



CITY OF GLASGOW KY
 P.O. BOX 278
 GLASGOW, KY 42142-0278

CITY NET PROFIT LICENSE FEE RETURN

IMPORTANT

**ENCLOSE COPY OF
 APPLICABLE FEDERAL
 RETURN OR SCHEDULE**

Fed Sch. C (1040)
 Fed Sch. E (1040)
 Fed. 1041
 Fed. 1065
 Fed. 1120

**FEDERAL RETURN SHOULD
 INCLUDE:**

- 1) Cost of Goods Sold Schedule
- 2) Schedule of "Other Deductions"

MAKE CHECK PAYABLE TO:
 CITY OF GLASGOW
 MAIL OR DIRECT
 INQUIRIES TO:
 P.O. BOX 278
 GLASGOW, KY 42142-0278
 Phone (270)651-5131

Memo to Taxpayer

**YOU RENEW YOUR
 BUSINESS LICENSE BY
 FILING THIS RETURN.**

1. Gross Receipts/Sales and Other Income per attached Federal Return.....
2. Cost of Goods Sold and/or Operations plus other Federal Pre-Gross Income Deductions.....
3. Gross Income per attached Federal Return (Line1 less Line 2).....
4. Total Deductions per attached Federal Return.....
5. Net Profit/Income per attached Federal Return (Line3 less Line 4).....
6. Add Items not Deductible (Line 27, Section B on Back).....
7. Total (Line 5 plus Line 6).....
8. Subtract Items not Subject (Line 33, Section B on Back).....
9. Adjusted Net Profit/Income ((Line 7 less Line 8).....
10. Average Percentage if Applicable (Line 37, Section C on Back).....
11. Net Profit Subject to License Fee (Line 9 multiplied by Line 10).....
12. License Fee Due 1.75% (.0175)
13. **Minimum License Fee**.....
14. Total (Greater of Line 12 or Line 13).....
15. Credits, Estimated Payments.....
16. Refund or Credit. If Line 15 is Greater than Line 14, Enter Difference (Circle Refund or Credit).....
17. Balance Due. If Line 14 is greater than Line 15, Enter Difference as License Fee Due.....
18. Interest- 1 percent per month or portion of month.....
19. Penalty- 5 percent per month or portion of month not to exceed 25 percent, minimum penalty \$25.....
20. Total amount due (add lines 17, 18, and 19).....

1	
2	
3	
4	
5	
6	
7	
8	
9	
10	_____ %
11	
12	
13	\$25.00
14	
15	
16	
17	
18	
19	
20	

X _____ **Return Must Be Signed** X _____
 Signature of Individual Preparing Return Phone Signature of Taxpayer Phone

For Year Ended
Due On Or Before

Mailing Address
City Occupational Account Number

S.S # and/or FED I.D
BUSINESS CLASSIFICATION (CHECK ONE) ___ CORPORATION ___ PARTNERSHIP ___ INDIVIDUAL ___ FIDUCIARY ___ OTHER
Date Business Activity Began In Glasgow: _____ Date Business Activity Ceased In Glasgow: _____

**NET PROFIT LICENSE
 FEE RETURN INSTRUCTIONS**

GENERAL-In the case of an individual, partnership, association, corporation, fiduciary, or other entity engaged in the conduct or operation of any business, profession or enterprise, there is imposed an annual license fee **the greater of twenty five dollars (\$25.00) or one and three-quarters (1 ¾%)** percent of the net profits of such business, profession or other enterprise if and to the extent of business conducted in or derived from activity inside the City limits.

WHO SHOULD FILE-The Net Profit License Fee Return is to be filed by any entity having receipts and/or payroll within the City Limits of **Glasgow**. The return must also be filed to pay occupational license fee due on wages earned in the City which did not have the license fee withheld. Non-employee earnings qualify as subject income. Receipts from the rental of real estate are required to be reported as subject income except for the natural persons renting no more than 5 residential units.

WHEN TO FILE-The Net Profit License Fee Return must be filed on or before April 15 if Licensee is on a calendar year. Fiscal year returns are due 105 days after the Federal Tax Year end. If the due date falls on Saturday, Sunday, or a legal holiday the return may be filed on the next succeeding day which is not a Saturday, Sunday, or legal holiday.

EXTENSION REQUESTS-If an extension of time for filing is necessary, a copy of your federal extension must be submitted on or before the due date of the return. Regardless of the number of extensions approved, all license fees remaining unpaid after they become due shall bear interest at the rate of 1% per month or fraction of a month. All license fees remaining unpaid after the original due date, or approved extension date, whichever shall be later, shall be subject to a five (5) percent penalty per month. The total penalty levied shall not exceed 25%; however, a minimum penalty of \$25 shall apply.

SECTION B

ITEMS NOT DEDUCTIBLE	ITEMS NOT SUBJECT
21. State and Local Taxes based on Income _____	28. Interest in U.S. Obligations _____
22. License Fee Under this Ordinance _____	29. Kentucky alcoholic beverage net (attach schedule) _____
23. Net Operating Loss Carryover _____	30. IRC Section 78 dividends and IRC 951 dividends _____
24. Partners Guaranteed Payments and Salaries (attach schedule) _____	31. Non business interest and dividends (attach schedule) _____
25. Non-Business Expenses _____	32. Other (attach full explanation & Schedule) _____
26. Other (specify) (Attach separate schedule if necessary) _____	33. TOTAL ITEMS NOT SUBJECT (add lines 28-32)(Enter on Line 8) _____
27. TOTAL ITEMS NOT DEDUCTIBLE (add lines 21-26)(Enter on Line 6) _____	

SECTION C

Section C (Lines 34-37) must be completed by licenses with gross income and/or wages, salaries and other compensation, both within and without the city limits of Glasgow. Completion of this section allocated the proportionate share of total business activity attributable to Glasgow. If gross income or payroll exists, but not within the City of Glasgow a zero percentage should be added in Column C when calculating the Average Percentage (Line 37).

ALLOCATION FACTORS	COL. A Glasgow	COL. B Total	COL. C Percentage
34. Gross Receipts/Sales----- (If not applicable write N/A in column C)	\$ _____	\$ _____	_____ %
35. Total Wages, Salaries & Other Compensation----- (If not applicable write N/A in column C)	\$ _____	\$ _____	_____ %
36. Total Percents (Line 34 Col. C plus Line 35 Col. C)-----			_____ %
37. Average Percentage (Line 36 divided by number of applicable percents) Enter on Line 10-----			_____ %