COMBINED REPORT FORM FOR CORPORATIONS

MULTNOMAH COUNTY BUSINESS INCOME TAX
CITY OF PORTLAND BUSINESS LICENSE

Taxable Year ____/____/____ to ____/____/____

DUE DATE:15th day of the 4th month following the taxable year end
(April 15 for calendar year filers)

FORM C-2007

Name/Mailing Address:

Account #:

Amended Return? ☐
Ceased Portland/Multnomah Business? ☐ (attach explanation)
FEIN # _____
Federal Business Code _____

Please ✔ if address change: ☐
Please notify Bureau if your business location changes

Attach Oregon Form 20

CORPORATION	Multnomah County Tax*	City of Portland License*
1. Net Income or (Loss)	_____	_____
2. Multnomah County Business Income Tax add back	_____	_____
3. Compensation (# of controlling shareholders ____)	_____	_____
4. Other additions or subtractions	_____	_____
5. Adjusted Net Income (total lines 1, 2, 3 and 4)	_____	_____
6. Compensation Allowance Deduction (see instructions)	(_____)	(_____)
7. Subject Net Income (line 5 minus line 6)	_____	_____

Multnomah County Business Income Tax

Average Sum of Multnomah Employees in 2007 ☐

8. County Gross Income = _____ =_____._____
   Total Gross Income
9. County Apportioned Net Income (line 7 x line 8) _____
10. Net Operating Loss Deduction (max 75% of line 9) (_____)
11. Income Subject to Tax (line 9 minus line 10) _____
12. Tax (line 11 x tax rate of 1.45%) _____
13. Prepayments (_____)
14. Penalty _____
15. Interest _____
16. Balance Due or (Overpayment) _____
17. Refund _____ Credit _____ Transfer to Portland _____

City of Portland Business License Fee

Average Sum of Portland Employees in 2007 ☐

18. Portland Gross Income = _____ =_____._____
    Total Gross Income
19. Portland Apportioned Net Income (line 7 x line 18) _____
20. Net Operating Loss Deduction (max 75% of line 19) (_____)
21. Income Subject to Fee (line 19 minus line 20) _____
22. Fee (line 21 x rate of 2.2%) **MINIMUM $100** _____
    a. Application Year Adjustment Fee (see instructions) **no longer applicable**
    b. Temporary Rate Increase (line 21 x .07% or .0007) _____
23. Prepayments (_____)
24. Penalty _____
25. Interest _____
26. Balance Due or (Overpayment) _____
27. Refund _____ Credit _____ Transfer to Multnomah _____

Donation to "Work for Art" Program _____

28. **Combined Amount Due with Report** (total lines 16 and 26) Check # _____ _____

Make check payable to City of Portland, 111 SW Columbia St, Suite #600, Portland, OR 97201-5840.

The undersigned declares that the information given on this report is true. The undersigned is authorized to act as a representative of the filer.

Signature of Filer _____ **Filer's Daytime Telephone ( )**_____

Signature of Preparer _____ **Date** _____

Preparer's Name/Address _____ **Telephone ( )** _____

REVENUE BUREAU (503) 823-5157 FAX (503) 823-5192 TDD (503) 823-6868

Rev. 1/15/08 **FOR LINES 1 THROUGH 5 ABOVE, THE SAME NUMBER WILL GENERALLY BE ENTERED IN BOTH COLUMNS*

The Revenue Bureau administers both the City of Portland Business License Program and the Multnomah County Business Income Tax Program. Request further information or forms as needed from the Bureau at 111 SW Columbia, Suite #600, Portland, OR 97201-5840 or go to www.portlandonline.com/licenses.

INSTRUCTIONS FOR CORPORATION RETURN – 2007 (S-CORPORATIONS SHOULD FILE FORM SC-2007)

Note: Please enter your business code below your FEIN. This code is on line 2a of Schedule K from page 3 of federal Form 1120.

1. Net Income is income reported to the State of Oregon before allocations and apportionment. Enter the figure from line 13 of the Oregon Form 20 (Excise Tax) or line 15 of the Oregon Form 20-I (Income Tax).
2. Add back Multnomah County business income taxes, and other income taxes, deducted to arrive at net income (line 1).
3. Add any compensation paid to controlling shareholders (individuals or families who together hold more than 5% of the stock). This includes wages, commissions, salaries (current and deferred), and interest. Enter the number of controlling shareholders.
4. Other additions or subtractions to net income may include partnership pass-throughs from partnerships already licensed by Portland or taxed by Multnomah County. A subtraction is allowed FOR COUNTY PURPOSES ONLY for Federal obligation interest taxed in Oregon. A schedule must be attached.
6. Enter the ***lesser*** of the following three amounts **(1)** the amount on line 3, **(2)** 75% of the amount on line 5, **(3)** the number of controlling shareholders multiplied by $63,000 (for Multnomah County) or $80,000 (for Portland). No deduction is allowed if line 5 is a loss.

Apportionment (line 8 and line 18) **Multiple factor apportionment methods are not allowed**.

Gross income includes all income (gross receipts, service income, interest, dividends, income from contractual agreements, gross rentals and gains on sale of business property) from activity within the City or County. With few exceptions, income in the City is also in Multnomah County. Income may be apportioned only if there is regular business activity outside the City/County. Services performed outside the City/County may be apportioned based upon percentage of performance outside the applicable jurisdiction. Sales of tangible personal property may be apportioned only if a business has payroll or property outside the jurisdiction.

MULTNOMAH COUNTY BUSINESS INCOME TAX

Multnomah Employees: Enter average sum of full-time and part-time employees working in Multnomah County during tax year.

8. County gross income includes income from all activity within the County (see apportionment instructions above). Enter the gross income within the County as the numerator of the fraction and gross income everywhere as the denominator of the fraction. Divide to determine the percentage of Subject Net Income to apportion to Multnomah County. Round apportionment percentages to six places (xx.xxxx% or .xxxxxx).
10. Net Operating Losses (as previously reported on line 9 of prior Combined Report Forms) are allowed a maximum carryforward of five (5) years. The annual deduction cannot exceed 75% of the apportioned income for the current year.
13. Enter all prepayments (quarterly, extension payments and credit carried forward from prior years).
14. Enter all late and/or underpayment penalties that apply (see penalty calculation instructions below).
15. Interest on taxes not paid by the original due date (April 15 for calendar year taxpayers) is calculated at 10% per annum (.00833 x no. of months). Calculate interest from original due date to the 15th day of the month following the date of payment.
16. Total lines 12, 13, 14 and 15 to determine balance due or (overpayment) for Multnomah County Business Income Tax.
17. Identify overpayment for refund. Overpayments may offset underpayments between programs. Overpayments may also be credited forward.

Penalty calculation (line 14 and line 24)

A penalty of 10% (5% late penalty plus 5% underpayment penalty) of the fee/tax must be added if the report and fee/tax are filed and paid past the due date. An additional penalty of 20% of the fee/tax must be added if the report and fee/tax is more than four months past due. Any report and fee/tax which is delinquent three or more consecutive years accrues an additional 100% of the fee/tax as penalty. No late penalty is due if a timely extension is filed with the Bureau and a return is filed by the extended due date. No underpayment penalty is due if a timely prepayment is made which is at least 90% of the total tax on line 12 (County) and at least 90% of the fee on line 22 (City), or 100% of the prior year's tax or fee.

CITY OF PORTLAND BUSINESS LICENSE FEE

Portland Employees: Enter average sum of full-time and part-time employees working in Portland during tax year.

18. Portland gross income includes income from all activity within Portland (see apportionment instructions above). Enter the gross income in Portland as the numerator of the fraction and gross income everywhere as the denominator of the fraction. Divide to determine the percentage of Subject Net Income to apportion to City of Portland. Round apportionment percentages to six places (xx.xxxx% or .xxxxxx).
20. Net Operating Losses (as previously reported on line 19 of prior Combined Report Forms) are allowed a maximum carryforward of five (5) years. The annual deduction cannot exceed 75% of the apportioned income for the current year.

22a.

22b. An additional temporary rate of .07% (.0007) for taxable year 2007 has been enacted to assist in the funding of schools. This fee is in addition to fees computed on line 22 and 22a.

23. Enter all prepayments (quarterly, extension payments, payments with application and credits from prior years).
24. Enter all late and/or underpayment penalties that apply (see penalty calculation instructions above).
25. Interest on fees not paid by the original due date (April 15 for calendar year taxpayers) is calculated at 10% per annum (.00833 x no. of months). Calculate interest from original due date to the 15th day of the month following the date of payment.
26. Total lines 22, 22a, 22b, 23, 24 and 25 to determine balance due or (overpayment) for the City of Portland Business License.
27. Overpayments may be refunded, credited forward or transferred between programs. You may also apply a portion or all of your overpayment as a donation to the "Work for Art" program.* Transfers between programs occur as of the postmark date of request.

28. If payment is due, make check payable to City of Portland. Also include additional Work for Art donations on this line. *A donation to "Work for Art," a program of the Regional Arts & Culture Council, may be made by reducing your refund due or by paying an amount in addition to the combined amount due. Any designated donation is final. Go to www.workforart.org for additional information.

ATTACH DETAILED SCHEDULES FOR NOL DEDUCTIONS OR OTHER DEDUCTIONS FROM INCOME