



COMBINED REPORT FORM
PORTLAND CITY BUSINESS LICENSE
MULTNOMAH COUNTY BUSINESS INCOME TAX
 Taxable Year ____/____/____ to ____/____/____
 (Use 1 form per Tax Year for Years 93-97)



SP-____

Name/Address: _____

Account #: _____

FEIN # _____

SOLE PROPRIETORSHIP , 1 MEMBER LLC (Check one)

- 1. Net Income or (Loss) from Federal Schedule C _____
- 2. Multnomah County Business Income Tax add back _____
- 3. Rental Income or (loss) from Federal Schedule E _____
- 4. Total 1/2 SE tax and Oregon modifications _____
- 5. Adjusted Net Income (total lines 1,2,3 and 4) _____
- 6. Compensation allowance deduction (_____)
- 7. Subject Net Income (line 5 minus line 6) _____

Multnomah County Business Income Tax

- 8. County Gross Receipts = _____ = _____
Total Gross Receipts
- 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 _____ or Credit _____ Apply to quarterly tax

City of Portland Business License Fee

- 18. Portland Gross Receipts = _____ = _____
Total Gross Receipts
- 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. Initial Year Adjustment Fee (see instructions) _____
- 23. Prepayments (_____)
- 24. Penalty _____
- 25. Interest _____
- 26. Balance Due or (Overpayment) _____
- 27. Refund _____ or Credit _____ Apply to quarterly tax

28. Combined amount due with report (total lines 16 and 26) _____

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

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 () _____

Date _____ Address _____

Signature of Preparer _____ Telephone () _____

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 St, Suite 600, Portland, OR 97201.

INSTRUCTIONS FOR SOLE PROPRIETORSHIP OR 1 MEMBER LLC RETURN

1. Net Income is income after deductions for business expenses. Enter the net income amount from the federal 1040 Schedule C line 31 or Schedule C-EZ line 3, (Profit or Loss for Business) and income or (loss) from Schedule B and D if applicable.
2. Add back Multnomah County business income taxes, and other income taxes, deducted to arrive at net income (line 1).
3. Enter the total income or (loss) from federal Schedule E line 26 (rental and royalty income), add gain and interest earned on installment contracts.
4. Adjust for the following business expenses: Subtract qualified retirement plan payments, health care premium deductions allowed by Oregon, ½ self employment taxes and add (or subtract) any Oregon modifications directly related to business activities.
6. A deduction of up to 75% of the total income (line 5) is allowed but cannot exceed \$50,000 per owner. A sole proprietorship may have two owners if both husband and wife work in the business. No deduction is allowed if line 5 is a loss.

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

Gross receipts include income (sales, service, interest, dividends, rentals and gains on sale of business property) from all activity within the applicable jurisdiction (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. For additional apportionment information, see administrative rules.

MULTNOMAH COUNTY BUSINESS INCOME TAX

8. County gross receipts include income from all activity within the County (see apportionment instructions above). Enter the total gross receipts within the County as the numerator of the fraction and total gross receipts everywhere as the denominator of the fraction. Divide to determine the amount of business activity apportionable to Multnomah County.
10. A Net Operating Loss is allowed a carryforward of five (5) years. For NOLs generated from 1988 to 1992, a 15 year carryforward is allowed. 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 which apply (see penalty calculation instructions below).
15. Interest on 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 through 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. Check box to apply credit to quarterly payment for next tax year.

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, however, no underpayment penalties are due if a timely prepayment is made which is 90% of the total fee/tax due (City minimum of \$100), or 100% of the prior year's fee/tax.

CITY OF PORTLAND BUSINESS LICENSE FEE

18. Portland gross receipts include income from all activity within Portland (see apportionment instructions above). Enter the gross receipts in Portland as the numerator of the fraction and gross receipts everywhere as the denominator of the fraction. Divide to determine the amount of business activity apportionable to City of Portland.
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.
Enter the fee as calculated on income here _____ (same as line 22, minimum \$100)
Enter the amount paid with the application here _____ (usually \$100)
Subtract to determine adjustment (may be credit) _____ and enter this amount on line 22a.
23. Enter all prepayments (quarterly, extension payments 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 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 through 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. Check box to apply credit to quarterly payment for next tax year.
28. **If payment is due, make check payable to City of Portland.**

ATTACH DETAIL SCHEDULES FOR NOL OR DEDUCTIONS