

HP-1120

CITY OF HIGHLAND PARK INCOME TAX CORPORATION RETURN

EXTENDED FILING NO Do Not Write in this Space

TAXPAYER MUST FILL IN DATES

For taxable year beginning , ending , 20

PLEASE TYPE OR PRINT Name, Number and Street, City, Town or Post Office, State, Zip, Where incorporated, Date of incorporation, Nature of business, Telephone number, Person in charge of records, Main address in Highland Park, Federal employer identification number

TAXABLE INCOME COMPUTATION

1. a. Taxable income before net operating loss deduction and special deductions... b. Income from p. 2, Schedule C, line 30... 2. Enter gain or loss from sale or exchange of property... 3. Result after excluding line 2 from line 1a OR 1b... 4. Enter items not deductible under Highland Park Income Tax Ordinance... 5. Total - add lines 3 and 4... 6. Enter items not taxable under Highland Park Income Tax Ordinance... 7. Total - line 5 less line 6... 8. Amount in line 2 above (after excluding any capital loss carryover)... 9. Total income - add lines 7 and 8... 10. Allocation percentage from p. 2, Schedule D, line 5... 11. Total - multiply line 9 by % on line 10... 12. Less: Applicable portion of net operating loss carryover and/or capital loss carryover... 13. Total income subject to tax - line 11 less line 12... 14. CITY OF HIGHLAND PARK TAX - multiply line 13 by 2%

PAYMENTS AND CREDITS

15. a. Tax paid with tentative return... b. Payments and credits made on Declaration of Estimated Highland Park Income Tax... c. Other Credits - explain in attached statement... 16. Total - add lines 15a, b, and c

TAX DUE OR REFUND

17. If your tax (line 14) is larger than your payments (line 16) enter BALANCE DUE... 18. If your payments (line 16) are larger than your tax (line 14) enter OVERPAYMENT... 19. Amount on line 18 to be: (A) Credited on next year's estimated tax (B) Refunded (Reported to IRS)

A. Name and address of resident agent in Michigan... B. Did you file a consolidated return with the Federal Internal Revenue Service?... C. IMPORTANT: Check this box if the amount shown on line 1b is not in agreement with the amount shown for this item on the return which you filed with the Federal Government... D. Number of Highland Park location(s) included in this return... E. Indicate the last fiscal or calendar year audited by the Federal Internal Revenue Service... F. Was your federal tax liability for any year subsequent to 1965 changed either by a review by the Federal Government or the filing of an amended federal return?... Do Not Write in Space Below AUDIT BY FORM LETTER REFUND CK. # ASSESS. \$ NO. TO INVEST.

NOTE 1 - Use line 1b for reporting income if the "separate accounting" method is used. I declare that I have examined this return (including accompanying schedules and statements) and to the best of my knowledge and belief it is true, correct and complete. If prepared by a person other than taxpayer, his declaration is based on all information of which he has any knowledge.

(Date) (Signature of Officer) (Title) (Date) (Individual or firm signature of preparer) (Address)

Mail to: City of Highland Park Partnership Return, P.O. Box 239, Eaton Rapids, MI 48827

Period from _____ to _____
 Show period covered and check appropriate box to indicate data used for Schedule C. Separate accounting method. Includes operations of all locations.

| | | |
|---|----------------------------|---|
| 1. Gross Receipts \$ _____ 2. Less: Returns and allowances _____ 3. Net Receipts _____ COST OF GOODS SOLD 4. Inventory at beginning of period _____ 5. Merchandise bought for manufacture or sale _____ 6. Salaries and wages _____ 7. Other costs (attach statement) _____ 8. Total - lines 4 through 7 _____ 9. Less: inventory at end of period _____ 10. Cost of goods sold _____ 11. Gross Profit - line 3 less line 10 _____ | BUSINESS DEDUCTIONS | 12. Compensation of officers \$ _____ 13. Salaries and wages - not deducted elsewhere _____ 14. Rents _____ 15. Depreciation _____ 16. Contributions _____ 17. Taxes _____ 18. Interest _____ 19. Repairs _____ 20. Bad debts _____ 21. Other (attach statement) _____ 22. _____ 23. Total - lines 12 through 22 _____ 24. Operating profit or loss - line 11 less line 23 _____ |
| 25. Dividend income _____ 26. Interest income _____ 27. Income from rents and royalties _____ 28. Gain or loss from sale or exchange of property (see instructions) _____ 29. Other income _____ 30. Net Profit or Loss (add lines 24 through 29). Enter here and on p. 1, line 1b _____ | | |

BUSINESS ALLOCATION FORMULA - SCHEDULE D

| | Located Everywhere I | Located in Highland Park II | Percentage II / I |
|--|----------------------------|-----------------------------------|----------------------|
| 1. Average net book value of real and tangible personal property \$ _____ | \$ _____ | \$ _____ | |
| a. Gross annual rent paid for real property multiplied by 8 | | | |
| b. TOTAL (add lines 1 and 1a) | | | % |
| 2. Total wages, salaries, commissions, and other compensation of all employees | | | % |
| 3. Gross revenue from sales made or services rendered | | | % |
| 4. Total percentages - add the three percentages computed for lines 1b, 2 and 3 which you entered in the last column (you must compute a percentage for each of lines 1b, 2 and 3) | | | % |
| 5. Average percentage (one-third of line 4) - enter here and on p. 1, line 10 | | | % |

In determining the average percentage (line 5), a factor shall be excluded from the computation only when such a factor does not exist anywhere insofar as the taxpayer's business operation is concerned and, in such cases, the sum of the percentages shall be divided by the number of factors actually used.

In the case of a taxpayer authorized by the Administrator to use one of the special formulas, attach explanation and use the lines provided below:

- a. Numerator _____ c. Percentage (a/b) _____ enter here and on p. 1, line 10
 b. Denominator _____ d. Date of Administrator's approval letter _____

SCHEDULE E

Schedule E is used to adjust the income reported on page 1 on lines 1a or 1b to give effect to the requirements of the Highland Park Income Tax Ordinance. The period of time used to compute items for Schedule E must be the same as the time period used to report income on lines 1a or 1b. Schedule E entries are allowed only to the extent directly related to net income as shown on lines 1a or 1b on Page 1.

Period: From _____ to _____

| Column I Add - Items Not Deductible | Column II Deduct - Items Not Taxable and Allowable Deductions |
|---|--|
| 1. Adjustments to income relating to the prior periods (see instructions) \$ _____ 2. All expenses (including interest) incurred in connection with derivation of income not subject to Highland Park income tax _____ 3. Highland Park income tax paid or accrued _____ 4. Other (submit schedule) _____ 5. Total Additions (enter on page 1, line 4) \$ _____ | 6. Interest from U.S. obligations and from United States governmental units \$ _____ 7. Dividends received deduction (exclude dividends in line 6 above) (use federal deduction) _____ 8. Dividend gross up of foreign taxes _____ 9. Foreign taxes paid or accrued deduction _____ 10. Other (submit schedule) _____ 11. Total deductions (enter on page 1, line 6) \$ _____ |