(CLICK HERE TO GO TO GUIDEBOOK FOR THIS FORM)

COMBINED REPORT FORM

PORTLAND CITY BUSINESS LICENSE
MULTNOMAH COUNTY BUSINESS INCOME TAX

Taxable Year 01/01/02 to 12/31/02

C-02
(revised)

Name/Address: _____

Account #: _____

FEIN # _____

Business Code _____ (from federal return)

Please ✓ if address change: ☐ ***Mailing*** ☐ ***Location***

Attach Oregon Tax Form 20 or 20-I pgs 1-3

CORPORATION

1. Net Income or (Loss) $0
2. Multnomah County Business Income Tax add back $0
3. Compensation (# of controlling shareholders 1) $0
4. Other additions or subtractions $0
5. Adjusted Net Income (total lines 1,2,3 and 4) $0
6. Compensation allowance deduction (see instructions) ($0)
7. Subject Net Income (line 5 minus line 6) $0

Reset Form

Multnomah County Business Income Tax

8. County Gross Income = $1 = 100.0000%
   Total Gross Income $1
9. County Apportioned Net Income (line 7 x line 8) $0
10. Net Operating Loss Deduction (max 75% of line 9) $0 (must be entered as negative number)
11. Income subject to tax (line 9 minus line 10) $0
12. Tax (line 11 x tax rate of 1.45%) $0
13. Prepayments $0 (must be entered as negative number)
14. Penalty $0
15. Interest $0
16. Balance Due or (Overpayment) $0
17. Refund $0 or Credit $0

City of Portland Business License Fee

18. Portland Gross Income = $1 = 100.0000%
    Total Gross Income $1

If you are not liable for a Portland License please push "Not Liable" button: Not Liable

19. Portland Apportioned Net Income (line 7 x line 18) $0
20. Net Operating Loss Deduction (max 75% of line 19) $0 (must be entered as negative number)
21. Income subject to fee (line 19 minus line 20) $0
22. Fee (line 21 x rate of 2.2%) **MINIMUM $100** $100
    a. Application Year Adjustment Fee (see instructions) $0 b. 1% increase $0
23. Prepayments $0 (must be entered as negative number)
24. Penalty $0
25. Interest $0
26. Balance Due or (Overpayment) $100
27. Refund $0 or Credit $0

28. **Combined amount due with report** (total lines 16 and 26) $100

Make check payable to City of Portland, 111 SW Columbia, 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 _____ **Telephone** _____

Signature of Preparer _____ **Date** _____

Preparer's Address _____ **Telephone** _____

Bureau of Licenses (503) 823-5157 **FAX (503) 823-5192**

Rev 10/03

Print Form

The Bureau of Licenses administers both the Portland City 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 97201-5814 or access our World Wide Web site at http://www.pdxbl.org.

INSTRUCTIONS FOR CORPORATION RETURN - 2002

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. A deduction for compensation is allowed but cannot exceed the lesser of compensation paid (line 3), 75% of income (line 5), or $55,000 per controlling shareholder. 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 cost 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

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 total unpaid taxes is calculated at 10% per annum (.00833 x no. of months). Calculate interest from due date for each month or portion thereof, until tax is paid.
16. Total lines 12, 12a, 13, 14 and 15 to determine balance due or (overpayment) for Multnomah County Business Income Tax.
17. Identify overpayment for refund (not less than $15) or credit (any amount) for next tax year. Amount may be divided between the two.

Penalty calculation (line 14 and line 24)

A delinquent penalty of 5% of the fee/tax is due if the report and fee/tax are filed past the due date. An additional penalty of 20% of the fee/tax must be added if the report and fee/tax is 4 months or more 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. Underpayment penalties may also be due. No underpayment penalties are due if a timely prepayment is made which is 90% of the total fee/tax due on lines 12 or 22 (City minimum of $100), or 100% or the prior year's fee/tax.

CITY OF PORTLAND BUSINESS LICENSE FEE

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 the Subject Net Income to apportion to the City of Portland. Round apportionment percentages to six places (xx.xxxx% or .xxxxxx).
20. A Net Operating Loss is allowed a carryforward of five (5) years. The annual deduction cannot exceed 75% of the apportioned income for the current year.

22a. The fee paid with the license application is an estimated fee which must be adjusted based upon the taxable income of the first license year. If you have not previously made application for a business license, please attach one. Line 22a is only computed for your first year of business or if you are reinstating your business license after a lapsed period. Enter the fee as calculated on line 22, minimum $100.

22b. For taxable year 2002 an additional temporary rate increase of 1% has been enacted to assist in the funding of schools.

23. Enter all prepayments (quarterly, extension payments, payments with application and credit carried forward from prior years).
24. Enter all late and/or underpayment penalties that apply (see penalty calculation instructions above).
25. Interest on unpaid fees is calculated at 10% per annum (.00833 x no. of months). Calculate interest from due date for each month or portion thereof, until fee is paid.
26. Total lines 22, 22a, 22b, 23, 24 and 25 to determine balance due or (overpayment) for City of Portland Business License.
27. Identify overpayment for refund (not less than $15) or credit (any amount) for next tax year. Amount may be divided between the two.
28. **If payment is due, make check payable to City of Portland.**

ATTACH DETAIL SCHEDULES FOR NOL OR DEDUCTIONS