



Revised 9-99  
SF 49103

## Indiana Department of Revenue IT-20 Schedule 8-D

### Consolidated Income Tax Schedule for Indiana Affiliated Group

for Period Beginning Month \_\_\_\_\_ Year \_\_\_\_ and Ending Month \_\_\_\_\_ Year \_\_\_\_

This schedule must be attached to Form IT-20 (Do not attach a list - use as many of these schedules as necessary).

#### Part I Affiliated Entities for Gross and Adjusted Gross Income Tax

Complete each column listing all members of an affiliated controlled group included in the Indiana consolidated gross and/or adjusted gross income tax return. All affiliated companies in the consolidated group are required to use the identical accounting period.

Check under column B if corporation is a new addition to the Indiana affiliated group. Indicate amount in column F if any estimated income tax was separately paid by the affiliate under its ID number. If corporation is included in the *consolidated gross income tax return*, check column G and complete Part II of schedule. If corporation is included in the *consolidated adjusted gross income tax return*, check column H and attach pro forma income spreadsheet. Indicate in column I date corporation qualified to do business in Indiana.

#### Consolidated Listing for Gross Income Tax and/or Adjusted Gross Income Tax

| A<br>No. | B<br>✓ if<br>New | C<br>Name/address of each affiliated corporation | D<br>Federal ID Number | E<br>Date/State<br>of Incorporation | F<br>Estimated tax<br>paid by affiliate | G<br>Gross | H<br>AGI | I<br>Qualifying<br>Date |
|----------|------------------|--------------------------------------------------|------------------------|-------------------------------------|-----------------------------------------|------------|----------|-------------------------|
| 1.       |                  | Reporting Corporation                            |                        |                                     |                                         |            |          |                         |
| 2.       |                  | Subsidiary corporation:                          |                        |                                     |                                         |            |          |                         |
|          |                  | Subsidiary address:                              |                        |                                     |                                         |            |          |                         |
| 3.       |                  |                                                  |                        |                                     |                                         |            |          |                         |
| 4.       |                  |                                                  |                        |                                     |                                         |            |          |                         |
| 5.       |                  |                                                  |                        |                                     |                                         |            |          |                         |
| 6.       |                  |                                                  |                        |                                     |                                         |            |          |                         |
| 7.       |                  |                                                  |                        |                                     |                                         |            |          |                         |
| 8.       |                  |                                                  |                        |                                     |                                         |            |          |                         |
| 9.       |                  |                                                  |                        |                                     |                                         |            |          |                         |
| 10.      |                  |                                                  |                        |                                     |                                         |            |          |                         |

**Deletions** - List any former Indiana affiliate(s) deleted from this year's consolidated filing.

Federal ID Number(s)

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**Indiana Department of Revenue**

**Part II**

**Consolidated Gross Income for Indiana Affiliated Group**

Period Beginning month \_\_\_\_\_ year \_\_\_\_ and Ending month \_\_\_\_\_ year \_\_\_\_

**Note:** Those affiliated corporations incorporated or authorized to do business in Indiana may file consolidated gross income returns. On such returns, income from intercompany sales of property and intercompany receipts in the form of interest, rentals, and dividends may be eliminated. See instructions on page (4). Totals from this schedule are carried to Form IT-20 Schedule A, Gross Income Tax Calculation.

| Gross Income                                                                                                                                                  | Reporting Corporation<br>No. ____ |        | Affiliated Corporation<br>No. ____ |        |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|--------|------------------------------------|--------|
|                                                                                                                                                               | Name of Corporation               |        | Name                               |        |
| <b>List all Gross Receipts</b>                                                                                                                                | A. 1.2%                           | B. .3% | A. 1.2%                            | B. .3% |
| 1. Commissions and fees.....                                                                                                                                  |                                   |        |                                    |        |
| 2. Interest and dividends.....                                                                                                                                |                                   |        |                                    |        |
| 3. Rents, leases, and sales of real estate (without deductions).....                                                                                          |                                   |        |                                    |        |
| 4. Sale of securities and personal property (without deductions).....                                                                                         |                                   |        |                                    |        |
| 5. Gross earnings (see Form IT-20 instructions).....                                                                                                          |                                   |        |                                    |        |
| 6. Contractor receipts and other service receipts.....                                                                                                        |                                   |        |                                    |        |
| 7. Other receipts - attach explanation.....                                                                                                                   |                                   |        |                                    |        |
| 8. Contractor's sale of materials.....                                                                                                                        |                                   |        |                                    |        |
| 9. Selling at retail.....                                                                                                                                     |                                   |        |                                    |        |
| 10. Laundering, dry cleaning, and industrial processing (excluding receipts from coin operated equipment) and commercial printing (excluding photocopying)... |                                   |        |                                    |        |
| 11. Sales of agricultural products.....                                                                                                                       |                                   |        |                                    |        |
| 12. Manufacturer's sales at wholesale.....                                                                                                                    |                                   |        |                                    |        |
| 13. Other sales at wholesale.....                                                                                                                             |                                   |        |                                    |        |
| 14. Total amounts (add lines 1-7 in Column A, and lines 8-13 in Column B) for each member.....                                                                |                                   |        |                                    |        |

**Nontaxable Receipts**

List all eliminations and other nontaxable receipts.

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|---------------------------------------------------------------------|--|--|--|--|
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|                                                                     |  |  |  |  |
| Total amounts (add entries in Columns A and B) for each member..... |  |  |  |  |

## Consolidated Gross Income for Indiana Affiliated Group

[illegible]

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|  |  |  |  | <b>Total</b> (carry the total to Schedule A of Form IT-20 and enter on column A and B of Line 15) |  |

# Indiana Department of Revenue

## Instructions for Schedule 8-D

Revised 9-99

### Who May File a Consolidated Tax Return

Corporations may file a consolidated gross income tax return if they are incorporated or qualified to do business in Indiana, are affiliated as defined in I.C. 6-2.1-5-5, and **elect** to file a consolidated return at the time the first annual return is filed. "Affiliated" for gross income tax purposes means one (1) corporation owns at least eighty percent (80%) of the voting stock of another corporation, exclusive of directors' qualifying shares. An "affiliated group" is a group of such corporations linked together by the eighty percent (80%) ownership of one with another.

Example: (1) Corporation A owns eighty percent (80%) of the voting stock of Corporation B. Corporation B owns eighty percent (80%) of Corporation C. Corporations A, B, and C are members of an affiliated group.

(2) Corporation A owns eighty percent (80%) of Corporation B. Corporation A also owns eighty percent of Corporation C. A, B, and C are an affiliated group.

Each member of an affiliated group is deemed affiliated with every other member. Brother-sister corporations (having a common owner which is not a parent corporation but themselves owning no stock in each other) do not satisfy the eighty percent (80%) ownership requirement and are therefore not permitted to file a consolidated return.

Under the Adjusted Gross Income Tax Act, an affiliated group (as defined under I.R.C. Sec. 1504) has the privilege of filing a consolidated adjusted gross income tax return as provided in I.C. 6-3-4-14. **The affiliated group may not include any corporation which does not have taxable income or loss derived from Indiana sources.**

An election must be made by an affiliated group wishing to file a consolidated income tax return. The filing of an annual return, including Schedule 8-D or an acceptable substitute schedule, is deemed an election to so file on the part of the corporations included in the return. Prior permission from the Department to file a consolidated return is not necessary. However, it is necessary for an affiliated group to obtain permission in writing from the Department to discontinue filing on a consolidated basis. In such a case, the group must make separate application showing good cause why the filing change should be permitted on or before the date the returns are filed. The request for permission to discontinue filing consolidated must include the reasons for desiring the discontinuance and should be addressed to the **Indiana Department of Revenue, Tax Policy Division, 100 North Senate Avenue, Room N248, Indianapolis, Indiana 46204-2253.**

### Liability of Each Corporate Member for Returns and Tax

The fact that a certain member corporation is designated and approved to make the consolidated return for the group will not relieve any member of liability for filing the return and paying tax for the group. The group and each member thereof is jointly and severally liable. The corporation chosen to file the affiliated group's first consolidated return will continue to file the return and pay the tax due with the return unless permission is granted by the Department to change filing members.

### Corporations Filing Consolidated Under One Act and Unconsolidated Under the Other Act

*The reporting corporation must complete Part I of Schedule 8-D for Gross and Adjusted Gross Income Tax purposes.* If an affiliated group elects to file a consolidated return under either the Gross Income Tax Act or Adjusted Gross Income Tax Act, the Department strongly urges the affiliated group to file a consolidated return under both Acts because of the many administrative and procedural problems in applying proper credits, payments, and the calculation of tax for each affiliated corporation when filing separately.

If each member of an affiliated group files separately under one Act and consolidated under the other Act, the burden will be on each member to provide a complete breakdown of that member's gross, adjusted gross, and supplemental net income tax liabilities, quarterly estimated tax payments, and other credits. This would include each member filing estimated quarterly tax payments for its own tax liabilities and other credits.

### Report of Consolidated Gross Income on Schedule 8-D Part II

**Gross Receipts** - Enter total gross receipts for each affiliated member without regard to the cost of goods sold, expenses, or any other deductions on lines 1 through 13 under the same rate applicable to the income transaction. Taxable intercompany receipts will include gross receipts from services performed by one member of an affiliated group for another member. Also, taxable receipts will include gross receipts from dissolution or liquidating distributions made by a member of an affiliated group to a resident stockholder member of such group. **Note: Negative figures cannot be reported for gross receipts.**

The summary consolidated totals for all affiliated members are carried to Schedule A of Form IT-20, line 14 columns A and B. Receipts which are nontaxable under Indiana law must be explained and the consolidated totals to be deducted are carried to line 15, columns A and B of Form IT-20.

**Nontaxable Receipts** - Enter intercompany gross receipts between members of an affiliated group of corporations permitted to file an Indiana consolidated tax return. Gross receipt derived from sales of property or from the receipt of dividends, rentals, or interest between affiliated members are subject to elimination on the consolidated return. Also, enter other nontaxable receipts to the extent allowed by law. See Form IT-20 instructions, Schedule G, for a list of allowable deductions.

The Act prohibits the elimination as intercompany receipts gross income between consolidated and unconsolidated affiliates unless such gross income is nontaxable for some other reason, such as a sale in interstate commerce. In addition, income from sales of property made outside of Indiana, or other income earned outside of Indiana cannot be eliminated as intercompany receipts. The Act also prohibits the elimination of the same gross income as nontaxable more than once. For example, gross income cannot be eliminated as both intercompany receipts between consolidated affiliates and as sales in interstate commerce.

### Gross Receipts Exemption

Taxpayers filing consolidated returns are entitled up to one \$1,000 exemption per calendar year, regardless of the number of corporations included in the return. The exemption is claimed on Schedule A, Line 16 of Form IT-20.