

Form 512-S Test Scenario 1

Great Atomic Pyrotechnics & Design, Inc.

11-0000006

Test Scenario 1 uses the Federal Form 1120S Test Scenario 5.

Deviations from Test Package Federal form 1120S:

- 1120S, page 1: Change the Federal Employer Identification Number to 11-0000006.

Form Required: 512-S

Binary Attachments: Signed Form 512-SA (Issa Salesbury), Signed Form 512-SA (Mak A. Desision)
(Scanned forms must contain a hand-written signature)

Misc. Additional Information –

- A stand-alone Oklahoma Annual Franchise Tax Return (Form 200) will be filed.
- Incorporated under the laws of – California.

Information needed to complete the **Apportionment Formula, Column A** -

- Depreciable property = 30,015
- Rented property (capitalized) = 566,840
- Payroll = 30,351
- Sales shipped to Oklahoma from outside Oklahoma = 500,840

Information needed to complete **Part 6: Additional Information** –

- The location of principal accounting records is the same as the address on the return.
- The Internal Revenue Service redetermined the company's 2011 tax liability.
- An Oklahoma amended return was filed for 2011.
- The 2009 statute of limitations was extended by consent.
- The business name is the same as on the tax return.
- The principal location in Oklahoma is 1 W 9th, Oklahoma City OK 73194.
- The date business began in Oklahoma was 1/1/1990.

OKLAHOMA SMALL BUSINESS CORPORATION INCOME AND FRANCHISE TAX RETURN

Form 512-S
2017



This form is due 30 days after the due date of the Federal Return

AMENDED RETURN!
If this is an Amended Return place an 'X' here
See Schedule 512-S-X on page 10.

For the year January 1 - December 31, 2017, or other taxable year beginning: , 2017 ending: ,

Corporate Name:
GREAT ATOMIC PYROTECHNICS & DESIGN, INC

Street Address:
36 ANY STREET

City, State or Province, Country and ZIP or Foreign Postal Code:
BOOMTOWN CA 90062

Federal Employer Identification Number: **11-0000006** Business Code Number: **325100**

Date of Incorporation: **01/01/1990** Under the Laws of: **CALIFORNIA** If this is a final return, place an 'X' here:

Type of Business:
CONSTRUCTION

Notice: Corporations that filed a Form 200-F electing to file a combined corporate income and franchise tax return should:

- Complete Sections One, Two and Three on pages 1 and 2.
- Complete the applicable income tax schedules on pages 3-5.
- Complete the applicable franchise tax schedules on pages 6-9.
- NOT have remitted the maximum amount of franchise tax for the preceding tax year.

Corporations filing a stand-alone Oklahoma Annual Franchise Tax Return (Form 200) or who are not required to file a franchise tax return should:

- Complete Sections One and Three on pages 1 and 2.
- Complete the applicable income tax schedules on pages 3, 4 and 5.
- NOT complete the franchise tax portion of the return.

PART ONE, SECTION ONE: INCOME TAX - Tax Computation Schedule for Nonresident Shareholders Who Do Not File Form 512-SA and for a Corporation Claiming the Refundable Credits from Form 577 or 578.

1a	Nonresident share of income from Page 5, Part 5, line 14.....1a	<input type="text"/>	00	
1b	Nonresident share of deductions (see instructions)1b	<input type="text"/>	00	
1	Nonresident share of taxable income (line 1a minus line 1b).....1			00
2	Tax: 6% of line 1 (If recapturing the Oklahoma Affordable Housing Tax Credit, add the recaptured credit here and enter a "1" in the box)2	<input type="text"/>		00
3	Other Credits Form (see instructions) (provide Form 511CR).....3	<input type="text"/>		00
4	Balance of tax due (line 2 minus line 3, but not less than zero)4			00
5	2017 Oklahoma estimated tax payments (i.e. Form(s) OW-8-ESC) 5	<input type="text"/>	00	
6	Amount paid with extension request 6	<input type="text"/>	00	
7	Okla. withholding (provide Form 1099, 500-A, 500-B or other withholding statement) 7	<input type="text"/>	00	
8	Refundable Credits from Forma) <input type="checkbox"/> 577..... b) <input type="checkbox"/> 578 8	<input type="text"/>	00	
9	Amount paid with original return and amount paid after it was filed (amended return only)9	<input type="text"/>	00	
10	Any refunds or overpayment applied (amended return only)..... 10	<input type="text"/>	00	
11	Total of lines 5 through 10 11			
12	Overpayment (line 11 minus line 4)..... Overpayment → 12			00

13	Tax Due (line 4 minus line 11) Income Tax Due → 13		00
14	Donation: Support the Oklahoma General Revenue Fund..... 14		00
15	Underpayment of estimated tax interest..... Annualized <input type="checkbox"/> 15		00
16	For delinquent payment add penalty of 5%..... \$ _____ plus interest of 1.25% per month \$ _____ 16		00
17	Total tax, penalty and interest (add lines 13 - 16) Income Tax Balance Due → 17		00

The Oklahoma Tax Commission is not required to give actual notice to taxpayers of changes in any state tax law.



Name shown on Form 512-S: **GREAT ATOMIC PYROTECHNICS & DESIGN, INC**

Federal Employer Identification Number: **11-0000006**

SECTION TWO: FRANCHISE TAX

Place an "X" here if filing a combined corporate income and franchise tax return and complete Section Two. Corporations filing a Form 200 will skip Section Two and complete Section Three.

To complete lines 18 - 25, use the figures from page 6, lines 12-19.

18	Tax	18		00
19	Registered Agents Fee	19		00
20	Interest	20		00
21	Penalty	21		00
22	Reinstatement Fee	22		00
23	Previous Payment	23	() 00
24	Overpayment.....Franchise Tax Overpayment →	24		00
25	Total Due Franchise Tax Balance →	25		00

SECTION THREE: TOTAL

All corporations complete Section Three. Combine Income Tax and Franchise Tax. If there is a net balance due, complete line 26. If there is a net overpayment, complete lines 27-31.

Balance Due

26 Total Balance Due Balance Due → 26 00

Overpayment

27 Total Overpayment 27 00
 28 Amount of line 27 to be credited to 2018 estimated income tax (original return only) 28 00

Line 29 provides you the opportunity to make a financial gift from your refund to a variety of Oklahoma organizations. Place the line number of the organization from the line 29 instructions in the box below and enter the amount you are donating. If giving to more than one organization, put a "99" in the box and provide a schedule showing how you would like your donation split.

29 Donations from your refund... \$2 \$5 \$ _____ 29 00

30 Total (add lines 28 and 29) 30 00
 31 Amount of line 27 to be refunded to you (line 27 minus line 30).....Refund → 31 00

Direct Deposit Note:

All refunds must be by direct deposit. See Direct Deposit Information on page 12 of the 512-S Packet for details.

Is this refund going to or through an account that is located outside of the United States? Yes No
 Deposit my refund in my: checking account savings account

Routing Number: Account Number:

If the Oklahoma Tax Commission may discuss this return with your tax preparer, place an 'X' here:

Under penalties of perjury, I declare I have examined this return, including any accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. If prepared by person other than the taxpayer, this declaration is based on all information of which preparer has any knowledge.

Make check payable to the Oklahoma Tax Commission

Corporate Seal	Signature of Officer _____ Date _____	Signature of Preparer _____ Date _____
	Printed Name of Officer CARMEN SANDIEGO	Printed Name of Preparer JOHNNY APPLESEED
	Title PRESIDENT Phone Number 703-555-1515	Phone Number 512-555-1212 Preparer's PTIN P44444444



Name shown on Form 512-S: **GREAT ATOMIC PYROTECHNICS & DESIGN, INC**

Federal Employer Identification Number: **11-0000006**

PART 2: ORDINARY INCOME FROM TRADE OR BUSINESS

Complete Column A. Column B should be completed by S Corporations whose income is all within Oklahoma and/or by those whose income is partly within and partly without Oklahoma (not of a unitary nature). CAUTION: Include only trade or business income and expenses on lines 1a through 21 below.

		Column A As reported on Federal Return	Column B Total applicable to Oklahoma
1	a. Gross receipts or sales	\$ 1,124,560	
	b. Minus returns and allowances		
2	Cost of goods sold and/or operations.....	1,124,560 00	
3	Gross profit (subtract line 2 from line 1)	669,365 00	
4	Net gain (loss) (Form 4797 Part II, line 17)	455,195 00	
5	Other income (loss) (provide schedule).....	5,179 00	
6	Total income (loss) (add lines 3 through 5).....	4,860 00	
7	Compensation of officers.....	465,234 00	
8	Salaries and wages	34,973 00	
9	Repairs and maintenance.....	100,531 00	
10	Bad debts	00	
11	Rent	00	
12	Taxes and licenses	156,855 00	
13	Interest.....	13,685 00	
14	Depreciation	13,220 00	
15	Depletion (do not deduct oil and gas depletion)	1,019 00	
16	Advertising.....	00	
17	Pension, profit-sharing, etc. plans	4,093 00	
18	Employee benefit programs.....	00	
19	Other deductions (provide schedule)	53,856 00	
20	Total deductions (add lines 7 through 19)	378,232 00	
21	Ordinary Income (Loss) from trade or business: Subtract line 20 from line 6. Enter here and below on Part 3, line 1	87,002 00	

PART 3: SHAREHOLDERS' PRO RATA SHARE ITEMS

Income (lines 1 through 11)

		Column A As reported on Federal Return	Column B Total applicable to Oklahoma
1	Ordinary income (loss) from trade or business (from above on Part 2, line 21)	87,002 00	
2	Net income (loss) from rental real estate activity(ies) (provide schedule).....	2,725 00	
3	Net income (loss) from other rental activity(ies) (provide schedule).....	00	
4	Interest income		
	a: Interest on loans, notes, mortgages, bonds, etc.	00	
	b: Interest on obligations of a state or political subdivision	00	
	c: Interest on obligations of the United States	00	
	d: Other interest income.....	00	
5	Dividend income	00	
6	Royalties.....	00	
7	Net short-term capital gain (loss) (Schedule D, 1120-S)	00	
8	Net long-term capital gain (loss) (Schedule D, 1120-S)	00	
9	Net gain (loss) under Section 1231 (other than due to casualty or theft)	00	
10	Other (provide schedule)	00	
11	Total income (add lines 1 through 10).....	89,727 00	

Deductions (lines 12 through 17)

12	Section 179 deduction (provide schedule)	11,463 00	
13	Contributions	00	
14	Deductions related to portfolio income	00	
15	Intangible drilling costs	00	
16	Other deductions authorized by law (provide schedule).....	00	
17	Total Deductions (add lines 12 through 16).....	11,463 00	

Total (line 18)

18	Net distributable income (line 11 minus line 17).....	78,264 00	32,891 00
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If Federal and Oklahoma distributable net incomes are the same, please see instructions on page 5 of packet.



Name shown on Form 512-S: **GREAT ATOMIC PYROTECHNICS & DESIGN, INC**

Federal Employer Identification Number: **11-0000006**

PART 4: COMPUTATION OF OKLAHOMA TAXABLE INCOME OF A UNITARY ENTERPRISE WHOSE INCOME IS PARTLY WITHIN AND PARTLY WITHOUT OKLAHOMA

1	Net distributable income from Page 3, Part 3, Column A, line 18.....		1	78,264
2	Add: (a) Taxes based on income2a			
	(b) Unallowable deduction (provide schedule)2b			
	(c) Other income (provide schedule).....2c			
	(d) Total of lines 2a through 2c.....		2d	
3	Deduct all items separately allocated:			
	(a) Interest on obligations of the United States.....3a			
	(b) NET RENTAL INCOME3b	2,725		
	(c)3c			
	(d) Total of lines 3a through 3c.....		3d	2,725
(Note: Items listed in 2 and 3 above must be net amounts supported by schedules showing source, location, expenses, etc.)				
4	Net apportionable income (line 1 plus line 2d, minus line 3d).....		4	75,539
5	Oklahoma's portion thereof <u>39.935%</u> , from schedule below.....		5	30,166
6	Add items separately allocated to Oklahoma:			
	(a) NET RENTAL INCOME6a	2,725		
	(b)6b			
	(c)6c			
	(d)6d			
	(e) Total of lines 6a through 6d.....		6e	2,725
7	Oklahoma net distributable income (add lines 5 and 6e; enter here and on Page 3, Part 3, Column B, line 18) ...		7	32,891

APPORTIONMENT FORMULA

	Column A Total Within Oklahoma	Column B Total Within and Without Oklahoma	Column C (A divided by B) Percent Within Oklahoma
1	Value of real and tangible personal property used in the unitary business (by averaging the values at the beginning and ending of the tax period).		
	(a) Owned property (at original cost):		
	(i) Inventories1ai		
	(ii) Depreciable property.....1aii	30,015	69,214
	(iii) Land.....1aiii		
	(iv) Total of section "a"1aiv	30,015	69,214
	(b) Rented property (capitalize at 8 times net rental paid)..1b	566,840	1,254,840
	(c) Total of sections "a" and "b" above.....	\$ 596,855	\$ 1,324,054
2	(a) Payroll2a	30,351	135,504
	(b) Less: Officer's salaries2b		34,973
	(c) Total (subtract officer's salaries from payroll).....	\$ 30,351	\$ 100,531
3	Sales :		
	(a) Sales delivered or shipped to Oklahoma purchasers:		
	(i) Shipped from outside Oklahoma.....3ai	500,840	
	(ii) Shipped from within Oklahoma.....3aii		
	(b) Sales shipped from Oklahoma to:		
	(i) The United States Government3bi		
	(ii) Purchasers in a state or country where the corporation is not taxable (i.e. under Public Law 86-272) ..3bii		
	(c) Total of sections "a" and "b".....	\$ 500,840	\$ 1,124,560
4	If Revenue, Traffic Units or Miles Traveled is used rather than Sales, indicate here: _____		
5	Total percent (sum of items 1, 2 and 3).....5		119.805 %
6	Average percent (1/3 of total percent) (Carry to Part 4, line 5 above).....6		39.935 %

Note: Provide a complete copy of your Federal return.



Name shown on Form 512-S: **GREAT ATOMIC PYROTECHNICS & DESIGN, INC**

Federal Employer Identification Number: **11-0000006**

PART 5: SHAREHOLDERS' PRO RATA SHARE OF INCOME

Enter the information for each shareholder. If there are more than 3 shareholders, use Form 512-S-SUP to enter the additional shareholders. Use as many Forms 512-S-SUP as needed.

	SHAREHOLDER 1	SHAREHOLDER 2	SHAREHOLDER 3
1 Name and address of each shareholder Name: Address: City, State, ZIP:	ISSA SALESBURY	MAK A DESISION	
	49 ANY STREET	45 ANY STREET	
	ANYTOWN PA 19561	ANYTOWN NY 10005	
2 SSN or FEIN	000-00-0005	000-00-0001	
3 Ownership Percentage	50%	50%	
4 Distributable Federal Income (Part 3, Column A, line 18 times Part 5 line 3)	39,132	39,132	
5 Distributable Oklahoma Income (Part 3, Column B, line 18 times Part 5 line 3**)	16,446	16,445	
6 Oil and Gas Depletion (Federal)			
7 Oil and Gas Depletion (Oklahoma)			
8 Amount of Credit			
9 Type of Credit			
10 Amount of Withholding			
11 Type of Withholding			

NONRESIDENT SHAREHOLDER

12 Is a signed Form 512-SA provided? If nonresident agreement (Form 512-SA) is NOT provided, the S Corporation will be taxed on the income reported in line 13.	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No
13 Nonresident Share of Income to Tax if line 12 is NO (enter the distributable Oklahoma income from line 5)			

TOTAL: NONRESIDENT SHARE OF INCOME TO TAX

14 Add amounts shown in line 13 above for all Shareholders, and if applicable, from Form 512-S-SUP. Enter here and on Page 1, Part 1, line 1a.....\$	
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**NOTE: The amount shown in Part 3, Column B, line 18, Oklahoma net distributable income, may not be the amount to be entered on the shareholder's Oklahoma income tax return. This amount includes all allowable shareholder's income, losses, and deductions. Some of these items may be limited on the Federal return. If these items are allowed in full or part on your Federal income tax return, they will be allowed to the same extent on your Oklahoma return.

Notice: Forms required to compute withholding and credits must be provided with corporate return. Examples of these include: Form 1099 MISC, Form 500A: Non-resident Royalty Withholding, Form 511CR: Other Credits, Form 506: Investment/New Jobs Credit and Form 529: Small Business Guaranty Fee Credit. Schedules or authorization must be furnished.

NOTE: PROVIDE A COMPLETE COPY OF YOUR FEDERAL RETURN.

PART 6: ADDITIONAL INFORMATION

Location of Principal Accounting Records

36 ANY STREET BOOMTOWN CA 90062
Address City State Zip

Has the Internal Revenue Service redetermined your tax liability for prior years? Yes No What years? 2011

Did you file amended returns for the years stated above? Yes No N/A

Has the statute of limitations been extended by consent for any prior years? Yes No What years? 2009

Business name GREAT ATOMIC PYROTECHNICS & DESIGNS, INC Date business began in Oklahoma _____

Principal location(s) in Oklahoma 1 W 9TH, OKLAHOMA CITY OK 73194

Mail to: Oklahoma Tax Commission, PO Box 26800, Oklahoma City, Oklahoma 73126-0800



DRAFT
5/23/17

NONRESIDENT SHAREHOLDER AGREEMENT

FORM **512-SA** 2017

I, ISA SALESBURY, the undersigned, do agree I will file an Oklahoma Income Tax Return for the taxable year ending 12/31/2017. I will include, in Oklahoma adjusted gross income, my share of distributable taxable income or net operating loss of the corporation named below to the extent such income, gain or loss, is at the corporate level, derived from sources within Oklahoma. I further state I made and executed this agreement for the purpose of filing it with the following named corporation to be submitted with the Oklahoma Small Business Corporation Income Tax Return, Form 512-S, filed by the corporation for the taxable year indicated above.

Corporation GREAT ATOMIC PYROTECHNICS AND DESIGNS, INC.
Street Address or Post Office Box 36 ANY STREET
City BOOMTOWN State CA ZIP 90062
Federal Employer Identification Number 11-0000006

Signature 000-00-0005
Signature of Shareholder Executing Agreement Social Security Number or Federal Employer Identification Number

Dated this 15 day of MARCH, 2018.

CORPORATION PLEASE NOTE:

This agreement must be filed with the original Small Business Corporation Income Tax Return, Form 512-S, for each nonresident shareholder. Otherwise, the corporation shall be taxed on that part of the corporation's net taxable income allocable to the shares of stock owned by the nonresident shareholder. Once the agreement has been signed, it is irrevocable for this taxable year. Rule 710:50-21-1



DRAFT
5/23/17

FORM **512-SA** 2017

NONRESIDENT SHAREHOLDER AGREEMENT

I, MAK A DESISION, the undersigned, do agree I will file an Oklahoma Income Tax Return for the taxable year ending 12/31/2017. I will include, in Oklahoma adjusted gross income, my share of distributable taxable income or net operating loss of the corporation named below to the extent such income, gain or loss, is at the corporate level, derived from sources within Oklahoma. I further state I made and executed this agreement for the purpose of filing it with the following named corporation to be submitted with the Oklahoma Small Business Corporation Income Tax Return, Form 512-S, filed by the corporation for the taxable year indicated above.

Corporation GREAT ATOMIC PYROTECHNICS AND DESIGNS, INC.
Street Address or Post Office Box 36 ANY STREET
City BOOMTOWN State CA ZIP 90062
Federal Employer Identification Number 11-0000006

Signature 000-00-0001
Signature of Shareholder Executing Agreement Social Security Number or Federal Employer Identification Number

Dated this 15 day of MARCH, 2018.

CORPORATION PLEASE NOTE:

This agreement must be filed with the original Small Business Corporation Income Tax Return, Form 512-S, for each nonresident shareholder. Otherwise, the corporation shall be taxed on that part of the corporation's net taxable income allocable to the shares of stock owned by the nonresident shareholder. Once the agreement has been signed, it is irrevocable for this taxable year. Rule 710:50-21-1