

Form 512-S Test Scenario 2

Worknallday, Inc.

11-0000007

Test Scenario 2 uses the Federal Form 1120S Test Scenario 5

Deviations from Test Package Federal form 1120S:

1. 1120S – Schedule K, Line 10 – Other Income to be changed to \$0.  
1120S – Schedule K, Line 8a to be changed to \$10,000.
2. 1120S, Schedule D & Form 8949 to be changed to include a long term capital gain of \$10,000 on the sale of stock in an Oklahoma Company. The stock in 'Oklahoma Company' was acquired on 04/01/05 for \$20,000 and sold on 07/15/12 for \$30,000. Oklahoma Company's FEI is 11-0000914.

**Forms Required:** 512-S, 561S

**Binary Attachments:** Form 512-SA (Bin Exempt)



# OKLAHOMA SMALL BUSINESS CORPORATION INCOME TAX RETURN

This form must be filed on or before the 15th day of the third month after the close of the taxable year.

**AMENDED RETURN**  
If this is an Amended Return place an 'X' here

**DRAFT**  
**8/15/12**

For the year January 1 - December 31, 2012, or other taxable year beginning:  , 2012 ending:  ,

Corporate Name: **WORKNALLDAY, INC**  
Street Address: **37 ANY STREET**  
City, State and Zip: **ANYTOWN, NC 28041-0280**  
Federal Employer Identification Number: **11-0000007** Business Code Number: **321900**

Telephone Number and Area Code: \_\_\_\_\_ Date of Incorporation: **03/08/1992** Under the Laws of: **OKLAHOMA**  
Type of Business: **MANUFACTURING** If this is a final return, place an 'X' here:

### Part 1: Tax Computation Schedule for Nonresident Shareholders Who Do Not File a Nonresident Shareholder Agreement (512-SA)

1a	Nonresident share of income from Page 4, Part 5, column 7	1a	9305	00	
1b	Nonresident share of deductions (see instructions)	1b	5000	00	
1	Nonresident share of taxable income (line 1a minus line 1b)	1			4305 00
2	Tax: 6% of line 1	2			258 00
3	Other Credits Form (see instructions) (enclose Form 511CR)	3			00
4	Balance of tax due (line 2 less line 3, but not less than zero)	4			258 00
5	Amount paid on 2012 estimate (i.e. Form(s) OW-8-ESC)	5	1500	00	
6	Amount paid with extension request	6		00	
7	Okla. withholding (enclose Form 1099, 500-A, 500-B or other withholding statement)	7		00	
8	Total credits (add lines 5, 6 and 7)	8			1500 00
9	Overpayment (line 8 minus line 4)	9			1242 00
10	Amount of line 9 to be credited on 2013 estimated tax	10	1000	00	
11	Donations from your refund.. <input type="checkbox"/> \$2 <input type="checkbox"/> \$5 <input type="checkbox"/> \$ _____	11			00
12	Total (add lines 10 and 11)	12			1000 00
13	Amount of line 9 to be refunded to you (line 9 minus line 12) Refund	13			242 00

Line 11 Instructions provide 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 11 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 attach a schedule showing how you would like your donation split.

**Direct Deposit Note:** All refunds must be by direct deposit. See Direct Deposit Information on page 12 of the 512S Packet for details.  
Is this refund going to or through an account that is located outside of the United States?  Yes  No  
Deposit refund in my:  checking account  savings account  
Routing Number: 127654321  
Account Number: 10023456

14	Tax Due (line 4 minus line 8)	Tax Due	14		00
15	Donation: Public School Classroom Support Fund .... <input type="checkbox"/> \$2 <input type="checkbox"/> \$5 <input type="checkbox"/> \$ _____	15			00
16	Underpayment of estimated tax interest (enclose Form OW-8-P)	16			00
17	For delinquent payment add penalty of 5% \$ _____ plus interest of 1.25% per month \$ _____	17			00
18	Total tax, donation, penalty and interest (add lines 14 - 17) Balance Due	18			00

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

<b>Corporate Seal</b>	Signature of Officer _____ Date _____	Signature of Preparer _____ Date _____
	Printed Name of Officer <b>KHIRY U FARR</b>	Preparer's Address <b>100 EFILE DR, ANYTOWN, TX 78621</b>
	Title <b>CHIEF EXECUTIVE OFFICER</b>	Area Code and Phone Number <b>512-555-1212</b> Preparer's PTIN <b>P55555555</b>

# 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 (Form 1120-S, line 1c) . . . . . \$ 11468259	11468259	00	11468259	00
	b. Minus returns and allowances \$ = . . . . .				
2	Cost of goods sold and/or operations . . . . .	10061879	00	10061879	00
3	Gross profit (subtract line 2 from line 1) . . . . .	1406380	00	1406380	00
4	Net gain (loss) (Form 4797 Part II, line 17) . . . . .	14433	00	14433	00
5	Other income (loss) (enclose schedule) . . . . .		00		00
6	<b>Total income (loss)</b> (add lines 3 through 5) . . . . .	1420813	00	1420813	00
7	Compensation of officers . . . . .	161698	00	161698	00
8	Salaries and wages . . . . .	196941	00	196941	00
9	Repairs and maintenance . . . . .	17760	00	17760	00
10	Bad debts . . . . .		00		00
11	Rent . . . . .	160574	00	160574	00
12	Taxes and licenses . . . . .	36594	00	36594	00
13	Interest . . . . .	26103	00	26103	00
14	Depreciation . . . . .	6726	00	6726	00
15	Depletion (do not deduct oil and gas depletion) . . . . .		00		00
16	Advertising . . . . .	8257	00	8257	00
17	Pension, profit-sharing, etc. plans . . . . .	14715	00	14715	00
18	Employee benefit programs . . . . .		00		00
19	Other deductions (enclose schedule) . . . . .	367327	00	367327	00
20	<b>Total deductions</b> (add lines 7 through 19) . . . . .	996695	00	996695	00
21	<b>Ordinary Income (Loss) from trade or business:</b> Subtract line 20 from line 6. Enter here and below on Part 3, line 1 . . . . .	424118	00	424118	00

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8/15/12**

# 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) . . . . .	424118	00	424118	00
2	Net income (loss) from rental real estate activity(ies) (enclose schedule) . . . . .		00		00
3	Net income (loss) from other rental activity(ies) (enclose schedule) . . . . .		00		00
4	Interest income				
	a: Interest on loans, notes, mortgages, bonds, etc. . . . .		00		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 . . . . .	71147	00	71147	00
5	Dividend income . . . . .		00		00
6	Royalties . . . . .		00		00
7	Net short-term capital gain (loss) (Schedule D, 1120-S) . . . . .	78649	00	78649	00
8	Net long-term capital gain (loss) (Schedule D, 1120-S) . . . . .	10000	00	10000	00
9	Net gain (loss) under Section 1231 (other than due to casualty or theft) . . . . .		00		00
10	Other (enclose schedule) . . . . .		00		00
11	<b>Total Income</b> (add lines 1 through 10) . . . . .	583914	00	583914	00
Deductions (lines 12 through 17)					
12	Section 179 deduction (enclose schedule) . . . . .	62935	00	62935	00
13	Contributions . . . . .		00		00
14	Deductions related to portfolio income . . . . .		00		00
15	Intangible drilling costs . . . . .		00		00
16	Other deductions authorized by law (enclose schedule) . . . . .	502369	00	502369	00
17	<b>Total Deductions</b> (add lines 12 through 16) . . . . .	565304	00	565304	00
18	<b>Total (line 18)</b> Net distributable income (line 11 minus line 17) . . . . .	18610	00	18610	00

If Federal and Oklahoma distributable net incomes are the same, please see instructions on page 6 of packet.



# 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 2, Part 3, Column A, line 18.....		1
2	Add: (a) Taxes based on income .....	2a	
	(b) Unallowable deduction (enclose schedule) .....	2b	
	(c) Other income (enclose 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) .....	3b	
	(c) .....	3c	
	(d) Total of lines 3a through 3c.....		3d
	(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
5	Oklahoma's portion thereof _____%, from schedule below .....		5
6	Add items separately allocated to Oklahoma:		
	(a) .....	6a	
	(b) .....	6b	
	(c) .....	6c	
	(d) .....	6d	
	(e) Total of lines 6a through 6d .....		6e
7	Oklahoma net distributable income (add lines 5 and 6e; enter here and on Page 2, Part 3, Column B, line 18) ...		7

**DRAFT**  
**8/15/12**

## APPORTIONMENT FORMULA

		Column A Total Within Oklahoma	Column B Total Within and Without Oklahoma	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) Inventories .....			
	(ii) Depreciable property.....			
	(iii) Land.....			
	(iv) Total of section "a" .....			
	(b) Rented property (capitalize at 8 times net rental paid)			
	(c) Total of sections "a" and "b" above.....	\$	\$	%
2	(a) Payroll .....			
	(b) Less: Officer's salaries .....			
	(c) Total (subtract officer's salaries from payroll).....	\$	\$	%
3	Sales :			
	(a) Sales delivered or shipped to Oklahoma purchasers:			
	(i) Shipped from outside Oklahoma.....			
	(ii) Shipped from within Oklahoma.....			
	(b) Sales shipped from Oklahoma to:			
	(i) The United States Government .....			
	(ii) Purchasers in a state or country where the corporation is not taxable (i.e. under Public Law 86-272) .			
	(c) Total of sections "a" and "b".....	\$	\$	%
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) .....			%
6	Average percent (1/3 of total percent) (Carry to Part 4, line 5 above) .....			%

**Note: Enclose a complete copy of your Federal return.**



**PART 5: SHAREHOLDERS' PRO RATA SHARE OF INCOME**

1	2	3	4	5
Name and address of shareholder	Check if non-resident	SSN or FEIN	Number of Shares	Shareholders applicable %
(a) CARRIE ORTIZ, 55 ANY STREET, ANYTOWN, WI 53201	<input checked="" type="checkbox"/>	999-06-0006	500	50
(b) BIN XEMPT, 55 ANY STREET, ANYTOWN, WI 53201	<input checked="" type="checkbox"/>	999-06-0008	500	50
(c)				
(d)				
(e)				
(f)				

6	7	8	9	10	11
Share of Oklahoma net distributable income (Part 3, Column B, line 18 times Part 5, Column 4**)	If nonresident agreement (Form 512-SA) is NOT attached, check box and enter the amount shown in Column 6. The S corporation will be taxed on the income reported in this column.	Allowable Oil and Gas Depletion (Federal)	Allowable Oil and Gas Depletion (Oklahoma)	Shareholder's portion of Oklahoma credit or withholding	Type of Credit or Withholding
(a) 9305	<input checked="" type="checkbox"/> 9305				
(b) 9305	<input type="checkbox"/>				
(c)	<input type="checkbox"/>				
(d)	<input type="checkbox"/>				
(e)	<input type="checkbox"/>				
(f)	<input type="checkbox"/>				

9305 ← Total: Nonresident share of income to tax (add amounts shown in column 7). Enter here and on Page 1, Part 1, line 1a

\*\*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.

Enclose a copy of your Federal return.

**PART 6: ADDITIONAL INFORMATION**

- Kind of Business: MANUFACTURING
- Is this return on cash or accrual basis? ACCRUAL
- Name of Business (if different from that of corporation): \_\_\_\_\_
- Corporation books are kept by: TAXPAYER
- Address at which books are kept: 37 ANY STREET, ANYTOWN, NC 28041-0280
- Date business began in Oklahoma: 1/1/1993
- Did you make a return of information on Oklahoma Forms 500, 500-A or 500-B for the calendar year 2012?  
(Forms 500/500-A may be filed in lieu of the Federal Form 1099)  yes  no  
(Form 500-B is filed when there is a distribution to a nonresident shareholder)
- Were you notified this year of a change in your Federal taxable income for prior year(s)?  yes  no  
If you answered "yes" to #8, please list the year(s) here: \_\_\_\_\_
- Did you file amended returns for the years stated above?  yes  no



State of Oklahoma

# OKLAHOMA CAPITAL GAIN DEDUCTION

FOR THE NONRESIDENT SHAREHOLDER WHOSE INCOME IS REPORTED ON FORM 512-S, PART 1

(Qualifying Assets Held for the Applicable Holding Period)

**DRAFT**  
**6/25/12**

FORM **561S** 2012

Corporate Name as Shown on Return <b>WORKNALLDAY, INC.</b>	Federal Employer Identification Number	
	<b>11</b>	<b>0000007</b>
Name of Nonresident Shareholder <b>CARRIE ORTIZ</b>	Social Security Number/Federal Employer Identification Number	
	<b>999-06-0006</b>	

Enter the Date(s) the Nonresident Shareholder Acquired Ownership in the S Corporation:

**1. List qualifying Oklahoma capital gains and losses, not included on lines 2 and 3 below.**

A1. Description of Property	B. Date Acquired (mm/dd/yy)	C. Date Sold (mm/dd/yy)	D. Sales Price	E. Cost or Other Basis	Shareholder's Share F. Gain or (loss) Allocated /Apportioned to Oklahoma
A2. Oklahoma Location/Address or Federal ID Number					
A1) SHARES OF OKLAHOMA COMPANY	04/01/05	07/15/12	30000	20000	5000
A2) 11-0000914					
A1)					
A2)					
A1)					
A2)					
A1)					
A2)					

2. Qualifying Oklahoma capital gain from installment sales reported on Federal Schedule D, line 8. Enclose a copy of Federal Form 6252.....	2	
3. Qualifying Oklahoma net capital gain or (loss) from like-kind exchanges reported on Federal Schedule D, line 9. Enclose a copy of Federal Form 8824 .....	3	
4. Qualifying Oklahoma net capital gain. Add amounts in column F on lines 1, 2 and 3. (If zero or less, enter "0") .....	4	5000
5. Nonresident shareholder's share of the net capital gain apportioned and allocated to Oklahoma ...	5	5000
6. Oklahoma Capital Gain Deduction. Enter the smaller of lines 4 or 5 here and on Form 512-S, Part 1, line 1b. (Do not enter less than zero).....	6	5000

**Enclose Federal Form 1120S, Schedule D**



# NONRESIDENT SHAREHOLDER AGREEMENT

**DRAFT**  
**6/25/12**

FORM **512-SA** 2012

I, BIN KEMPT, the undersigned, do agree I will file an Oklahoma Income Tax Return for the taxable year ending 12/31/12, and will include, in Oklahoma adjusted gross income, my share of distributed or undistributed 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 WORKNALLDAY, INC  
Street Address or Post Office Box 37 ANY STREET  
City ANYTOWN State NC Zip 28041-0580  
Federal Employer Identification Number 11-0000007

Signature of Shareholder Executing Agreement \_\_\_\_\_  
Social Security Number or Federal Employer Identification Number 999-06-0008

Dated this 15TH day of MARCH, 2013.

**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.