



**COMBINED REPORT FORM FOR ESTATES & TRUSTS
MULTNOMAH COUNTY BUSINESS INCOME TAX
PORTLAND CITY BUSINESS LICENSE**



**Form
E-2005**

Taxable Year ____/____/____ to ____/____/____
*DUE DATE: 15th day of the 4th month following the taxable year end
(April 17 for calendar year filers)*

Name/Mailing Address: _____

Account #: _____

Amended return?

Final Return?

Please ✓ if address change:

Please notify Bureau if your business location changes

FEIN # _____

Business Code _____ (see instructions)

ESTATE AND TRUST

- 1. Net Income or (Loss) before distribution _____
- 2. Multnomah County Business Income Tax add back _____
- 3. Total lines 1 and 2 _____
- 4. Other income and deductions _____
- 5. Subject Net Income (total lines 3 and 4) _____

Multnomah County Business Income Tax

- 8. County Gross Income = _____ = _____
Total Gross Income
- 9. County Apportioned Net Income (line 5 x line 8) _____
- 10. Net Operating Loss Deduction (max 75% of line 9) (_____) *Enter as negative sum*
- 11. Income subject to tax (line 9 minus line 10) _____
- 12. Tax (line 11 x tax rate of 1.45%) _____
- 13. Prepayments (_____) *Enter as negative sum*
- 14. Penalty _____
- 15. Interest _____
- 16. Balance Due or (Overpayment) _____
- 17. Refund _____ Credit _____ To Multnomah Underpayment _____

City of Portland Business License Fee

- 18. Portland Gross Income = _____ = _____ *If you are not liable for a Portland License please push "Not Liable" button:*
Total Gross Income
- 19. Portland Apportioned Net Income (line 5 x line 18) _____
- 20. Net Operating Loss Deduction (max 75% of line 19) (_____) *Enter as negative sum*
- 21. Income subject to fee (line 19 minus line 20) _____
- 22. Fee (line 21 x rate of 2.2%) **MINIMUM \$100** _____ *Note: For 2005, temporary increase = 0%*
a. Application Year Adjustment Fee (see instructions) _____
- 23. Prepayments (including Disconnected Youth Credit) (_____) *Enter as negative sum*
- 24. Penalty _____
- 25. Interest _____
- 26. Balance Due or (Overpayment) _____
- 27. Refund _____ Credit _____ To Multnomah Underpayment _____

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 () _____

The Revenue Bureau 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 St, Suite 600, Portland, OR 97201-5840 or access our Web site at <http://www.portlandonline.com/licenses>.

(Use form SP-2005 for conservatorships, living trusts, and other revocable trusts that report income and expenses on an individual form 1040)

INSTRUCTIONS FOR ESTATE OR TRUST RETURN - 2005

Note: Please enter your business code below your FEIN. You may find this code in Section B of your Schedule C. (Residential lessors using Schedule E and D only have a business code of 53111. Commercial lessors have a business code of 53112.)

1. Enter the net business income from lines 3, 5 and 6 from the federal form 1041.
2. Add back Multnomah County business income taxes, and other income taxes, deducted to arrive at net income (line 1).
4. Add (subtract) any applicable business income (loss) from lines 1, 2, 4, 7 and 8 from federal form 1041. Subtract business expenses directly related to the business income. Attach schedule.
5. Total lines 3 and 4 to determine subject net income.

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 total gross income within the County as the numerator of the fraction and total gross income everywhere as the denominator of the fraction. Divide to determine the percentage of the Subject Net Income to apportion to Multnomah County.
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 instruction below).
15. Interest on taxes not paid by the original due date (April 17 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 delinquent penalty of 5% of the fee/tax must be added 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 at least 90% of the total tax due on line 12 (County) and at least 90% of the sum of the fees due on line 22 and 22b (City), or 100% of the prior year's tax or fee.

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 Portland.
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.
22. The minimum fee (\$100) is not refundable once a license has been issued.
- 22a. The fee paid with the original 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 after a lapsed period. Enter the fee as calculated on line 22, minimum \$100.
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 which apply (see penalty calculation instructions above).
25. Interest on fees not paid by the original due date (April 17 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, 23, 24 and 25 to determine balance due or (overpayment) for City of Portland Business License.
27. Identify overpayment for refund. Overpayments may offset underpayments between programs. Overpayments may also be credited forward.
28. If payment is due, make check payable to City of Portland.

ATTACH DETAIL SCHEDULES FOR NOL OR DEDUCTIONS