Government of the District of Columbia
Office of the Chief Financial Officer
Office of Tax and Revenue

2004 D-30 Unincorporated Business Franchise Tax Forms and Instructions

Secure - Accurate - Convenient ...

DISTRICT OF COLUMBIA

ELECTRONIC TAXPAYER SERVICE CENTER

File Your Estimated Tax Payments Electronically Today! www.cfo.dc.gov/etsc

We will assess peanalties for underpayment of estimated tax this year. See page 6.

Revised 9/17/04

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If you need to file any of the following:

- Form FP-31 Personal Property Tax Return
- Form FR-800A or 800M Sales and Use Tax Return (Annual or Monthly)
- Form FR-900A or 900M Employer's Withholding Tax Return (Annual or Monthly)

Call (202) 727-4TAX(4829) or visit our website www.cfo.dc.gov

Send in your original DC return, not a copy. Fold your return once. Be sure to keep a copy for your records.

Need assistance?

File or pay online: www.cfo.dc.gov/etsc

Get tax forms

Download forms at www.cfo.dc.gov

Request forms by fax: 202-727-4TAX(4829) (option 1)

Request forms by mail: 202-442-6546

Pick up forms:

Office of Tax and Revenue
941 North Capitol St NE Lobby
8:15 am–4:30 pm

Reeves Center
2000 14th St NW Lobby
7 am–7 pm

Municipal Center
300 Indiana Av NW Lobby
6:30 am–8 pm

Recorder of Deeds Building
515 D St NW Lobby
8:30 am–4:30 pm

Wilson Building
1350 Pennsylvania Av NW
7 am–7 pm

MLK Jr Memorial Library
901 G St NW
Sunday, 1-5 pm
Monday–Thursday 10 am–9 pm
Friday, Saturday 10 am–5:30 pm

Penn Branch
3220 Pennsylvania Av SE
8:15 am–4:30 pm
Tuesdays & Thursdays

One Judiciary Square
441 4th St NW Lobby
7 am–7 pm

Ask tax questions

Contact our Customer Service Call Center: 202-727-4TAX(4829)

Regular hours
8:15 am–4:30 pm
Monday–Friday

Extended hours
March 31–April 14 - 8:15 am–6 pm; April 15 - 8:15 am–8 pm
Monday-Friday

Ask tax questions; get free tax preparation help

Visit our Walk-In Center, 941 North Capitol St NE 1st floor

Regular hours
8:15 am–4:30 pm
Monday–Friday

Extended hours
March 31–April 14 - 8:15 am–6 pm
Monday–Friday
April 15 - 8:15 am–8 pm

Saturdays
April 2 & 9 - 9 am–1 pm

Visit our Penn Branch Satellite Center, 3220 Pennsylvania Av SE

Regular hours
8:15 am–4:30 pm Tuesdays & Thursdays

Do you need help with this form? Come to our Walk-In Center, at 941 North Capitol St NE.

Are you unable to hear or speak? Call the DC Relay Service, 202-855-1234.

[Spanish/Español] ¿Necesita ayuda para leer o entender inglés? Llame al 202-727-4829 o venga a 941 North Capitol St NE. Pida que le asignen un intérprete de la Línea de los Idiomas (Language Line) para que le ayude, sin costo alguno.

[Vietnamese/Tieáng Vieät] Quyù vò coù caàn giuùp ñôõ ñeå ñoïc vaø hieåu Anh ngöõ khoâng? Xin goïi 202-727-4829 hoaëc ñeán 941 North Capitol St NE. Yeâu caàu coù ñöôïc thoâng dòch vieân Ñöôøng Daây Ngoân Ngöõ (Language Line) ñeå giuùp ñôõ mieãn phí cho quyù vò.

[Chinese/中文] 您需要協助閱讀或了解英文嗎？請致電 202-727-4829 或請到 941 North Capitol St NE，要求免費語言熱線(Language Line)口譯員協助您。

[Korean/한국어] 영어를 읽거나 이해하기 위해 다른 사람의 도움이 필요하십니까? 202-727-4829 번으로 전화하시거나 941 North Capitol St NE 를 방문하십시오. 귀하를 도와드릴 무료 랭귀지 라인(Language Line) 통역사를 요청하십시오.

Who must file a Form D-30?

Generally, an unincorporated business, with gross income *over* $12,000, must file a D-30 (whether or not it has net income). This includes any business carrying on or engaging in any trade, business, or commercial activity in DC or receiving income from DC sources.

- To determine if you need to file, please note that gross income includes revenue from all DC sources before deducting the cost of goods sold, expenses and other deductions allowed when calculating net income.
- Carrying on or engaging in a trade or business in DC is determined by the nature and extent of the unincorporated business' activities in DC conducted by its owners; members; or through employees, consultants, agents or other erepresentatives.

An unincorporated business with gross income of $12,000 or less must file a D-30 return for information purposes. Complete the entity portion and fill in the "Gross income of $12,000 or less" oval.

You may have to file other DC returns. If you have other business activities with gross income of $12,000 or less and you operated as:

- A partnership, you must file a Form D-65;
- A DC resident sole proprietor, you must file a Form D-40; or
- A DC resident trust, you must file a Form D-41

An unincorporated business with gross income in DC of over $12,000 from any of the activities shown below, must file an unincorporated business franchise tax return.

- Rental of real or tangible personal property; or
- Leasing of real or tangible personal property; or
- Any other similar arrangement.

Multiple businesses

If an individual or group of individuals carries on two or more distinct unincorporated businesses in DC (none of which are exempt), they must be reported on one return. Include all income and expenses on that one return; however, you may submit separate computations to show the net income or loss of each business.

When do you not have to file Form D-30?

You do not have to file if:

- You are an organization recognized as exempt from DC taxes.
  - In order to maintain your DC tax-exempt status, each year you must send a copy of your IRS Form 990, 990PF, or 990EZ to: Office of Tax and Revenue, PO Box 556, Washington DC 20044-0556.
  - Any unrelated business income, as defined in IRC §512, is subject to the corporate franchise tax and a Form D-20 must be filed.
- The trade or business is by law, custom or ethics, unable to incorporate.
- It is a trade or business licensed by DC to a blind person, for operating a stand in a federal building.
- You are a professional corporation, incorporated under the DC Professional Corporation Act and therefore, you must file a Form D-20.
- It is a trade, business or professional organization where:
  - 80 percent of its gross income comes from personal services actually rendered by owners or members of the business and
  - Capital is not a material income-producing factor.
  - You can determine whether you meet the 80 percent requirment if the activities of your employees and agents have or are presumed to have produced gross income for you in an amount at leqast equal to the gross amount paid to them.

NOTE: If an individual or group of individuals is engaged in two or more separate and distinct businesses during the tax year, each business is considered separate when determining tax-exempt status.

When and where should you file your Form D-30?

File your return and pay any tax due by April 15th if you are a calendar year filer; and by the fifteenth day of the fourth month after your tax year closes, if you are a fiscal year filer. If the due date falls on a Saturday, Sunday, or legal holiday, the return is due the next business day.

Mail the return and payment to: Office of Tax and Revenue, PO Box 610, Washington DC 20044-0610. Make the check or money order payable to the DC Treasurer. Write your FEIN or SSN, D-30 and the tax year on the payment.

Extension of time to file

You may request an extension of time to file by filing DC Form FR-128 (copy included) by the return due date. You must pay any tax liability with the extension request; otherwise, the request will be denied. Do not use the federal extension form to make this request.

How can you avoid penalties and interest?

To avoid penalties and interest, file your return on time

OTR will charge a 5 percent per-month penalty for failure to file a return or pay any tax due on time. The penalty is calculated on the unpaid tax for each month or part of a month that the return is not filed or the tax is not paid. The maximum penalty is an additional amount equal to 25 percent of the tax due.

You will be charged interest of 10 percent per year, compounded daily, on any tax and any additional tax you owe that is not paid on time. Interest is calculated from the due date of the return to the date when the tax is paid. Interest on any underpayment of tax will accrue even if you have an extension to file your return.

Underpayment penalties

In addition to penalties for filing late, there are penalties for *underpayment* due to *negligence*, substantial *understatement* of franchise tax liability and substantial valuation *misstatement.*

- *Negligence* means failure to make a reasonable attempt to comply with tax provisions or failure to exercise ordinary and reasonable care in return preparation without intent to defraud.
- A *substantial understatement* of franchise tax liability occurs when the understatement is more than the greater of 10 percent of the tax required on the return for the tax year or $4,000. The penalty is an additional amount equal to 20 percent of the portion due to negligence or a substantial understatement.
- There are two types of *valuation misstatements.* A *valuation misstatement is substantial* if the correct valuation differs by 200 percent or more from the amount shown on the return.

This penalty is an additional amount equal to 20 percent of the underpayment.

- A *valuation misstatement is gross* if the correct valuation differs by 400 percent or more from the amount on the return. This penalty is an additional amount equal to 40 percent of the underpayment due to the misstatement.

Paid tax preparer penalty
OTR imposes a penalty when tax liability is understated. Penalties are assessed if a paid tax preparer: prepares a return or refund claim based on an unrealistic position; should have known the applicable law or regulation; does not adequately disclose relevant facts for the position; willfully attempts to understate tax liability; or fails to sign a return or refund claim. Penalties range from $50 to $1,000 for each return or refund claim.

Charge for Dishonored Checks
You will be charged $65 if your check is returned to us.

Fraud penalty
If OTR finds that part of an underpayment is due to fraud, it will presume the entire underpayment is due to fraud. You have the burden of proof to show that it is not due to fraud. If any part of an underpayment of tax is due to fraud, OTR will add a 75 percent penalty to your tax liability.

Underpayment of estimated tax
OTR will charge 10 percent per year, compounded daily on underpayments of estimated franchise tax installment payments. The charge is computed from the installment payment due date to the date when the payment is made. It is in addition to the penalty imposed for false statements. **This charge will be assessed automatically by OTR's integrated tax system.**

Which other DC forms may you need to file?

Qualified high technology companies (QHTC)
If you are a QHTC, you may be eligible for an additional credit for costs to retrain qualified disadvantaged employees. You need to file the supporting forms to be eligible for these credits. For forms and more details, see Publication FR-399, Qualified High Technology Companies on our website at www.cfo.dc.gov. If you are a QHTC, fill in the QHTC oval on page 1 of the Form D-30. You must also attache the QHTC-CERT form. If you are claiming a AHTC retraining credit, complete and attach a D-30CR.

Explanation of terms

Business income
Income arising from transactions and activities in the regular course of the taxpayer's trade or business is business income. This includes income from tangible and intangible property if the acquisition, management and disposition of the property are part of the taxpayer's regular trade or business operations. Income of any type — manufacturing income, compensation for services, sales income, interest, dividends, rents, royalties, gains, operating and non-operating income from any class or from any source — is business income if it arises from transactions and activities occurring in the regular course of a trade or business. Whether income is business or non-business depends on the underlying transactions and activities — the elements of a particular trade or business. In general, all transactions and activities that depend on or contribute to the operation of your economic enterprise as a whole constitute your trade or business. Transactions and activities are those arising in the regular course of business and constituting integral parts of the trade or business.

Commercial domicile
The principal place from which you direct or manage your trade or business.

Compensation
Wages, salaries, commissions and other forms of remuneration paid or accrued to employees for personal services.

Non-business income
All income except business income.

Transportation company
Any business engaged in transporting persons, goods, or property of others for hire.

Sales
All gross receipts, including dividends, interest and royalties, considered to be business income which are not required to be allocated.

Taxable in another state
For purposes of allocation of non-business income and apportionment of business income, you must be subject to a net income tax, a franchise tax measured by net income, a franchise tax for the privilege of doing business or a corporate stock tax in that other state.

General Instructions

IMPORTANT

Special rules on depreciation
You may not claim bonus depreciation or additional expenses allowed in IRC § 179 for DC tax purposes. For federal tax purposes, businesses are eligible to deduct additional bonus depreciation and 179 expenses. OTR does not allow additional depreciation or additional expenses for IRC § 179.

Office of Tax and Revenue rulings
On July 1, 2002, the Office of Tax and Revenue (OTR) announced that it was reviewing rulings related to certain taxes. These included: income tax; franchise tax; personal property tax; sales tax; gross receipts tax; and employee withholding tax. The review did not include: excise tax, real property or tax-exempt status rulings.

From July 1, 2002 through December 31, 2002, OTR reviewed letter rulings and any OTR ruling submitted by taxpayers who received the ruling and intended to use it for tax years beginning after December 31, 2002. Generally, rulings not submitted to OTR were revoked as of December 2002. Direct any questions by phone or e-mail to OTR, General Counsel, 202-442-6500, or OTRRuling@dc.gov.

QHTCs filing the D-30
If you are a certified QHTC please complete Lines 1-36 of the D-30. Do not show a tax on Line 37, leave it blank.

Amended returns
You must use the Form D-30 of the year you are amending. If the return is for 2001 or later, fill in the Amended Return oval and complete the Tax Year Ending box. Attach a detailed statement of

adjustment(s). Note: Form D-2030X is obsolete for tax years after 2000.

If the IRS adjusts your federal return or if you file an amended federal return, you must file a separate amended DC return within 90 days. If the federal adjustment results in a DC tax refund, you must file within 180 days to claim the refund. It must be refunded. You may not use it as a credit carryover to the next year.

Mail the amended return and attachments to the Office of Tax and Revenue, PO Box 610, Washington DC 20044-0610.

Refund offset
If you have other DC tax liabilities, we may apply all or part of any overpayment to them.

Franchise tax rate and minimum tax
The tax rate is 9.975 percent and is applied to your "total taxable income" from Line 36 of Form D-30. The minimum tax is $100.

Incomplete forms will delay processing
Complete all items on the Form D-30. Otherwise, OTR will send the return back to you to complete the missing information.

Taxable year beginning and ending
Enter your taxable year beginning and ending dates in the areas provided on page 1. It can be either a calendar year or a fiscal year. If this is your final return, also fill in the final return oval on page 1.

NAICS Business Activity Codes
Please provide this on page 1 of the return. The codes are listed in FR-500, Combined Business Tax Registration Application. You may also find them on our website www.cfo.dc.gov.

All entries on the return and attachments are dollars only
Enter only whole dollar amounts on the tax forms and schedules. Do not enter cents.

Help us identify all of your forms and attachments
Write your FEIN/SSN, tax period, business name and address on all statements submitted with your return. The identification number is used for tax administration purposes only.

Signature and verification
An authorized officer of the unincorporated business must sign the return. A receiver, trustee, or assignee must sign any return that he/she is required to file for the business. Any person who prepared the return for compensation must also sign the return and provide the requested identification number. If a firm or corporation prepares a return, it should be signed in the name of the entity. The signature requirement does not apply when a taxpayer's regular employee prepares the return.

Forms
An easy and fast way to get forms is by downloading them from our website. Go to www.cfo.dc.gov, then click on Taxpayer Service Center, then click on Tax Forms and Publications. You may also call 202-442-6546, this is not a toll free number.

Tax fraud hotline
Anyone suspecting tax fraud is encouraged to report such activity to the Tax Fraud Hotline at 1 800-380-3495 or by e-mail at TaxFraudHotline@dc.gov.

Specific Instructions

Negative amounts
If you enter a negative amount on a line, fill in the oval to the left of the entry blocks.

Allocation and apportionment required
Any unincorporated business carrying on a trade or business in DC and the other jurisdictions must apportion its business income between DC and the other jurisdictions. Apportion the net income from trade or business activities using the appropriate apportionment formula. See Schedule F of the D-30. You must allocate your non-business income to the jurisdiction of the business' domicile.

Non-business income allocation

Non-business income
Allocate items of non-business income to DC. The following gains and losses from sales or other dispositions are allocated to DC:

- Real property located in DC (other than realty used in the trade or business whether held for sale or otherwise);
- Tangible personal property (other than any tangible personal property used in the trade or business whether held for sale or otherwise) if:
  - The property had a situs in DC at the time of sale; or
  - Your principal place of business is in DC and you are not taxable in the situs state.
- Intangible personal property (other than intangible personal property of any kind used in the trade or business whether held for sale or otherwise) is allocable to DC if the taxpayer's principal place of business is in DC.

Allocate net rents and royalties from real property located in DC to DC.

Allocate non-business interest and dividends derived from sources in DC to DC unless specifically excluded from taxation and subject to apportionment as business income.

Allocate to DC, non-business income from rents and royalties from patents, copyrights, trademarks, service marks, secret processes and formulas, franchises and other like property (if not used in the trade or business). These royalties are allocated according to the patent's location or place of use, or where the copyrighted material is published or used. If DC is the principal place of business of a business entity, not subject to tax anywhere else, then the rent or royalty income is allocable to DC.

Income from the sale of tangible personal property to the United States Government by a business that has its principal place of business outside DC is income from DC sources if the property is delivered from outside DC for use in DC.

All other non-business income derived from sources in DC is allocable to DC.

Where income is allocable among DC and other jurisdictions, you must allocate all expenses, losses and other deductions incurred in the production of the income in the same way. Losses incurred

in the production of non-business income are allowable if the transaction's profits would be taxable.

Gross Income

D-30, page 1, line-by-line

Line 1 Gross receipts, minus returns and allowances
Enter the total gross receipts from sales and operations, minus returns and allowances.

Line 2 Cost of goods sold and/or operations
Enter the figure from Schedule A, Line 8. If the production, manufacture, purchase, or sale of merchandise is an income-determining factor in the trade or business, you must inventory merchandise at the start and end of the tax year. You may value them at your cost or at the lower of cost or market, or by another IRS-approved method. You must continue to use the inventory method you choose until you get permission from OTR to change. If the inventories do not agree with the balance sheet figures, attach a statement explaining the reason for any difference.

Cost of Operations (where inventories are not an income-determining factor): If the amount entered on Line 2, page1, includes an amount applicable to the cost of operations, attach a statement showing: (1) salaries and wages; and (2) other costs in detail.

Line 3 Gross profit
Line 1 minus Line 2. Enter the result on Line 3.

Line 4 Dividends
Enter the total of all taxable dividends. You may deduct Subpart F income (as defined in IRC §952). Attach a detailed statement showing the calculation of the taxable amount.

Line 5. Interest
Enter all interest which the business received or is credited with during the tax year, including interest paid on obligations of a State, Territory of the United States, or any of their political subdivisions, except those of DC. Include expenses incurred with the purchase or production of income from U.S. Treasury securities on Line 29(b). (Attach a detailed statement.)

Exclude interest income on obligations or securities issued by the United States or its instrumentalities if it was included in federal gross income.

Line 6 Gross rental income
Enter here the gross amount you received from real or personal property rental from Line 7, Column 3, of Schedule D, Form D-30. Do not enter rental income on Line 26(a) that is related to a trade or business.

Note: DC does not allow the additional federal bonus depreciation allowed under federal law. If you claimed this depreciation on your federal return, reduce the depreciation you claim here by that amount. Attach a computation showing that your DC claimed depreciation does not include the 30 or 50 percent bonus depreciation and that the basis of the depreciated property for DC tax purposes has not been reduced by the bonus depreciation amount claimed. DC also does not allow additional Section 179 expenses. If you claimed these expenses on your federal return, reduce your expenses on your D-30 by that amount.

Line 7 Royalties
Report royalty income and related expenses in the same manner as rental income and rental expenses. Royalties from patents you developed from the licensing of processes or a trade name and sales of know-how are business income.

Line 8(a) Net Capital Gain (Loss)
Capital gains or losses are treated in the same manner as they are for federal corporation income tax purposes. (See detailed instructions on Federal Schedule D, Form 1120, Corporation Income Tax Return.) Report IRC §1231 gains as business income on Line 8(a).

Note: Since the 30 and 50 percent federal bonus depreciation is not allowed for DC tax purposes, recalculate the capital gain/loss reported on your federal return without taking into account the federal bonus depreciation amount. Attach a statement showing the adjustments.

Line 8(b) Ordinary gain (loss) from Part II, Federal Form 4797
Enter the total ordinary gain (or loss) from your federal Form 4797 Sales of Business Property. Attach a copy of your Form 4797.

Line 9 Other Income
Enter the total income not reported elsewhere on the return; attach a detailed statement. Do not enter on Line 26(a) other income related to a trade or business. Enter it on line 9.

Line 10 Total gross income
Add lines 3 through 9.

Deductions

Deductions are allowed if they are ordinary and necessary and directly related to business income as explained in these instructions. Deductions must not be taken on this return for interest, taxes, contributions and other itemized deductions normally deductible on individual income tax returns filed by owners or members of the unincorporated business.

Line 11 Salaries and wages
Enter all salaries and wages not deducted elsewhere on the return.

- Do not include compensation of the owners/members of the unincorporated business.
- Do not include wages used to compute the Economic Development Zone Incentives credit.

Line 12 Repairs
Enter the cost of incidental repairs, including labor, supplies and other items that do not add to the value or appreciably prolong the property's life. You may charge to a capital account, expenditures for new buildings, machinery, equipment and/or permanent improvements or betterments that increase the value or appreciably prolong the life of the property.

Line 13 Bad debts
Report bad debts in the same manner as you report them for federal tax purposes. Attach a copy of the information you submitted with your federal return.

Line 14 Rental expenses related to rental income *from Schedule D, Column 6, Line 8, Form D-30.* Do not include the additional federal depreciation. Do not deduct elsewhere in this return expenses related to rental income.

Line 15 Rent
Enter the amount of rent paid or accrued for business property in which the unincorporated business has no equity.

Line 16 Taxes
Enter taxes imposed on taxpayers as reported in Schedule C of Form D-30. Do not deduct these taxes:
- Income and excess profit taxes,
- Franchise taxes imposed by the unincorporated business tax law, or
- Taxes assessed against the property for local benefits of a kind tending to increase the value of the property assessed.

Line 17 Interest expense
Enter interest paid or accrued on business debt. If any interest income is not subject to the unincorporated business tax, then the related interest expense is not deductible.

Line 18 Contributions or gifts
Enter from Schedule B, page 3 of Form D-30, contributions or gifts made to qualified organizations in the tax year. This deduction may not exceed 15 percent of the net income, (Line 26), of the business before the contributions or gifts are deducted. Attach a separate statement detailing information about contributions and gifts. Contribution carry-overs are *not* allowed.

Line 19 Amortization
Enter the amortization amount from your federal Form 4562 Depreciation and Amortization. Attach a copy of your Form 4562 to your return.

Line 20 Depreciation
Enter the depreciation amount from your federal Form 4562. Do not include amounts deducted on Line 14 or elsewhere on this return. You must use on your DC return the same depreciation method used on your federal return. Attach a copy of your Form 4562.

You must recapture depreciation on your D-30 from the sale of an asset that caused the unincorporated business to terminate. Report any gain in excess of the recaputured amount on the individual income tax returns of the owners or members.

Note: If you claimed the bonus depreciation or additional Section 179 expenses on your federal return, reduce the depreciation you claim here by that amount. Attach a computation showing the reduction.

Line 21 Other allowable deductions
Enter the amount from Schedule G, page 4 of the Form D-30.

Line 22 Total deductions
Add lines 11–21 and enter on Line 22.

D-30 page 2, line-by-line

Line 23 Net Income
Subtract Line 22 from Line 10; enter the amount on Line 23.

Line 24 Net operating loss deduction
Enter any DC net operating loss carried forward from a year before 2000. DC does not allow a net operating loss carryback.

Line 25 Net income after net operating loss deduction
Enter the combined amounts from Lines 23 and 24. Also enter this amount on Line 31, if it is entirely from a DC trade or business.

Line 26(a), (b) and (c)
Enter income, related expenses and the net difference on the appropriate lines. Submit a detailed explanation of the income and expenses.

Enter on Line 26(b) the portion of deductions related to the income allocated in or outside DC. Include expenses connected with the production of income from U.S. Treasury securities in Line 26(b).

Line 27 Net income from trade or business subject to apportionment
Subtract Line 26(c) from Line 25. Enter the amount on Line 27.

Line 28 DC apportionment factor
Enter the factor computed on Schedule F, Line 5.

Line 29 Net income from trade or business apportioned to DC
Multiply the amount on Line 27 by the apportionment factor on Line 28. Enter the result on Line 29.

Line 30 Enter the portion of Line 26(c) attributable to DC on Line 30.

Line 31 Total District net income (loss)
Add Lines 29 and 30. Enter the result on Line 31.

Line 32 Minus: Salary for owner(s)/member(s) services
See Schedule J, column 4 on page 5. You may deduct a reasonable amount for salaries or other compensation for personal services actually rendered by the owner(s) or member(s) of the business in the active conduct of the business.
- The reasonable amount for owner(s) and members(s) is reduced by any fees paid to an independent management or collection entity for management services performed for the business.
- Do not claim an amount accrued to an owner(s) or member(s) as a drawing account unless it is for services actually rendered.
- The aggregate deduction allowed for salaries or other compensation may not exceed 30 per cent of Line 31.

Line 33 Exemption
An exemption of up to $5000 is allowed.
- Enter the number of days this return covers in the boxes on Line 33(a). If it is a full year enter 365 days and enter $5000 on Line 33.
- If the return is for less than a full year, prorate the exemption by dividing the number of days entered on 33(a) by 365 to arrive at a per cent. Multiply $5000 by that per cent. Include a statement showing your calculation of the exemption amount. Also enter this amount in Schedule J, column 5.

Line 34 Total taxable income
(before the apportioned NOL deduction)
Subtract Lines 32 and 33 from line 31. Enter the result on Line 34.

Line 35 Apportioned NOL deduction
Enter the amount of DC apportioned net operating loss carry forward for loss years 2000 and later on Line 35.

Line 36 Total taxable income
Enter the result of Line 34 minus Line 35.

Line 37 TAX
Calculate the tax by multiplying any positive amount on Line 36 by .09975. Enter the result on Line 37.

Minimum Tax – If your business has gross income of *more than $12,000 (Line 10)* and Line 36 shows taxable income of less than $1003, your minimum tax is $100. Enter this amount on Line 37.

If your business has gross income of $12,000 or less *(Line 10)* and you are only filing to satisfy the information requirement – the minimum tax does not apply. Complete only the personal information section of the D-30 and leave the rest of the form blank, including Line 37.

NOTE to QHTC Filers:
If you are a QHTC, your D-30 return is exempt from the franchise tax. The minimum tax does not apply. Complete Lines 1 through 36 and leave Line 37 blank. Attach a copy of your QHTC-CERT to your return and fill in the QHTC oval on page 1.
‘

Line 38 Minus payments and credits
Enter amounts paid or credits from:

- Your request for an extension of time to file (or your original return if you are filing an amended return),
- Estimated tax payments (Form D-30ES), also include any carryover from your 2003 D-30 return, or an Economic Development Zone Incentives credit from the worksheet on page 12.
- QHTC business tax credit from D-30CR, line 6.

Line 39 Total of Lines 38(a), (b) and (c)
Add Lines 38(a), (b) and (c) and enter result here.

Lines 40 to 44(b)
Follow the instructions on the form.

Form D-30 schedules

Schedule F – DC Apportionment Factor
An unincorporated business engaging in a trade or business both in and outside DC must use property, payroll and sales as the three factor formula to apportion its business income.

Unincorporated businesses domiciled in DC and not subject to tax elsewhere must report 100 percent of their net business income and allocate 100% of their non-business income to DC.

Unincorporated businesses carrying on a trade or business in DC and in other jurisdictions must apportion trade or business income to DC. Multiply the total income by a fraction. The numerator is the property factor plus the payroll factor plus the sales factor. The denominator is three, reduced by the number of any factors with no denominator.

- **Property Factor**

  The property factor is a fraction; the numerator is the average value of real and tangible personal property you owned or rented and used in DC during the tax year. The denominator is the average value of all real and tangible personal property you owned or rented during the tax year. Do not include in the numerator or the denominator, any property or portion of property, not used to produce business income.

  Transportation companies. The numerator also includes the portion of the average value of vehicles, rolling stock, aircraft, watercraft and other equipment used during the taxable period to transport persons and property both in and outside DC. This portion is determined by comparing the total miles per unit of equipment traveled in DC compared to the total mileage traveled everywhere by each class of property.

  Railroad companies – the classes of property are those you must report for DC personal property tax purposes (DC Code §47-1512).

  Where property is used in any activity the income from which is allocable or apportionable, you may use (or OTR may require) any method that properly reflects the portion of the average value used to arrive at the property factor. This is subject to the approval of OTR.

  Property you own is valued at its original cost to you plus the cost of any additions and improvements. If you cannot determine your original cost or if the cost is zero, value the property at its market value when you acquired it. Property rented to you is valued at eight times the net annual rental. (The annual rental you paid is decreased by any annual rental you receive from sub-rentals, provided the rental and sub-rental rates are reasonable.) Include in the annual rental, amounts paid or accrued for the use or rental of property or facilities of another. This net annual rate includes amounts whether paid as rent, as reasonable compensation for use or under any other designation, pursuant to statutory enactment, lease, or rental agreement of any kind, contract, or otherwise. Do not include payments for leased property capitalized for federal tax purposes as rent. You may only include these payments in this factor to the extent of their capitalized value for federal tax purposes. If OTR determines that any net annual rental rate or sub-rental rate is unreasonable, or if a nominal or zero rate is charged, OTR may determine and apply a rental rate that reasonably reflects the property’s rental value.

  To determine the property’s average value, average the values at the start and end of the tax period. You may, if necessary, use monthly or quarterly values during the tax period, to properly reflect the average value of the property (subject to OTR approval).

- **Payroll Factor**

  The payroll factor is a fraction; the numerator is the total compensation you paid to or accrued for persons performing services for you in DC during the tax year. The denominator is the total compensation you paid or accrued everywhere during the tax year. However, do not include in the numerator or denominator, any compensation paid or accrued to employees for personal services rendered in the production of non-business income. Compensation paid or accrued other than in cash, is valued at its fair market value on the date of payment or accrual. Do not include payments to independent contractors in this factor.

  Transportation companies — the numerator of the payroll factor in addition to that described above, also includes that portion of the total compensation paid or accrued to employees employed on vehicles, rolling stock, aircraft, all watercraft, and other equipment you used during the taxable period to transport persons and property between DC and other jurisdictions. To determine this factor, apply the percentage computed (as in the property factor above) to the total compensation.

  If you pay or accrue compensation for services, which generate income that can be allocated or apportioned, you may use any method that will properly reflect the average value used to

calculate the payroll factor. The method you choose is subject to OTR approval.

Compensation is paid or accrued in DC if:

- the individual's services are performed entirely in DC; or
- the individual's services are performed in DC and other jurisdictions, but the services performed outside DC are incidental to the individual's services performed in DC; or
- some of the individual's services are performed in DC and:
  (1) the base of operations or if there is no base of operations, the place from which services are directed or controlled is in DC; or
  (2) the base of operations or place from which services are directed or controlled is not in DC, or in any state where some part of the services are performed, but the individual's residence is in DC.

- **Sales Factor**

The sales factor, except for transportation companies, is a fraction; the numerator is the taxpayer's total sales in DC during the tax year. The denominator is the taxpayer's total sales everywhere during the tax year.

Transportation companies — the sales factor is a fraction; the numerator is the total of revenue units the company first received as originating or connecting traffic at a point in DC. Add to this the total of revenue units the company discharged or unloaded at a point in DC, at the termination of the transportation movement or for transfer to a connecting carrier. The denominator is twice the total of revenue units originated everywhere during the tax year. One ton of freight equals one revenue unit; ten passengers equal one revenue unit. If the company's revenue is predominantly from transportation of passengers, you may use the number of passengers loaded and discharged, in place of originating and terminating tonnage.

Tangible personal property sales, including sales to the United States Government, are considered to occur in DC, no matter where title is transferred, FOB point, or other sales conditions, if the property:

- Is delivered or shipped to a purchaser in DC; or
- Has an ultimate destination in DC, after all transportation (including any by the purchaser) is complete; or
- Is delivered or shipped from an office, store, warehouse, factory, or other storage place in DC to a destination outside DC — and you are not taxable in the state to which the property is shipped or delivered.

Except for transportation companies – non-tangible personal property sales are considered to occur in DC if the income-producing activity or service is performed:

- In DC; or
- The proportion of the income-producing activity or service performed in DC is greater than that performed in any other jurisdiction, based on performance cost.

Schedule H – Income not reported (claimed as nontaxable) – (page 4 of Form D-30)
List all income of the unincorporated business that you consider not subject to the unincorporated business franchise tax. State why the income should be considered nontaxable.

Schedule I – Balance sheets (page 4 of Form D-30)
Submit balance sheets for the start and end of the tax year. Conform them to the unincorporated business' books and records and your federal return. Attach an explanation of any variation.

Supplemental information (page 5 of Form D-30)
Please provide all the information requested in this schedule.

Schedule J Distribution and Reconciliation of Net Income (or Loss) (Page 5 of Form D-30)
Furnish all information requested. Under provisions of DC Code §47-1805.01(a), you must enter the SSN of each of the owners. The SSN is necessary for the proper identification of an owner's tax account with DC and will be used only for tax administration purposes. Any additional names, SSNs, etc. may be listed on an attachment filed with the return.

General

If using the income allocation and apportionment rules results in a tax that does not fairly represent your tax liability arising from your trade or business in DC or from non-business sources in DC, you may petition for, or OTR may require, if reasonable:

- a separate accounting, unless the entity is conducting a unitary business;
- exclusion of one or more of the factors;
- inclusion of one or more additional factors that fairly reflect the extent of your trade or business in DC; or
- use of any other method to effect a fair allocation and apportionment of your income.

Economic Development Zone Incentives Credit

Supporting Documentation Required If you are claiming an Economic Development Zone Incentives (EDZI) credit against your DC franchise tax liability, you MUST attach to your return:

1. a copy of the DC Council resolution approving the qualification for any credits claimed;
2. a certification of eligible employees issued by the DC Department of Employment Services; and
3. a completed EDZI Credit Worksheet.

The EDZI Amendment Act allows a qualified business, under certain circumstances to take various credits against its franchise tax liability. (The maximum annual credit is $7500.) A qualified business is one that is approved as being qualified under Section 5 of EDZI by the D.C. Office of Economic Development. You MUST complete the worksheet below and include the necessary attachments with your return. The following credits are available under EDZI to qualified businesses:

1. a credit against the franchise tax in an amount equal to 50 percent of the wages of all certified employees who meet the requirements of Section 10(b) of EDZI;
2. a credit against the business' franchise tax in an amount equal to 50 percent of the insurance premiums attributable to all employees for whom it obtains employer liability insurance under the District of Columbia Worker's Compensation Act of 1979; and
3. a rent credit for lessors against the business' franchise tax. The credit allowed is the difference between the rental market value of the space leased to a licensed non-profit child care center and the actual rent stated in the lease agreement as indicated in the DC Council resolution approving the qualification of the business. A non-profit child care center is a child development center as defined in Section 10 of EDZI.

A credit carry forward for five years is available for any EDZI credit not used in a previous year. The maximum amount that may be claimed in any year is $7500, including any carry forward.

Economic Development Zone Incentives Credit Worksheet (maximum annual credit is $7,500)

Column 1 - Credit Category	Column 2	Column 3	Column 4
A. Certified employees wages	Total Wages $	50% of Wages Col. 2 x .50 =	$
B. Certified (eligible employees) workers' compensation liability insurance premiums	Total Premiums $	50% of Premiums Col. 2 x .50 =	$
C. Child care center rent (lessor).....	Rental market value ..... $_____ Minus rent shown on lease agreement ..... $_____ Total child care center credit $_____		$
	Total of Column 4 (if more than $7,500, enter $7,500)		$
	Add any EDZI credit carry forward from a previous year		$
	Total EDZI credit (enter on Line 38 (c), Page 2) (maximum $7500)		$

Government of the District of Columbia

2004 D-30 Unincorporated Business Franchise Tax Return

0 4 0 3 0 0 1 1 0 0 0 0

Taxpayer Identification Number

Fill in ◯ if FEIN

Fill in ◯ if SSN

NAICS CODE

OFFICIAL USE

Business name

Taxable year beginning MM/YY

Taxable year ending MM/YY

Business address line #1 Fill in ◯ if this is your first return or if your address is different from last year's return.

Fill in ◯ if Amended Return

Fill in ◯ if Certified QHTC

Fill in ◯ if Gross Income is $12,000 or less

Fill in ◯ if Final Return

Business address line #2

City State Zip Code

Mailing address line #1

NUMBER OF BUSINESS LOCATIONS

In DC

Mailing address line #2

Outside DC

City State Zip Code

• READ INSTRUCTIONS BEFORE PREPARING RETURN •

If Line 10, total gross income is $12,000 or less, do not fill in beyond Line 10, leave Line 37 blank. Sign, date and file your return.

Round cents to the nearest dollar.

GROSS INCOME	1 Gross receipts, minus returns and allowances		1	$ 00
	2 Cost of goods sold (from Schedule A) and/or operations Attach statement.		2	$ 00
	3 Gross profit Line 1 minus Line 2.	Fill in if minus: ◯	3	$ 00
	4 Dividends Minus Subpart F income (Attach statement).		4	$ 00
	5 Interest Attach statement.		5	$ 00
	6 Gross rental income From D-30 Schedule D.	Fill in if minus: ◯	6	$ 00
	7 Royalties Attach statement.		7	$ 00
	8 (a) Net capital gain (loss) Attach copy of federal Schedule D.	Fill in if minus: ◯	8a	$ 00
	(b) Ordinary gain (loss) from Part II, federal Form 4797 Attach copy of your Form 4797.	Fill in if minus: ◯	8b	$ 00
	9 Other income Attach statement.	Fill in if minus: ◯	9	$ 00
	10 Total gross income Add Lines 3–9.	Fill in if minus: ◯	10	$ 00
DEDUCTIONS	11 Salaries and wages (Do not include owner(s)/member(s)).		11	$ 00
	12 Repairs		12	$ 00
	13 Bad debts Attach copy of any statement filed with federal return.		13	$ 00
	14 Rental expenses related to rental income Do not take federal bonus depreciation or extra Section 179 expenses.		14	$ 00
	15 Rent		15	$ 00
	16 Taxes From D-30 Schedule C.		16	$ 00
	17 Interest expense From D-30 Schedule E.		17	$ 00
	18 Contributions or gifts From D-30 Schedule B.		18	$ 00
	19 Amortization Attach copy of your federal Form 4562, Part VI.		19	$ 00
	20 Depreciation Attach copy of your federal Form 4562. Do not include the additional federal bonus depreciation.		20	$ 00
	21 Other allowable deductions From D-30 Schedule G.		21	$ 00
	22 Total deductions Add Lines 11–21.		22	$ 00

◀ STAPLE CHECK OR MONEY ORDER HERE ◀

Revised 9/16/04

Taxpayer Name:

FEIN or SSN:

ENTER DOLLAR AMOUNTS ONLY

INCOME

23	**Net income** Line 10 minus Line 22.	Fill in if minus: ◯	23 $ .00
24	**Net operating loss deduction** Years before 2000.		24 $ .00
25	**Net income after NOL deduction** Line 23 minus Line 24.	Fill in if minus: ◯	25 $ .00
26	(a) **Non-business income** Attach statement.	Fill in if minus: ◯	26a $ .00
	(b) **Minus: Related expense** Attach statement.		26b $ .00
	(c) **Subtract Line 26(b) from Line 26(a)**	Fill in if minus: ◯	26c .00
27	**Net income from trade or business subject to apportionment** Line 25 minus 26(c).	Fill in if minus: ◯	27 $ .00
28	**DC apportionment factor** From D-30 Schedule F, Col 3, Line 5.		28 .

TAXABLE

29	**Net income from trade or business apportioned to DC** Multiply Line 27 by Line 28.	Fill in if minus: ◯	29 $ .00
30	**Portion of Line 26(c) attributable to DC** Attach statement.	Fill in if minus: ◯	30 $ .00
31	**Total District net income (loss)** Combine Line 29 and Line 30.	Fill in if minus: ◯	31 $ .00
32	**Minus: Salary for owner(s) or members services** from D-30 Schedule J, Column 4		32 $ .00
33	**Exemption** Maximum amount $5000. Enter days in DC here. → 33a If less than 365, see page 9 for amount to claim.		33 $ .00
34	**Total taxable income** Before apportioned NOL deduction Line 31 minus Lines 32 and 33	Fill in if minus: ◯	34 $ .00
35	**Apportioned NOL deduction**		35 $ .00
36	**Total taxable income** Line 34 minus Line 35.	Fill in if minus: ◯	36 $ .00

TAX AND CREDITS

37	**TAX** 9.975% of Line 36. If less than $100 enter $100 (unless QHTC, then leave blank).	37 $ .00
38	**Minus: (a) Tax paid, if any, with request for extension of time to file (or with original return, if this is an amended return)**	38a $ .00
	(b) **2004 estimated franchise tax payments**	38b $ .00
	(c) **Economic development zone incentives credit from worksheet**	38c $ .00
	(d) **QHTC business credit** from D-30CR Line 6, attach a copy	38d $ .00
39	**Add Lines 38(a), (b), (c) and (d)**	39 $ .00
40	**Balance due** Line 37 minus Line 39, if Line 37 is greater than Line 39.	40 $ .00
41	**Penalty $** **Interest $** **Total penalty and interest** →	41 $ .00
42	**Total unpaid balance, plus penalty and interest** Add Lines 40 and 41.	42 $ .00
43	**Overpayment** Line 39 minus Line 37, if Line 39 is greater than Line 37.	43 $ .00
44	(a) **Credit to 2005 estimated franchise tax**	44b $ .00
	(b) **Amount to be refunded** Line 43 minus Line 44a.	44b $ .00

Make check or money order payable to the DC Treasurer. Include your FEIN/SSN, "D-30" and tax year on your payment. Mail return and payment to: Office of Tax and Revenue, PO Box 610, Washington DC 20044-0610, BY the 15th day of the fourth month following the close of the tax year.

PLEASE SIGN HERE

Under penalties of law, I declare that I have examined this return and, to the best of my knowledge, it is correct. Declaration of paid preparer is based on all information available to the preparer.

Officer's signature | Title | Date | Telephone number of person to contact

PAID PREPARER ONLY

Preparer's signature (if other than taxpayer) | Date | Firm name | Firm address

Preparer's FEIN, SSN or PTIN

Do you want to allow the preparer to discuss this return with the Office of Tax and Revenue? If YES fill in oval. ◯

Round cents to the nearest dollar. If an amount is zero, make no entry.

Schedule A - COST OF GOODS SOLD (See specific instructions for Line 2.)

1 Inventory at beginning of year (if different from last year's closing inventory, attach explanation)		$
2 Purchases . . . . . $_____		
Minus cost of items withdrawn for personal use . . . . . $_____	Enter result here	
3 Cost of Labor		
4 Material and supplies		
5 Other costs (attach statement) – (Additional 30% and 50% federal bonus depreciation is not allowed)		
6 Total of lines 1 through 5		$
7 Inventory at end of year		$
8 Cost of goods sold (Line 6 minus Line 7). Enter here and on Line 2, page 1 of this form		$
Method of inventory valuation used_____		

Schedule B - CONTRIBUTIONS OR GIFTS (See specific instructions for Line 18.)

	$		$
		TOTAL (Subject to 15% limit – also enter on Line 18, page 1)	$

Schedule C - TAXES (See specific instructions for Line 16.)

Type of Tax	Amount	Type of Tax	Amount
	$		$
TOTAL (Enter on Line 16, page 1 of this form, that portion of the total not included below in Schedule D)			$

Schedule D - INCOME FROM RENT

Col. 1 Address of Property	Col. 2 Kind of Property	Col. 3 Gross Amount of Rent	Col. 4 Depreciation* or Depletion (Per Federal Form 4562)	Col. 5 Repairs (Explain in Sch. D-1)	Col. 6 Taxes, Interest and other Expenses* (Explain in Sch. D-1)
1.		$	$	$	$
2.					
3.					
4.					
5.					
6.					
7. TOTAL (Enter the total of Col. 3 on Line 6, page 1)		$	$	$	$
8. TOTAL OF COLUMNS 4, 5, and 6 (Also enter on Line 14, page 1).					$

***exclude federal 30% and 50% bonus depreciation and IRS Section 179 additional expense deduction**

Schedule D-1 - Explanation of deductions claimed in Columns 5 and 6 of Schedule D

Column No.	Explanation	Amount	Column No.	Explanation	Amount
		$			$

 Round all cents to the nearest dollar.

Schedule E - Interest expense (See specific instructions for Line 17.)

Name and Address of Payee	Amount	Name and Address of Payee	Amount
	$		$
TOTAL (Enter on Line 17, page 1, that portion of the total not included in Schedule D.)			$

Schedule F - D.C. apportionment factor (See instructions)

Carry all factors to six decimal places

Round all cents to the nearest dollar. If an amount is zero, leave the line blank.

	Column 1 TOTAL	Column 2 in DC	Column 3 Factor (Column 2 divided by Column 1)
1. **PROPERTY FACTOR:** Average value of real estate and tangible personal property owned or rented to and used by the unincorporated business.	$ .00	$ .00	.
2. **PAYROLL FACTOR**: Total compensation paid or accrued by the unincorporated business.	$ .00	$ .00	.
3. **SALES FACTOR**: All gross receipts of the unincorporated business other than gross receipts from items of non-business income.	$ .00	$ .00	.
4. **SUM OF FACTORS:** (Add Column 3)			.
5. **DC APPORTIONMENT FACTOR:** Line 4 divided by the number 3, or 3 reduced by the number of factors without a denominator.			.

Schedule G- Other allowable deductions (See specific instructions for Line 21)

Nature of Deduction	Amount
	$
TOTAL (Also enter on Line 21, page 1).	$

Schedule H - Income not reported (claimed as nontaxable) (See Instructions on page 11.)

Nature of Income	Amount
	$
TOTAL	$

Schedule I - BALANCE SHEET (See page 11 of Instructions)

		BEGINNING OF TAX YEAR		END OF TAX YEAR	
		AMOUNT	TOTAL	AMOUNT	TOTAL
Assets	1. Cash				
	2. Trade notes and accounts receivable				
	(a) MINUS: Allowance for bad debts				
	3. Inventories				
	4. Gov't obligations: (a) U.S. and its instrumentalities				
	(b) States, subdivisions thereof, etc				
	5. Other current assets (attach statement)				
	6. Mortgage and real estate loans				
	7. Other investments				
	8. Buildings and other fixed depreciable assets				
	(a) MINUS: Accumulated depreciation				
	9. Depletable assets				
	(a) MINUS: Accumulated depletion				
	10. Land (net of any amortization)				
	11. Intangible assets (amortizable only)				
	(a) MINUS: Accumulated amortization				
	12. Other assets (attach statement)				
	13. TOTAL ASSETS				
Liabilities - Capital	14. Accounts payable				
	15. Mortgages, notes, bonds payable in less than 1 year				
	16. Other current liabilities (attach statement)				
	17. Mortgages, notes, bonds payable in 1 year or more				
	18. Other liabilities (attach statement)				
	19. Capital				
	20. TOTAL LIABILITIES AND CAPITAL				

Round all cents to the nearest dollar.

Schedule J - DISTRIBUTION AND RECONCILIATION OF NET INCOME (OR LOSS)

Col. 1		Col. 2	Col. 3	Col. 4	Col. 5	Col. 6	Col. 7	Col. 8
Name and Address of Owner(s)	Social Security Number	Percentage of Time Devoted to this Business	Percentage of Ownership	Salary Claimed	Exemption Claimed	Net Loss DC Sources	Net Income (or Loss) from Outside DC	Total Income (or Loss) Not Taxable to the Unincorporated Business (Add Cols. 4 thru 7)
		%	%	$	$	$	$	$
TOTAL				$	$	$	$	$

Col. 4 - See page 9 of Instructions
Col. 5 - See page 9 of Instructions
Col. 6 - Amount from Line 31 of return
Col. 7 - Enter the difference between Line 25 and Line 31 of return

Enter total taxable income as shown on Line 34 of return	
Net income of Unincorporated Business from both within and outside DC (from Line 23 of return)	$

SUPPLEMENTAL INFORMATION

1. During 2004, has the Internal Revenue Service made or proposed any adjustments in your federal income tax returns, or did you file any amended returns with the Internal Revenue Service? Yes No. If "Yes", submit separately an amended Form D-30 and a detailed statement, concerning adjustments, to the Office of Tax and Revenue, PO Box 610, Washington, DC 20044-0610.

2. PRINCIPAL BUSINESS ACTIVITY

3. DATE BUSINESS BEGAN

4. IF BUSINESS HAS TERMINATED, STATE REASON

5. TERMINATION DATE

6. TYPE OF OWNERSHIP (sole proprietor, partnership, etc.)

7. Place where federal income tax return for period covered by this return was filed:

8. Name(s) under which federal return for period covered by this return was filed:

9. Have you filed annual Federal Information Returns, (forms 1096 and 1099) pertaining to compensation payments for 2004? Yes No If no, please state reason:

10. Is this return reported on the accrual basis? Yes No If no, fill in the method used: Cash basis Other (specify)

11. Did you withhold DC income tax from the wages of your employees during 2004? Yes No If no, state reason:

12. Did you file a franchise tax return for the business with the District of Columbia for the year 2003? Yes No If no, state reason:
If yes, enter name under which return was filed:

13. Does this return include income from more than one business conducted by the taxpayer? Yes No
(If yes, list businesses and net income (loss) of each)

14. Is income from any other business or business interest owned by the proprietors of this business being reported in a separate return? Yes No
(If yes, list names and addresses of the businesses)

15. Is this business an adjunct of a corporation, or affiliated with any corporation? Yes No
(If yes, explain affiliation to stockholders and proprietors)

Government of the District of Columbia

2004 FR-128 Extension of Time to File DC Franchise or Partnership Return

0 4 1 2 8 0 1 1 0 0 0 0

Federal Employer I.D. Number

Social Security Number (if self-employed)

OFFICIAL USE

Business Name

Taxable year beginning MM/YY

Taxable year ending MM/YY

Business mailing address line #1

Fill in ◯ if this is your first return or if your address is different from last year's return.

Business mailing address line #2

City

State

Zip Code

Submit this form with your payment of any tax due as shown on Line 6 below.

1 A 6-month extension of time to file until _____ 15, 2005, for the calendar year 2004, or a 6-month extension of time to file until _____, _____, for a fiscal year ending _____, _____, is hereby requested for the following return (fill in one):

◯ Corporation Franchise Tax Return, Form D-20

◯ Unincorporated Business Franchise Tax Return, Form D-30

◯ Partnership Return of Income, Form D-65

		ENTER DOLLAR AMOUNTS ONLY
2	Total Tax Liability for the Period	2 $ 00
3	Estimated Franchise Tax Payments (include any overpayment credit)	3 $ 00
4	Other payments	4 $ 00
5	Total payments and credits (Add Lines 3 and 4)	5 $ .00
6	Balance due (Line 2 minus Line 5). Payment in full must be submitted with this form or your request will be denied. **(Note: you will be subject to the failure-to-pay penalty and interest on any amount of tax due and not paid with this request.)**	6 $ .00

PLEASE SIGN HERE

Under penalties of law, I declare that I have examined this return and, to the best of my knowledge, it is correct. Declaration of paid preparer is based on the information available to the preparer.

Telephone Number of Person to Contact

CORPORATE SEAL

Taxpayer(s) signature(s) (See instructions) Title Date

Preparer's FEIN, SSN or PTIN

PAID PREPARER ONLY

Preparer's signature (If other than taxpayer) Date

Telephone Number of Preparer

Firm name

Firm address

Make check or money order payable to the DC Treasurer. Include your FEIN (or SSN), "FR-128" and tax year on your payment.
Mail return and payment to: Office of Tax and Revenue, 6th Floor, 941 North Capitol St NE, Washington DC 20002-4265.

INSTRUCTIONS

Purpose
Use Form FR-128 to request a 6-month extension of time to file a Corporation Franchise Tax Return (Form D-20), an Unincorporated Business Franchise Tax Return (Form D-30), or a Partnership Return of Income (Form D-65).

When to file
The request for an extension of time to file must be submitted on or before the due date of the return.

Where to submit your request
Mail the completed FR-128 with your payment in full of any tax due to the Office of Tax and Revenue, 6th Floor, 941 North Capitol St NE, Washington DC 20002-4265. Be sure to sign and date the FR-128. Make your payment out to the DC Treasurer. On the payment include your FEIN or SSN, FR-128 and the tax year.

Note: If you are requesting certification as a Qualified High Technology Company please submit a completed DC Form QHTC-CERT with your extension request.

Extension of time to file
A 6-month extension of time to file will be allowed if you complete this form properly, file it on time and ***PAY*** the full amount of tax due shown on Line 6. When you file your return, attach a copy of the FR-128 which you filed. A separate extension request must be filed for each return. Blanket requests for extensions will not be accepted.

Federal extension forms
The Office of Tax and Revenue does not accept copies of the federal application for an extension of time to file. **You must use Form FR-128.**

Additional extension of time
No additional extension of time to file will be granted beyond the 6-month extension unless the taxpayer is outside the continental limits of the United States. In this case, an additional extension of 6 months may be granted.

Signature

The request must be signed by:

- Corporations — any designated or authorized officer;
- Unincorporated business — any owner or member;
- Partnership — any member; or
- Paid preparer — also provide your identification number

Note: Receivers, trustees in bankruptcy, or assignees that are in control of the property, business or organization must sign the request for extension.

Government of the District of Columbia

D-30 NOL Net Operating Loss Deduction for Loss Year

Complete a separate D-30 NOL for each business carrying forward an NOL.
Be sure to list NOLs before the year 2000 **separate** from those for 2000 and after.

Enter Year		Enter Year	
Before 2000		**2000 and After**	

Name of corporation	FEIN
	-

Year	District net income/loss	Losses claimed	Losses remaining
Oldest loss year			
Subsequent year 1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
200___ Summary:		Total losses claimed	Total losses remaining (to be carried forward)

- Enter loss for before 2000 on Line 24, page 2 of the D-30
- Enter loss from 2000 and after on Line 35, page 2 of D-30