

Form 65: Test 2

**Schedules and Forms Utilized for this Test return**

- Form 65: Schedule A, Schedule C, Schedule D, Schedule E, Schedule K, Schedule DE.
- Schedule K-1
- Schedule PC

**Entity information**

- The Partnership is a general partnership located outside of the state of Alabama.
- This is an initial return.
- The Partnership is a short year filer who qualifies for the Enterprise Zone Credit or Capital credit
- Populate the nature of business.
- Entity has 10 members and 5 are nonresidents.
- Entity is a QIP.

Form 65 information

**Federal Income Information**

- Populate lines as needed.

**Federal Deduction**

- Populate lines as needed.

**Other Page 1 Information**

- Alabama Ordinary Income, Line 31 should be a negative amount.

**Person to Contact Information**

- Please populate all required lines

**Signature information**

- The “discuss with paid preparer box” should be checked. Please populate all required information.
- Paid Preparer is self-employed.

**Schedule C – Apportionment Factor Schedule**

- Populate Schedule C, Do not utilize all 4 factors.
- The apportionment factor should be greater than 10% and less than 100%.

**Schedule D – Full Ownership, List the disregarded entities in which the taxpayer holds full ownership of 100%**

- Please populate this schedule with 5 entities.

**Schedule E – Other Information**

- Populate lines 1-6.

#### **Schedule K – Distributive Share Items**

- **Populate per Form 65 information.**

##### Schedule K-1 Information

- Please make entities different entity types to test as many as possible.
- One entity should be an IRA.
- QIP nonresidents are not required to file the PTEC or make a composite payment.

##### Schedule PC Information

- Populate either the enterprise zone credit or the capital credit.
- Part E – Alabama New Markets Development Credit
- Part G – Heroes for Hire Tax Credit

##### Schedule PAB – Add Back Form

- Populate 5 related Members.
- Alternate lines populate to test as many of the fields as possible.