



DIVISION OF REVENUE AND TAXATION
COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS



ALLOCATION OF INCOME FOR AN S CORPORATION

Do not file this form unless the corporation has filed or is
attaching Form 2553 to elect to be an S corporation

See separate instructions.

2016

Schedule
1120S-CM

For calendar year 2016 or tax year beginning 2016, and ending , 20

A S election effective date	TYPE OR PRINT	Name	D Employer identification number
B Business activity code number (See instructions)		Number, street, and room or suite no. If a P.O. box, see instructions.	E Date incorporated
C Check if Schedule M-3 attached <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code	F Total assets (see instructions) \$

G Is the corporation electing to be an S corporation beginning with this tax year? Yes No If "Yes", attach Form 2553 if not already filed
H Check applicable boxes: (1) Final return (2) Name change (3) Address change (4) Amended return (5) S election termination or revocation
I Enter number of shareholders who were shareholders during any part of the tax year

Caution. Include **only** trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Source of Income and Deductions				A WITHOUT	B WITHIN	C TOTAL
Income	1a	Gross receipts or sales	1a			
	1b	Returns and allowances	1b			
		1c Balance. Subtract line 1b from line 1a	1c			
	2	Cost of goods sold (attach Form 1125-A)	2			
	3	Gross profit. Subtract line 2 from line 1c	3			
	4	Net gain (loss) from Form 4797, line 17 (attach Form 4797)	4			
	5 Other income (loss) (see instructions - attach statement)	5				
	6 Total income (loss). Add lines 3 through 5	6				
Deductions (See instructions for limitations)	7	Compensation of officers (see instructions - attach Form 1125-E)	7			
	8	Salaries and wages (less employment credits)	8			
	9	Repairs and maintenance	9			
	10	Bad debts	10			
	11	Rents	11			
	12	Taxes and licenses	12			
	13	Interest	13			
	14	Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562)	14			
	15	Depletion (Do not deduct oil and gas depletion)	15			
	16	Advertising	16			
	17	Pension, profit-sharing, etc., plans	17			
	18	Employee benefit programs	18			
	19	Other deductions (attach statement)	19			
	20	Total deductions. Add lines 7 through 19	20			
		21a Ordinary business income (loss). Subtract line 20 from line 6	21a			
	b Allocable percentage	21b	%	%	100%	

Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.				
	<input style="width:90%;" type="text"/> Signature of officer	<input style="width:80%;" type="text"/> Date	<input style="width:90%;" type="text"/> Title	May the Division of Revenue and Taxation discuss this return with the preparer shown below (see instructions)? <input type="checkbox"/> Yes <input type="checkbox"/> No	

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	PTIN
	Firm's name				Firm's EIN
	Firm's address				Phone no.

1120S-CM (2016) Supplemental instructions

This form shall be used as attachment to Form 1120S, U.S. Income Tax Return for an S Corporation. The purpose of this form is to allocate the income and expenses of the S Corporation based on source of income and related expenses.

1. For lines 1c through 21a, make appropriate source allocation from each line item based upon income source within and without the CNMI. Enter the figure in their respective column.
2. For line 21b, make the percentage allocation of the taxable income from each source in proportion to the total taxable income on line 21a by dividing the taxable income from line 21a, columns A and B by the total taxable income from line 21a, column C.

EXAMPLE:

Percentage allocation for line 2b, column A

Line 21a, col. A
_____ = Percentage allocation for line 21b, col. A
Line 21a, col. C

Percentage allocation for line 21b, column B

Line 21a, col. B
_____ = Percentage allocation for line 21b, col. B
Line 21a, col. C

Caution: If the percentage allocation is less than zero, enter zero. If more than 100%, enter only 100%.

3. All other instructions are contained in the regular Form 1120S instruction booklet.
4. Attach Schedule 1120S-CM to Form 1120S.

NOTE: The S corporation shall properly allocate the income (loss) to each shareholder. Also, all non-refundable credits shall be properly allocated to each shareholder under 4 CMC §1308(b).

However, any Business Gross Revenue Tax taken as a deduction shall not be allowed as a non-refundable credit.