DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

Form **INT-2**

Missouri Department of Revenue
2016 Bank Franchise Tax Return

16100010001

2017 Taxable year based on the 2016 calendar year income period

Due date April 18, 2017

Name		North American Industry Classification System (NAICS)
Address		
City	State	Zip Code
Federal Employer Identification Number (FEIN)	County Name	County Code

During this taxable year, have you been notified of a change in your federal net income or federal income taxes for any period? (If yes, submit schedule of changes) ..... ❒ Yes ❒ No

A copy of the federal return and supporting schedules must be attached to this return.

	1. Federal taxable income (loss) from Federal Forms 1120, Line 28 or 1120S, Line 21	1	
Part 1 - Additions	2. Income from state or political subdivisions obligations not included in federal income (see instructions if different from Federal Forms 1120 or 1120S)	2	
	3. Income from federal government securities not included in federal income	3	
	4. Charitable contribution claimed on federal return (attach schedule)	4	
	5. Bad debt claimed on federal return ❒ Reserve method ❒ Direct write-off method ❒ Other _____	5	
	6. Net bad debt recoveries	6	
	7. Missouri Bank Franchise tax deducted on federal return	7	
	8. Taxes deducted on federal return, claimed as credits on this return (must be detailed on Schedule A or attachment)	8	
	9. Other additions (attach detailed schedule)	9	
	10. Total of Lines 1 through 9	10	
Part 2 - Deductions	11. Net bad debt charge offs	11	
	12. Federal income tax deduction (see instructions)	12	
	13. Other deductions (attach detailed schedule)	13	
	14. Total of Lines 11, 12, and 13	14	
	15. Total income before charitable contribution deduction (Line 10 less Line 14)	15	
	16. Charitable contribution deduction (limit is 5% of Line 15)	16	
	17. Port Cargo Expansion deduction (see instructions)	17	
	18. International Trade Facility deduction (see instructions)	18	
	19. Qualified Trade Activities deduction (limit is 50% of Line 10)	19	
	20. Taxable income (Line 15 less Lines 16, 17, 18, and 19)	20	
Part 3 - Computation of Tax	21. Tax at 7% of Line 20 (if apportionment required, see instructions)	21	
	22. Less credits from Line 8	22	
	23A. Less tentative payment or amount previously paid	23A	
	23B. Overpayment of previous year's tax	23B	
	23C. Miscellaneous credits (attach schedule and approved authorizations)	23C	
	23D. Enterprise Zone Credit (attach certificate of eligibility)	23D	
	23E. Bank Franchise Tax Credit: Total available $ _____ Amount transferred to corporate income tax $_____ Amount claimed on this return	23E	
	24. Balance due or overpaid	24	
	25A. Interest for delinquent payment after April 18, 2017 (see instructions)	25A	
	25B. Additions to tax (see instructions)	25B	
	26. Total amount due or overpayment to be refunded (Lines 24, 25A, and 25B)	26	

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

Schedule A - Taxes Claimed As Credits

Description (Do not list tangible personal property tax on leased property)	Amount
Total (Enter on Lines 8 and 22, Page 1)	

Authorization and Signature

I authorize the Director of Revenue or delegate to discuss my return and attachments with the preparer or any member of his or her firm, or if internally prepared, any member of the internal staff..... ❒ Yes ❒ No

Under penalties of perjury, I declare that the above information and any attached supplement is true, complete, and correct. Declaration of preparer (other than taxpayer) is based on all information of which he or she has any knowledge.

Signature of Officer (Required)	Title of Officer	Phone Number	Date (MM/DD/YYYY)
		(___ ___ ___)___ ___ ___-___ ___ ___ ___	___ ___/___ ___/___ ___ ___ ___
Preparer's Signature (Including Internal Preparer)	Preparer's FEIN, SSN, or PTIN	Phone Number	Date (MM/DD/YYYY)
		(___ ___ ___)___ ___ ___-___ ___ ___ ___	___ ___/___ ___/___ ___ ___ ___

Make check or money order payable to "Missouri Department of Revenue". Mail completed form and attachments to the address below. If you pay by check, you authorize the Department of Revenue to process the check electronically. Any returned check may be presented again electronically.

Mail to: Taxation Division
P.O. Box 898
Jefferson City, MO 65105-0898

Phone: (573) 751-2326
TTY: (800) 735-2966
Fax: (573) 522-1721
E-mail: fit@dor.mo.gov

Visit http://dor.mo.gov/business/finance for additional information.

16100020001

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

16000000001

Missouri Department of Revenue

General Instructions - 2016 Bank Franchise Tax Return

Section 148.010 – 148.112, RSMo

This information is for guidance only and does not state the complete law.

The 2016 Bank Franchise Tax Return (**Form INT-2**) form must be completed and filed by April 18, 2017. An extension of time to file this return can be requested through the Application for Extension of Time to File (**Form 7004**). An extension of time to file the return does not extend the time for payment of the tax. An extension of time may not exceed 180 days from the due date (April 18) pursuant to **Regulation 12 CSR 10-10.110**. Note: Any payment submitted after the due date of April 18 is subject to interest at the rate determined by **Section 32.065, RSMo** which can be obtained from the Department's website at **http://dor.mo.gov/intrates.php**.

If any return is not filed by the due date, a penalty of 5% per month, not to exceed 25%, is calculated on the amount due.

This return must be filed by every bank and every trust company organized under any general or special law of this state and every national banking association located in this state and any branch or office physically located in this state of any commercial bank or trust company.

The Financial Institution Tax Schedule B (**Form 2331**) must be completed and submitted with each Form INT-2. For proper completion, please refer to **Regulation 12 CSR 10-10.020**. If any bank operates more than one office or branch in Missouri, the bank shall file one return giving the address of each office or branch with the total dollar amounts of accounts or deposits of each office on Form 2331.

All returns are filed based upon a calendar year business activity basis.

Instructions

Enter your three digit county code of the principal place of your institution from the list provided at the end of these instructions.

Part 1

Line 1 Enter the amount of taxable income or loss from Federal Form 1120, Line 28, before any net operating loss deduction or special deduction is applied, or Federal Form 1120S, Line 21.

Taxpayers that are members of an affiliated group filing a consolidated federal income tax return shall compute federal taxable income as if a separate federal tax return had been filed by each member of the affiliated group. A pro forma federal return or appropriate schedules should then be attached together with a copy of pages 1 through 4 of the consolidated federal income tax return.

Line 2 Enter all income received on state or political subdivision obligations excluded from the federal return. This income is taxable on this return. Explain if different from tax-exempt interest shown on the federal return.

Line 3 Enter all income received on federal securities excluded from the federal return (e.g., non-taxable portion Federal Reserve Bank dividends). This income is taxable on this return.

Line 4 Enter the charitable contribution claimed on the federal return.

Line 5 Enter the bad debt claimed on the federal return or any additions to a bad debt reserve claimed as a deduction on federal return. (The reserve method is not a permissible method on this return.) In the appropriate box, indicate the bad debt method used on the federal return.

Line 6 Enter the excess, if any, of recoveries of bad debts previously charged off over current year charge offs. Attach schedule of bad debt computation.

Line 7 Enter any Missouri Bank Franchise Tax deducted on the federal return. This is not an allowable deduction on this return.

Note: Cash basis banks should add the Missouri Bank Franchise Tax paid in the preceding calendar year. Accrual basis banks should add the Missouri Bank Franchise Tax accrued during the previous calendar year.

Line 8 Enter here and on Line 19 any taxes claimed as credits on this return. All taxes paid to the State of Missouri or any political subdivision thereof are eligible except taxes on real estate, unemployment taxes, bank tax, and taxes on tangible personal property owned by the taxpayer and held for lease or rental to others. Show detail on Page 2, Schedule A. All state and local sales and use taxes paid by banks as purchasers to sellers, vendors, or the State of Missouri on purchases of tangible personal property and services enumerated in **Chapter 144, RSMo**, may be claimed as a credit. Capitalized sales and use taxes paid by banks as purchasers are creditable. Documentation to support the capitalized sales and use tax credit must be available upon request.

Certain criteria must be met in order for a tax credit to be allowable pursuant to **Regulation 12 CSR 10-10.150**, Tax Credits on Bank Tax Return, as follows:

(1) The following criteria shall be used to establish whether or not a tax credit may be claimed against the Bank Franchise Tax, imposed by **Sections 148.010** to **148.110, RSMo**, computed pursuant to **Section 148.030.3, RSMo**:

(A) The payment must have been made to the state of Missouri or a political subdivision located in the state of Missouri.

(B) Payment must have resulted from a tax liability imposed by a government agency, as defined in subsection (1)(A), and cannot be a regulatory fee collected solely for the purpose of paying the cost of administering the taxing jurisdiction's laws.

(C) The following should be used as a general guideline to determine if an exaction, required by subsection (1)(A), is an allowable tax credit or a non-creditable fee:

1. If the proceeds, paid as defined in subsection (1)(A), are collected for deposit into the general revenue account of the taxing jurisdiction, to raise revenue for said entity, then it is a tax and is an allowable tax credit.

2. If the proceeds, paid as defined in subsection (1)(A), are collected primarily to cover the costs of the regulation of an activity, and which are then deposited with the regulatory agency, then it is a non-creditable fee.

(2) At all times the burden of establishing whether an exaction is an allowable tax credit or a non-creditable fee shall be on the taxpayer.

An accrual basis taxpayer that is a member of an affiliated group filing a consolidated Missouri income tax return shall allocate a portion of the consolidated Missouri income tax liability for the year by multiplying such liability by a fraction, the numerator of which is the separate Missouri taxable income of such member, and the denominator of which is the sum of the separate Missouri taxable incomes of all members having Missouri taxable income for the applicable year.

A cash basis taxpayer that is a member of an affiliated group filing a consolidated Missouri income tax return shall allocate each component of the consolidated Missouri income tax paid (or refunded) during the year by multiplying each component by a fraction, the numerator of which is the separate Missouri taxable income of such member for the

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

applicable year, and the denominator of which is the sum of the separate Missouri taxable incomes of all members having Missouri income for the applicable year.

In the computation of separate Missouri taxable income, each member of a group filing a consolidated Missouri income tax return shall start with its separate federal taxable income as computed pursuant to the method applicable to the group under Treasury Regulation 1.1552-1. The amount of the federal income tax deduction of each member under **Section 143.171.1, RSMo**, shall be that portion of the actual federal consolidated income tax liability of the group as is required to be allocated to such member under Internal Revenue Code Section 1552 without regard to any additional allocations under Treasury Regulation 1.1502-33(d).

The following are not allowable credits:

- Sales tax paid to check printer(s) on checks the bank sold to its customers
- Annual registration fee as this is not a tax

Attach schedule of taxes deducted on Line 17, federal Form 1120 or federal Form 1120S, Line 12, for verification purposes.

Line 9 Enter deductions claimed on the federal return which are not allowable on this return and income not included on the federal return which is required to be included on this return. (Attach schedule.) The environmental tax under Section 59A of the Internal Revenue Code must be added back to income. Any gain from the complete liquidation of another corporation that is not recognized because of Section 332 of the Internal Revenue Code must be added to income.

Line 10 Enter the total of Lines 1 through 9.

Part 2

Line 11 Enter the excess, if any, of bad debt charge offs over current year recoveries. Attach schedule of bad debt computation.

Line 12 Enter the relevant income period deduction for federal income taxes. The relevant income period deduction is the amount actually accrued (if an accrual basis taxpayer) or paid (if a cash basis taxpayer) during the income period.

A taxpayer that is a member of an affiliated group of corporations which filed a consolidated federal income tax return shall determine its deduction for, or its gross income in respect of federal income taxes paid or accrued during the income period to the United States as if it and all other members of the affiliated group of which it was a member had filed separate federal income tax returns for all relevant income periods.

Line 13 Enter the total amount of any deduction claimed on this return and not included on the federal return. These deductions must be itemized on a schedule attached to this return.

Banks that are required to recapture bad debt reserve to income pursuant to 26 USC § 585 should include the dollar amount recaptured to income on Line 13.

Line 14 Enter the total of Lines 11 through 13.

Line 15 Subtract Line 14 from Line 10 and enter amount. If “loss”, indicate by brackets “( )” and enter “none” on Line 21.

Line 16 Enter the charitable contribution deduction claimed on this return. The contribution deduction is limited to 5% of taxable income before the contribution deduction. Contribution carryover from prior year’s allowance on federal return is not allowable on this return. Attach charitable contribution schedule for verification purposes.

Line 17 Enter the amount of the Port Cargo Expansion deduction approved by the Missouri Department of Economic Development. Attach a copy of the certificate authorizing the deduction.

Line 18: Enter the amount of the International Trade Facility deduction approved by the Missouri Department of Economic Development. Attach a copy of the certificate authorizing the deduction.

Line 19: Enter the amount of the Qualified Trade Activities deduction approved by the Missouri Department of Economic Development. Attach a copy of the certificate authorizing the deduction. The amount of the deduction cannot exceed fifty percent (50%) of the amount on Line 10.

Line 20 Subtract Line 16, 17, 18 and 19 from Line 15 and enter the amount.

Part 3

Line 21 Multiply the taxable income amount on Line 20 by 7% and enter amount. If Line 10 includes income from business activity both within and without the State of Missouri from offices or branches located in such state, the taxpayer may be eligible to apportion the tax. These taxpayers shall complete Apportionment Schedule Bank Franchise Tax (**Form 4347**) and attach to this return.

Line 22 Enter the amount from Line 8.

Line 23A Enter the amount of tentative payment (if applicable).

Line 23B Enter overpayment of previous year’s tax.

Line 23C Enter the amount of tax credits claimed from the list on the following page.

Attach a schedule listing the amounts for each tax credit and a copy of the approved authorization to the return. See **Section 148.064.1, RSMo**, for ordering of tax credits. Tax credits can only be used once.

Line 23D Enter the approved Enterprise Zone Credit claimed. To be eligible for this credit, you must use the percentages from the second paragraph of the Department of Economic Development (DED) certification letter and attach a copy to the INT-2.

Compute the allowable Enterprise Zone Credit using the greater of the following methods.

- Line 20 (taxable income) X DED percentage of income X 7%

or

- Line 21 (tax) less Line 22 X DED percentage of tax

Line 23E The Bank Franchise Tax Credit is equal to 1/60th of one percent (.000167) of the amount entered on Line 6A or 6B of Schedule BF, if Line 6A or 6B exceeds one million dollars. Compute the total available Bank Franchise Tax Credit and enter in the space provided. Enter the amount claimed on this return on Line 23E. Any unused credit may be applied to the corporate income tax liability. Enter the amount to be transferred to corporate income tax in the space provided.

Line 24 Subtract Line 22 from Line 21. Amount shall not be less than zero. Subtract Lines 23A through 23E from result above and enter amount.

Line 25A Calculate interest for period which tax payment is delinquent. Interest is calculated from the due date of April 18 through the date of payment at the annual interest rate which can be obtained from the Department’s website at: http://dor.mo.gov/intrates.php.

Line 25B Compute additions to tax, if applicable, and enter on Line 25B.

1. For failure to pay by the due date — multiply Line 24 by 5%; or
2. For failure to file your return by the due date — multiply Line 24 by 5% for each month late, not to exceed 25%.

Line 26 Enter the total of Lines 24, 25A, and 25B. If a balance due, submit this amount.

16000000001

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT

Available Tax Credits

- Affordable Housing Assistance
- Agricultural Products Utilization
- Alternative Fuel Infrastructure
- Bond Enhancement
- Brownfield "Jobs and Investment"
- Business Use Incentives for Large-scale Development (BUILD)
- Demolition
- Development
- Development Reserve
- Developmental Disability Care Provider
- Distressed Areas Land Assemblage
- Export Finance
- Family Development Account
- Family Farms Act
- Film Production
- Historic Preservation
- Infrastructure Development
- Innovation Campus
- Maternity Home
- Missouri Low Income Housing
- Missouri Quality Jobs
- Missouri Works
- Neighborhood Assistance
- New Enhanced Enterprise Zone
- New Enterprise Creation
- New Generation Cooperative
- New Market
- Pregnancy Resource
- Rebuilding Communities
- Rebuilding Communities and Neighborhood Preservation Act
- Remediation
- Residential Treatment Agency
- Shelter for Victims of Domestic Violence
- Small Business Incubator
- Small Business Investment
- Special Needs Adoption
- Sporting Contribution
- Sporting Event
- Transportation Development
- Youth Opportunities

County Codes

Code	County	Code	County	Code	County	Code	County	Code	County
001	Adair	047	Clay	093	Iron	139	Montgomery	185	St Clair
003	Andrew	049	Clinton	095	Jackson	141	Morgan	187	St Francois
005	Atchison	051	Cole	097	Jasper	143	New Madrid	189	St Louis County
007	Audrain	053	Cooper	099	Jefferson	145	Newton	193	Ste Genevieve
009	Barry	055	Crawford	101	Johnson	147	Nodaway	195	Saline
011	Barton	057	Dade	103	Knox	149	Oregon	197	Schuyler
013	Bates	059	Dallas	105	Laclede	151	Osage	199	Scotland
015	Benton	061	Daviess	107	Lafayette	153	Ozark	201	Scott
017	Bollinger	063	Dekalb	109	Lawrence	155	Pemiscot	203	Shannon
019	Boone	065	Dent	111	Lewis	157	Perry	205	Shelby
021	Buchanan	067	Douglas	113	Lincoln	159	Pettis	207	Stoddard
023	Butler	069	Dunklin	115	Linn	161	Phelps	209	Stone
025	Caldwell	071	Franklin	117	Livingston	163	Pike	211	Sullivan
027	Callaway	073	Gasconade	119	McDonald	165	Platte	213	Taney
029	Camden	075	Gentry	121	Macon	167	Polk	215	Texas
031	Cape Girardeau	077	Greene	123	Madison	169	Pulaski	217	Vernon
033	Carroll	079	Grundy	125	Maries	171	Putnam	219	Warren
035	Carter	081	Harrison	127	Marion	173	Ralls	221	Washington
037	Cass	083	Henry	129	Mercer	175	Randolph	223	Wayne
039	Cedar	085	Hickory	131	Miller	177	Ray	225	Webster
041	Chariton	087	Holt	133	Mississippi	179	Reynolds	227	Worth
043	Christian	089	Howard	135	Moniteau	181	Ripley	229	Wright
045	Clark	091	Howell	137	Monroe	183	St Charles	510	St Louis City

16000000001

Taxation Division
P.O. Box 898
Jefferson City, MO 65105-0898

Phone: (573) 751-2326
Fax: (573) 522-1721
TTY: (800) 735-2966
E-mail: fit@dor.mo.gov

Visit http://dor.mo.gov/business/finance/ for additional information.

DRAFT * DRAFT * DRAFT * DRAFT * DRAFT * DRAFT