 1996
Mailing Address		<input type="checkbox"/> Other: Begin _____, 19___ End _____, 19___
City, State, Zip Code		Installment No. (Check appropriate box) 1 <input type="checkbox"/> 2 <input type="checkbox"/> 3 <input type="checkbox"/> 4 <input type="checkbox"/>
First Year Doing Business in Alaska	Total Estimated Tax \$	Installment Amount \$

ALASKA DEPARTMENT OF REVENUE  
PO BOX 110420  
JUNEAU, ALASKA 99811-0420

**For Dept. Use Only**  
Date received

PMD:

**Form 04-711 (Regular and Water's Edge Corporation)  
Payment of Estimated Alaska  
Corporation Net Income Tax**

**Important: To insure proper credit, use the same Name and EIN that will be used on the return.**

ALASKA DEPARTMENT OF REVENUE  
PO BOX 110420  
JUNEAU, ALASKA 99811-0420

**For Dept. Use Only**  
Date received

Date	Employer Identification Number	<input type="checkbox"/> Fiscal year ending ___/___/___
Name of Corporation		<input type="checkbox"/> Calendar year 1996
Mailing Address		<input type="checkbox"/> Other: Begin _____, 19___ End _____, 19___
City, State, Zip Code		Installment No. (Check appropriate box) 1 <input type="checkbox"/> 2 <input type="checkbox"/> 3 <input type="checkbox"/> 4 <input type="checkbox"/>
First Year Doing Business in Alaska	Total Estimated Tax \$	Installment Amount \$

PMD:

Form 04-711 (Rev. 11/95) THIS FORM MUST ACCOMPANY ESTIMATED PAYMENTS

**Form 04-711 (Regular and Water's Edge Corporation)  
Payment of Estimated Alaska  
Corporation Net Income Tax**

**Important: To insure proper credit, use the same Name and EIN that will be used on the return.**

ALASKA DEPARTMENT OF REVENUE  
PO BOX 110420  
JUNEAU, ALASKA 99811-0420

**For Dept. Use Only**  
Date received

Date	Employer Identification Number	<input type="checkbox"/> Fiscal year ending ___/___/___
Name of Corporation		<input type="checkbox"/> Calendar year 1996
Mailing Address		<input type="checkbox"/> Other: Begin _____, 19___ End _____, 19___
City, State, Zip Code		Installment No. (Check appropriate box) 1 <input type="checkbox"/> 2 <input type="checkbox"/> 3 <input type="checkbox"/> 4 <input type="checkbox"/>
First Year Doing Business in Alaska	Total Estimated Tax \$	Installment Amount \$

PMD:

Form 04-711 (Rev. 11/95) THIS FORM MUST ACCOMPANY ESTIMATED PAYMENTS

**Form 04-709 (Regular and Water's Edge Corporation)  
Payment of Tentative Alaska  
Corporation Net Income Tax**

**Important: To insure proper credit, use the same Name and EIN that will be used on the return.**

ALASKA DEPARTMENT OF REVENUE  
PO BOX 110420  
JUNEAU, ALASKA 99811-0420

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<b>PAYMENT DUE DATE</b>	The 15th day of the third month following the end of the tax year (e.g. March 15 for calendar year taxpayers)	
	<b>IMPORTANT:</b> To insure proper credit, use the same Name and EIN that will be used on the return.	
Date	Employer Identification Number	<input type="checkbox"/> Fiscal year ending ___/___/___
Name of Corporation		<input type="checkbox"/> Calendar year 1995
Mailing Address		<input type="checkbox"/> Other: Begin _____, 19___ End _____, 19___
City, State, Zip Code		(a) Tentative Amount of Tax \$
		(b) Less estimated tax payments* \$
		(c) Balance due Subtract line (b) from line (a) \$

PMD:

\* Include amount of preceding year's overpayment allowed as a credit.

**Alaska Department of Revenue  
Income and Excise Audit Division  
P.O. Box 110420  
Juneau, Alaska 99811-0420**

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Juneau, Alaska**

**1995  
Alaska Corporation  
Net Income Tax Return  
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**TO:**