

2006 BPT SCHEDULE A



City Account Number

Grid for entering City Account Number

Always enter your account number

COMPUTATION OF TAX ON NET INCOME (METHOD I)

To be used by taxpayers electing to report net income from the operation of a business in accordance with their accounting system, after subtracting from gross receipts the cost of goods sold and all ordinary and necessary expenses of doing business, rather than as reported to and ascertained by the Federal Government.

Reminder - You must use the same method (METHOD I or METHOD II) that you elected on the first Business Privilege Tax return filed. If you are using Schedule A, you cannot use Schedule B.

Note: If any entry on this schedule exceeds \$999,999,999 - See special mailing instructions below.

→→ If an amount on the lines below indicate a loss, darken the circle . ↘

- 1. Net Income (Loss) per accounting system used plus income taxes deducted in arriving at Net Income, less total nonbusiness income.....1.
2. Net Income (Loss) from certain port related activities.....2.
3. Net Income (Loss) from specific PUC and ICC business activities.....3.
4. Net Income (Loss) from Public Law 86-272 activities.....4.
5. Income (Loss) to be apportioned (Line 1 minus Lines 2, 3 and 4).....5.
6. Average of Apportionment Factors from Schedule C-1, Line 12.....6.
7. Income (Loss) apportioned to Philadelphia (Line 5 times Line 6).....7.
8. Nonbusiness Income (Loss) allocated to Philadelphia.....8.
9. Current year Income (Loss) (Line 7 plus Line 8).....9.
10. Loss Carry Forward, if any.....10.
11. Taxable Income (Loss) (Line 9 minus Line 10).....11.
12. TAX DUE (Line 11 times .065) If Line 11 is a loss, enter zero.....12.

ENTER HERE AND ON THE SUMMARY PAGE, LINE 1 OF THIS RETURN.

Special Mailing Instructions for Schedules A and B

If your entry for any line exceeds 999,999,999., include a cover letter with your return indicating the correct entries for Schedule A or B and request manual processing of the return to assure proper entry of your accounting data.