

Enter the tax year information if other than for a calendar year. Also, on the upper right area of the form indicate if the Schedule K-1 is a final K-1 or an amended K-1. The Alabama K-1 has two columns for Part III. The first column is for non-resident beneficiaries and should be reported by Non-Alabama residents. If the non-resident is receiving both Alabama sourced income and non-Alabama source income please report the Alabama source income in lines 1 through 8 and the Non-Alabama sourced income in line 9 Non-Alabama source.

The second column of Part III should be completed for resident beneficiaries only and should be reported as the resident beneficiary's share of income. Part I – Information about the Estate or Trust. Enter information requested about the entity. Part II – Information about the Beneficiary.

Part I – Information about the Estate or Trust. Enter information requested about the entity.

Part II – Information about the Beneficiary. Enter beneficiary information.

Part III – Beneficiary's Share of Alabama Current Year Income, Deductions, and Other Items. Generally, Alabama resident beneficiaries and owners will be allocated their full share of income and deductions.

Line 1. Enter beneficiary share of interest income on Schedule B Alabama Form 40 or Alabama Form 40NR.

If income reported by non-residents beneficiaries is from intangible personal property please check NR exempt box and report to beneficiary state of domicile.

Line 2. Enter beneficiary share of dividend income on Schedule B Alabama Form 40 or Alabama Form 40NR.

If income reported by non-residents beneficiaries is from intangible personal property please check NR exempt box and report to beneficiary state of domicile.

Line 3. Enter beneficiary share of capital gain or (loss) on Schedule D Alabama Form 40 or Alabama Form 40NR.

If income reported by non-residents beneficiaries is from intangible personal property please check NR exempt box and report to beneficiary state of domicile.

Line 4. Enter beneficiary share of business income on Alabama Form 40 or Alabama Form 40NR

Line 5a. Enter beneficiary share of rents, royalties, partnerships and S Corporations on Schedule E Alabama Form 40 or Alabama Form 40NR.

Line 5b. Enter beneficiary share of estates and trusts on Schedule E of Alabama Form 40 or Alabama Form 40NR.

Line 6. Enter beneficiary share of farm income on Alabama Form 40 or Alabama Form 40NR.

Line 7. Enter beneficiary share of ordinary gain or (loss) from Form 4797 on Alabama Form 40 or Form 40NR.

Line 8. Enter beneficiary share other income on Alabama 40 or Alabama Form 40NR.

Line 9. Enter Non Alabama source income and report to beneficiary state of domicile.

Please provide a detailed explanation and computation for the amount reported in this line.

Line 10. Leave Blank

Line 11. Enter Alabama Tax Exempt Income.

Line 12. Enter beneficiary share of depreciation on Alabama Form 40 or Alabama Form 40NR

Please provide a detailed explanation and computation for the amount reported in this line.

Line 13. Enter beneficiary share of depletion on Alabama Form 40 or Alabama Form 40NR.

Please provide a detailed explanation and computation for the amount reported in this line.

Line 14. Enter beneficiary share of amortization on Alabama Form 40 or Alabama Form 40NR.

Please provide a detailed explanation and computation for the amount reported in this line.

Line 15. Enter non-resident beneficiary allocated composite payment on Alabama Form 40NR.

Please note the following concerning losses from Estates and Irrevocable trusts: 40-18-25(4) the provisions of 26 USC 642(h) concerning final year excess deductions, capital losses, and net operating losses, shall not apply in the computation of Alabama taxable income for the beneficiary or owner . These final year deductions cannot be claimed on the Alabama Form 40 or Form 40NR.