

CITY OF BURKESVILLE-LICENSE FEE DIVISION 20

NET PROFITS LICENSE FEE RETURN

City Ordinance 2014-5

Burkesville Form No.1
Rev. April, 2007
Soc. Sec. No. or Acct. No.

QUESTIONS (ANSWER FULLY)

- | | |
|--|---|
| <p>1. Nature of Business _____</p> <p>2. Date Business started _____</p> <p>3. If Organization was discontinued, state when _____
Dissolution or Sale or if by sale Give Name and Address
of Successor _____</p> <p>4. Did you have any employees in 20____? Yes or No or</p> <p>5. Has employers' license fee been withheld from all subject employees;
remitted quarterly in accordance with the regulations? Yes or No or
if answer is "No" Explain _____</p> | <p>6. Check which <input type="checkbox"/> Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Individual Owner <input type="checkbox"/> Fiduciary <input type="checkbox"/> Other <input type="checkbox"/>
(State) _____</p> <p>7. Basis on which this Return is prepared-Cash <input type="checkbox"/> Accrual <input type="checkbox"/></p> <p>8. Did you pay a Business Minimum License Fee for 20____? Yes or No or</p> <p>9. List additional places of business operated subject to
Burkesville License Fee _____</p> |
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CALENDAR YEAR OR FISCAL YEAR ENDED

MO	DAY	YEAR

PRINT NAME & ADDRESS OF BUSINESS ABOVE

PLEASE NOTIFY THIS OFFICE OF ANY CHANGE IN OWNERSHIP OR ADDRESS SHOWN ABOVE

SCHEDULE A

<p>Total Gross Income per Federal Return Fed. 1040 _____ Fed. 1065 _____ Fed. 1041 _____ Fed. 1120 _____ \$ _____</p> <p>2. Total deductions per Federal Return _____</p> <p>3. Net Income per Federal Return _____</p> <p>4. Add items not deductible (Line F, Schedule B) _____</p> <p>5. Total (Line 3 plus Line 4) _____</p> <p>6. Deduct Items Not Subject (Line L, Schedule B) _____</p> <p>7. ADJUSTED NET INCOME (Line 5 less Line 6) _____ \$ _____</p> <p>8. If Schedule C (Line 4 is used enter here Average Percentage) _____ %</p> <p>9. Net Profits or Wages subject to License Fee (Line 7 x Line 8) _____ \$ _____</p>	<p>(DO NOT WRITE IN THIS SPACE)</p>
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Make check payable to: TREASURER

Mail to: CITY OF BURKESVILLE
TREASURER
CITY OF BURKESVILLE
P.O. BOX 250
BURKESVILLE, KY 42717

10. Burkesville License Fee 2 percent of amount on line 9 _____ \$ _____
11. Less Credit for Minimum Fee if already paid _____ \$ _____
12. Total (Line 10 Less Line 11) _____ \$ _____
13. See Instructions _____ \$ _____
14. Interest-1% per month or portion of month _____ \$ _____
15. Penalty-1% per month or portion of month not to exceed 10% _____ \$ _____
16. Balance Due (Line 12 or 13 plus 14 plus 15) PAY THIS AMOUNT _____ \$ _____

SCHEDULE B

NOTE: ADD AND OR DEDUCT ONLY THOSE ITEMS WHICH ARE INCLUDING CALCULATING NET INCOME PER FEDERAL RETURN

<p>ITEMS NOT DEDUCTIBLE-ADD</p> <p>A. State or Local taxes based on income _____ \$ _____</p> <p>B. License Fee Under this Ordinance _____ \$ _____</p> <p>C. Net Operating Loss Deduction _____ \$ _____</p> <p>D. Partners' Salaries (Attach Schedule) _____ \$ _____</p> <p>E. Other Items (Misc. Income) (List) _____ \$ _____</p> <p>F. TOTAL ADDITIONS (Enter on Line 4) _____ \$ _____</p>	<p>ITEMS NOT SUBJECT-DEDUCT</p> <p>G. Interest on Corporate Bonds _____ \$ _____</p> <p>H. Interest on U.S. Government Securities _____ \$ _____</p> <p>I. Royalties on Patents, Copyrights _____ \$ _____</p> <p>J. Dividends _____ \$ _____</p> <p>K. Other items (List) _____ \$ _____</p> <p>L. TOTAL DEDUCTIONS (Enter on Line 6) _____ \$ _____</p>
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SCHEDULE C

Business Allocation Percentage Determined by City of Burkesville Ordinance 2014-5

ALLOCATION FACTORS	COL A BURKESVILLE FACTOR	COL B TOTAL FACTOR	COL C PERCENTAGE
1. (A) Gross sales of merchandise, less returns and allowances	\$ _____	\$ _____	
(B) Charges for work or services performed	_____	_____	
(C) TOTAL BUSINESS RECEIPTS FACTOR (add lines 1 (a) & 1 (b))	_____	_____	
2. TOTAL WAGES, SALARIES AND OTHER PERSONAL SERVICE COMPENSATION PAID TO EMPLOYEES	_____	_____	%
3. TOTAL PERCENTS	_____	_____	%
4. AVERAGE PERCENTAGE (line 3 divided by number of percents)	Enter on Line 8		%

I Herby Certify That The Statements Made Herein And In Any Supporting Schedules Are True, Correct, and Complete To The Best Of My Knowledge

RETURN MUST

SIGNATURE OF INDIVIDUAL PREPARING RETURN & DATE _____ BE SIGNED _____ SIGNATURE OF TAXPAYER _____ DATE _____

THIS RETURN MUST BE FILED AND PAID IN FULL ON OR BEFORE APRIL 15, OR WITHIN 135 DAYS AFTER CLOSE OF FISCAL YEAR

There is a minimum of \$100.00 to be paid by April 15th of each calendar year and a maximum of \$750

If an extension is needed a minimum of \$100.00 is required until Net Profits are completed for filing year.

**CITY OF BURKESVILLE, KENTUCKY
NET PROFITS LICENSE FEE RETURN INSTRUCTIONS**

The City of Burkesville Net Profit License Fee is levied at the annual rate of 2 percent of the net profits of all occupations, trades, professions or other businesses engaged in said activities in the City. The fee is levied against a partnership, or association as a business entity; therefore, the individual partners or members are not required to file a return on their distributive share of the profits. The Burkesville Tax Form No. 1 to be filed by all subject businesses (businesses having some receipts and/or payroll within the city limits of Burkesville) must be based on the net income as reported to the Federal Government; therefore, basis used (i.e. cash or accrual) must be consistent for both Federal Income Tax and Burkesville License Fee Returns. The Burkesville Tax Form No. 1 must be filed before April 15, if taxpayer is on a calendar year, or 135 days after either the end of the fiscal year, sale, liquidation or transfer. Checks or money orders should be made payable to the City of Burkesville. The instructions below facilitate the computation of the Net Profits License Fee. Please read them.

BASIS OF LICENSE FEE

In computing the amount due, the taxpayer begins with gross income as shown by the Federal Income Tax Return less deductions as determined by the Federal Return. Deduction for general business expenses will be allowed to the extent recognized and approved as such in determining Federal Income Tax, but without deduction of state or local taxes based on income. All expenses connected with the acquisition or carrying of securities, the income from which is not subject under the ordinance, is not deductible.

Below in the column to the left is the type of business conducted; to the right is the Federal Income Tax Form on which the Burkesville Tax Form No. 1 must be based.

Individual Proprietorship.....	Federal Form 1040, Separate Schedule C
Fiduciary.....	Federal Form 1041
Partnership.....	Federal Form 1065
Corporation.....	Federal Form 1120

**INSTRUCTIONS FOR ALL TAXPAYERS
SCHEDULE A**

If taxpayer pays License Fee on 100 percent of Net Profits and has no Schedule B adjustments, he need fill in only the lines indicated by black dots; however, all taxpayers must answer all questions.

Line 1	Gross Receipts Income as shown by the appropriate Federal Return.
Line 2	Enter total deductions as shown by Federal Return.
Line 3	Enter Net Income as shown by the Federal Return.
Line 4	Add subject items totaled on line F of Schedule B.
Line 5	Total Lines 3 and 4.
Line 6	Deduct items not subject totaled on Line L of Schedule B.
Line 7	Enter Line 5 less Line 6.
Line 8	Enter Average percentage as determined in Schedule C.
Line 9	Enter profits subject to Burkesville License Fee- Line 8 x Line 7.
Line 10	Enter 2 percent of Line 9.
Line 11	Deduct credits of minimum or reserve licenses.
Line 12	Total (Line 10 less Line 11)
Line 13	If minimum fee not already paid and Line 12 is less than \$100.00 enter \$100.00 and pay minimum fee.
Line 14	Interest (Enter 1 percent per month if delinquent)
Line 15	Penalty (Enter 1 percent per month if delinquent)
Line 16	Enter amount due, lines 12 plus 13 plus 14 (Pay this amount to the City of Burkesville)

SCHEDULE B

The computation of License Fee provides for the adjustment of income as shown by your Federal Income Tax Return to the provisions of the Burkesville License Fee Ordinance.

Schedule B is provided for the taxpayer to add (Lines A-E) items which are subject to the License Fee. Most of these appear as a part of the deductions taken on the Federal Return; therefore, they must be added back on Line 4 of Burkesville Tax Form No. 1. Lines G-K of Schedule B provide for the deduction of items not subject to the License Fee. Many of these items are taxable for Federal Income Tax purposes so they must be deducted on Line 6. Listed below are instructions for each type taxpayer.

INDIVIDUAL PROPRIETORSHIPS:

Lines C, D, G, H, and I are not applicable as they do not appear on Federal Form 1040, Schedule C. Lines A and B are for the addition of State and local taxes based upon income and License Fee under this ordinance if either appears as a part of Line 2.

Include in Line E, and itemize on a schedule, other business income not included in total business receipts on the Federal Schedule C.

PARTNERSHIPS, ASSOCIATIONS, ETC:

Net operating loss deductions (Line C) do not appear on a Federal Partnership Return, therefore, Line C is not applicable. Line D- All payments to partners deducted on Federal Form 1065 must be entered here and a schedule attached.

CORPORATIONS:

Line D is not applicable.
Net income from federal form 1120 should be adjusted by the items listed on Schedule B.
Net income on the Federal Return must be adjusted to eliminate any net operating loss carry-overs.

SCHEDULE C

Schedule C must be completed by taxpayers with business receipts 1 and/or payroll 2, both within and without the city limits of Burkesville. Completion of the schedule allocates to Burkesville the proportionate part of the taxpayer's total business activity attributable to Burkesville. However, if one of the two factors (business receipts or payroll factor) is missing the remaining factor is the Average or Business Allocation Percentage (Line 4 of Schedule C). A factor (business receipts or payroll) is not missing merely because the expenditures of the licensee for payroll, or gross receipts, are found to be situated either entirely within or without the City of Burkesville.

1. "Business Receipts" means the sum total of gross receipts from sales plus gross credits or charges for work done or services performed.

2. "Payroll" means total wages, salaries and other employee's personal service compensation.

City of Burkesville
379 Keen St
PO Box 250
Burkesville, Ky 42717
Phone: (270)864-5391 Fax (270) 864-1795

BUSINESS NAME: _____ Is asking for an
Extension of time on Occupational License. I agree to pay the minimum of
\$100.00 by April 15th to avoid and penalties.

Signature: _____ Date: _____

Approved: _____ Date: _____