

The Actual 2002 BPT return must be filed by April 15, 2003.

BASIS FOR FILING THE ACTUAL 2002 BUSINESS PRIVILEGE TAX RETURN

Calendar year taxpayer:

Receipts and net income from all business activity from January 1, 2002 to December 31, 2002.

Fiscal year taxpayer who started business in Philadelphia prior to 2002:

Receipts and net income from actual business activity in the 12 month period that ends in calendar year 2002. For example, if the fiscal year ended June 30, 2002 the basis would be the receipts and net income for the period July 1, 2001 through June 30, 2002.

Fiscal year taxpayer who started business in Philadelphia during 2002:

For a taxpayer that filed a federal fiscal year return for a period ending in 2002 that was for less than 12 months (a "short" period), the receipts and income from that "short" period would be the basis for filing the Actual 2002 BPT return. A fiscal year taxpayer whose fiscal year did not end prior to December 31, 2002 would file the Actual 2002 BPT using zero ("0") as the tax base.

TAXPAYERS THAT TERMINATED BUSINESS ACTIVITY DURING 2002

Calendar year taxpayer:

A calendar year taxpayer that terminated business activity in 2002 must file an Actual 2002 BPT return based on the actual business activity during 2002.

Fiscal year taxpayer:

A fiscal year taxpayer that terminated business activity in 2002 must file an Actual 2002 BPT return based on the business activity from the last 12 month fiscal year ending in 2002 and the business activity from the "short" fiscal year ending on the date of business termination in 2002.

All taxpayers must enter the business termination date on Page 1 or Page 3 of the return.

LOSS CARRY FORWARD

The basis for the loss carry forward to be used, if applicable, on the Actual 2002 BPT return is derived from the figures reported on the 1999, 2000 and 2001 BPT returns. Any loss claimed on the 2002 BPT return that was due April 15, 2002 will be disregarded.