

KANSAS SMALL BUSINESS COMBINED INCOME METHOD OF REPORTING

155418

For the taxable year beginning _____, 20____, ending _____, 20____

Name as shown on Form K-120	Employer Identification Number (EIN)
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PART I**KANSAS COMBINED NET INCOME**

Enter separate corporate names and federal identification numbers	Corporation A	Corporation B	Eliminations (Explain Below)	Combined Income
1. Federal ordinary income				
2. Total other income (loss) and deductions from federal Schedule K				
3. Total (Add lines 1 and 2).....				
4. Total state and municipal interest				
5. Taxes on or measured by income or fees or payments in lieu of income taxes.....				
6. Other additions to federal taxable income (Enclose schedule).....				
7. Total (Add lines 3 through 6)				
8. Interest on U.S. government obligations.....				
9. IRC Section 78 and 80% of foreign dividends (Enclose schedule)				
10. Other subtractions from federal taxable income (Enclose schedule)				
11. Total subtractions (Add lines 8, 9, and 10).....				
12. Net income before apportionment (Subtract line 11 from line 7)...				
13. Nonbusiness income—Total company (Enclose schedule).....				
14. Apportionable business income (Subtract line 12 from line 11).....				
15. Percent to Kansas (From line 6, Part II)				
16. Amount to Kansas (Line 14, Corp. A & B multiplied by line 13 combined income)				
17. Nonbusiness income—Kansas (Enclose schedule)				
18. Kansas expensing recapture (See instructions for K-120EX).....				
19. Combined report income (Add lines 16, 17, and 18. Enter result here and on line 19, page 1 of Form K-120S).....				

Explanation of Eliminations:

(Any corporation filing using the combined income method with more than one entity doing business in Kansas may file one Kansas return reporting the total Kansas combined income and tax on that return.)

PART II**APPORTIONMENT FORMULA FOR FORM K-121S**

		Corporation A Within Kansas		Corporation B Within Kansas		Total Company		Percent Within Kansas
		Beginning of Year	End of Year	Beginning of Year	End of Year	Beginning of Year	End of Year	
1a. Value of owned real and tangible personal property used in the business at original cost.								
Inventory								
Depreciable Assets								
Land								
Other Tangible Assets (Enclose schedule)....								
Less: Construction in Progress								
Total Property to be Averaged								
Average Owned Property (Beg. + End ÷ 2)								
1b. Net annual property. Multiplied by 8.....								
Total Property								
Percentage: Corporation A (Divide Corporation A by Total Company)	1A							
Percentage: Corporation B (Divide Corporation B by Total Company)	1B							
2. Wages, salaries, commissions and other compensation of employees related to business income included in return.								
TOTAL PAYROLL								
Percentage: Corporation A (Divide Corporation A by Total Company)	2A							
Percentage: Corporation B (Divide Corporation B by Total Company)	2B							
3. Sales (gross receipts, less returns and allowances)								
a. Sales delivered or shipped to purchasers in Kansas:								
(1) Shipped from outside Kansas								
(2) Shipped from within Kansas								
b. Sales shipped from Kansas to:								
(1) The United States Government.....								
(2) Purchasers in a state where the taxpayer would not be taxable (e.g., under Public Law 86-272.....)								
c. Dividends								
Interest.....								
Rents								
Royalties.....								
Gains/loses from intangible asset sales								
Gross proceeds from intangible asset sales.....								
Other income (attach schedule)								
TOTAL SALES								
Percentage: Corporation A (Divide Corporation A by Total Company)	3A							
Percentage: Corporation B (Divide Corporation B by Total Company)	3B							
4. Total Percent:								
Corporation A (Add lines 1A, 2A, and 3A).....	4A							
Corporation B (Add lines 1B, 2B, and 3B).....If utilizing three factor formula	4B							
5. Total Percent:								
Corporation A (Add lines 1A and 3A)	5A							
Corporation B (Add lines 1B and 3B)	5B							
6. Total Percent:								
Corporation A (To Line 15, Form K-121S)	6A							
Corporation B (To Line 15, Form K-121S)	6B							