



Missouri Department of Revenue
**S Corporation Allocation
and Apportionment Schedule**

Attachment Sequence No. 1120S-04

Do not complete this schedule if all income is from Missouri sources.

Corporation Name	MO Tax I.D. Number	Charter Number	Federal I.D. Number

Apportionment Election

Missouri Statutes provide eight methods of determining Missouri taxable income from Missouri sources. Select only one of the eight boxes and enter the method number and the percentage calculated on [Schedule MO-NRS](#), Parts 1 and 2, Column (c).

- ☐ Method One - Multistate Allocation and Three Factor Apportionment - Multistate Tax Compact - [Section 32.200, RSMo](#) - (Complete Parts 3 and 1)
☐ Method Two - Business Transaction Single Factor Apportionment - [Section 143.451.2\(2\), RSMo](#) - (Complete Parts 3 and 2)
☐ Method Two A - Optional Single Sales Factor Apportionment - [Section 143.451.2\(3\), RSMo](#) - (Complete Parts 3 and 2)

Special Methods - Attach Detailed Explanation

- ☐ Three - Transportation - [Section 143.451.3, RSMo](#)
☐ Four - Railroad - [Section 143.451.4, RSMo](#)
☐ Five - Interstate Bridge - [Section 143.451.5, RSMo](#)
☐ Six - Telephone and Telegraph - [Section 143.451.6, RSMo](#)

Note: Complete mileage information below for Method Three - Six and enter the percentage on [Schedule MO-NRS](#), Parts 1 and 2, Column (c).

Missouri Miles	Total Miles	Percent

- ☐ Seven - Other Approved Method - [Section 143.461.2, RSMo](#). Letter of Approval from the Director of Revenue must be attached.

Round percentage on this form to three digits to the right of the decimal point, such as 12.345%.

Part 1 - Three Factor Apportionment

	Total Missouri (a)	Total Everywhere (b)	Percent within Missouri (a) ÷ (b)
1. Average yearly value of real and tangible personal property used in the business, whether owned or rented. Owned property: (at original cost, see instructions) (Exclude property not connected with the business and value of construction in progress.)			
Land	00	00	
Depreciable assets	00	00	
Inventory and supplies	00	00	
Other (attach schedule)	00	00	
Net annual rental of property, times eight	00	00	
Total Property Values	1a 00	1b 00	1 %
2. Wages, salaries, commissions, and other compensation of employees related to business income			
Total Wages and Salaries	2a 00	2b 00	2 %
3. Sales (gross receipts, less returns and allowances):			
a) Sales delivered or shipped to Missouri purchasers:			
1) Shipped from outside Missouri	00		
2) Shipped from within Missouri	00		
b) Sales shipped from Missouri to:			
1) the United States Government	00		
2) purchasers in a state where the taxpayer would not be taxable (e.g., under Public Law 86-272)	00		
c) Other gross receipts (rents, royalties, interest, etc.)	00		
Total Sales	3a 00	3b 00	3 %
4. Apportionment Factor — add percentages on Lines 1, 2, and 3, and divide by factors present (see instructions) Enter on Schedule MO-NRS , Parts 1 and 2, Column (c)			4 %

- Enter on Line 1 the amount of sales which are transacted wholly in Missouri. Enter on Line 1a the amount of sales in Missouri.
- Enter on Line 2 the amount of sales which are transacted partly within Missouri and partly without Missouri.
- Enter on Line 3 the amount of sales which are transacted wholly without Missouri.
- In determining income from Missouri sources in cases where sales do not express the volume of business, enter on Line 1 the amount of business transacted wholly in Missouri and enter on Line 2 the amount of business transacted partly in Missouri and partly outside Missouri.
- Enter on Line 4a the amount of total sales.
- Attach an explanation reconciling Line 4 or Line 4a with specific data on Federal Form 1120S.

Method Two Business Transaction Single Factor Apportionment				Method Two A Optional Single Sales Factor Apportionment			
1. Amount of sales wholly in Missouri	1		00	1a. Amount of sales in Missouri	1a		00
2. Amount of sales partly within and partly without Missouri	2		00				
3. Amount of sales wholly without Missouri	3		00				
4. Total amount - all sources - Add Lines 1, 2, and 3	4		00	4a. Amount of total sales	4a		00
5. One-half of Line 2	5		00				
6. Total amount Missouri - Add Lines 1 and 5	6		00				
7. Missouri single factor apportionment fraction (Divide Line 6 by Line 4). Enter on Schedule MO-NRS , Parts 1 and 2, Column (c)	7		%	7a. Missouri optional single sales factor apportionment fraction (Divide Line 1A by Line 4A). Enter on Schedule MO-NRS , Parts 1 and 2, Column (c)	7a		%

Directly allocable nonbusiness income. Do not allocate expenses that have been excluded from federal taxable income. All income is presumed to be business income unless you can clearly show the income to be nonbusiness income.

	Allocation of Nonbusiness Income					
	Gross Income		Directly Related Expenses		Indirectly Related Expenses	
	(1) Everywhere	(2) Missouri	(3) Everywhere	(4) Missouri	(5) Everywhere	(6) Missouri
1. Interest income	00	00	00	00	00	00
2. Royalties	00	00	00	00	00	00
3. Rents	00	00	00	00	00	00
4. Net capital gains	00	00	00	00	00	00
5. Dividends	00	00	00	00	00	00
6. Total each column	00	00	00	00	00	00

The following steps must be followed for each distributive share item that is being allocated as nonbusiness income. Attach an explanation and computations detailing the nature of the nonbusiness or Missouri source income.

Example: Assume \$15,000 in total rents of which \$12,000 is business income and \$3,000 is nonbusiness of which \$1,000 is directly allocated to Missouri income. Assume an apportionment factor of 33.333% (from Part 1, Line 4 or Part 2, Line 7 or Line 7a):

Step

- 1 \$15,000 Total rents
- 2 – 3,000 Allocated to Missouri as nonbusiness or Missouri source income
- \$12,000 Business income
- 3 \$12,000 X 33.333% = \$4,000
- 4 \$1,000 Missouri source income
- 5 + \$4,000 From Step 3
- \$5,000 Enter on [Schedule MO-NRS](#), Part 1, Line 3, Column (b).
- 6 \$5,000/\$15,000 = 30% This percentage is entered on [Schedule MO-NRS](#), Part 1, Line 3, Column (c).

Example: Assume S corporation's only activity is a 10 percent ownership in partnership. Partnership's Schedule MO-MSS reflects single factor with \$1,000,000 as wholly within and \$275,000 as partly within. S corporation method 2 Single Method Apportionment is calculated as follows:

1. Amount wholly in Missouri
(\$1,000,000 x .10) = \$100,000
2. Amount wholly within and without Missouri (\$275,000 x .10) = \$27,500
3. Amount wholly without Missouri
(0 x .10) = \$0
4. Total amount (all source) = \$127,500
5. One half of Line 2 = \$13,750
6. Total Amount (Missouri) add Line 1 and Line 5 = \$113,750
7. Missouri Single Factor Apportionment (Divide Line 6 by Line 4) Enter on [Schedule MO-NRS](#), Parts 1 and 2, Column (e). = 89.216%

