

THIS SECTION TO BE COMPLETED ONLY BY THOSE WITH PROFIT OR LOSS FROM INCOME OTHER THAN WAGES

17. Allowable Prior Year Loss Carry Forward to Current Year (Attach year-by-year details) (only 1999, 2000, 2003 eligible).....	17	\$ _____
18. Profit or Loss from any Business Owned (from Sch X, line V below)	18	\$ _____
19. Rental Income (Attach Federal Schedule E Part I) &/or Farm Income (Attach Federal Schedule F)	19	\$ _____
20. Pass-through income (Attach Federal Schedule E, Parts II to V) (New for 2004 – See Instruction 5.W.).....	20	\$ _____
21. Other Income (Attach F1040 Pg 1) (1099-MISC, Form 4797 Ordinary Income, Lotteries & Prizes if total more than \$5,000).....	21	\$ _____
22. Total Other Taxable Income (Add Lines 17 to 21). If positive, enter on line 2, page 1. If negative, enter zero.	22	\$ _____

Attach any Adjusting Schedules or Worksheets including Pages 1 and 2 of Sch C & F; Pages 1 to 4 of 1120, 1120S, 1065, 1041

SCHEDULE X BUSINESS INCOME SCHEDULE (including resident pass-through income)

I. Income per Federal Return (C Corp: Form 1120, Ln 28; S Corp or resident pass-through income: Sch K, Ln 23; Partnership: Form 1065, Pg 4, Ln 1; Trust: Form 1041, Ln 17; Self-employment: Sch C, Ln 31; Farm: Sch F, Ln 36)	I	\$ _____
II. (a) ITEMS NOT DEDUCTIBLE (From Line M Below)	Add	_____
(b) ITEMS NOT TAXABLE (From Line Z Below)	Deduct	_____
(c) ENTER LINE II(a) less LINE II(b)	IIc	\$ _____
III. ADJUSTED NET INCOME (Line I, Plus or Minus Line IIc)	III	\$ _____
IV. ALLOCATION PERCENTAGE (Line 5 of Schedule Y, if applicable; otherwise 100%)	IV	\$ _____ %
V. TAXABLE INCOME (Line III x Line IV) Enter on Line 18, 19, or 20 (above) as applicable	V	\$ _____

ATTACH W-2S HERE

ITEMS NOT DEDUCTIBLE	ADD	ITEMS NOT TAXABLE	DEDUCT
A. Losses from IRC 1221 or 1231 property dispositions	\$ _____	N. Gains from IRC 1221 or 1231 property distributions except IRC 1245 or 1250	\$ _____
B. 5% of intangible income reported in line O. of this Sch X except that from IRC 1221 property dispositions ..	\$ _____	O. Intangible income, including interest, dividends, patent & copyright income	\$ _____
C. Taxes based in income.....	\$ _____	P. Federal tax credits to extent they reduced corresponding operating expenses	\$ _____
D. Dividends, distributions to REIT investors	\$ _____	Q. Other (explain & provide documentation) _____	\$ _____
E. Payments, accruals for qualified self-employed retirement plans, health insurance plans, and life insurance plans for owners or owner-employees of non-C corporation entities.....	\$ _____	_____	\$ _____
F. Other (explain & provide documentation) _____	\$ _____	_____	\$ _____
_____	\$ _____		
_____	\$ _____		
_____	\$ _____		
M. TOTAL ADDITIONS (lines A through F)	\$ _____	Z. TOTAL DEDUCTIONS (lines N through Q)	\$ _____

(Enter as Line II(a) above) (Enter as Line II(b) above)

SCHEDULE Y BUSINESS ALLOCATION FORMULA

NOTE: This schedule is applicable only to entities doing business both within and outside Lancaster city limits.

	a. LOCATED EVERYWHERE	b. LOCATED IN THIS MUNICIPALITY	c. PERCENTAGE (b ÷ a)
STEP 1. Average Original Cost of Real and Tangible Personal Property	_____	_____	
Gross Annual Rentals Paid Multiplied by 8	_____	_____	
Total Step 1	_____	_____	_____ %
STEP 2. Wages, Salaries, and Other Compensation Paid	_____	_____	_____ %
STEP 3. Gross Receipts from Sales Made and/or Work or Services Performed	_____	_____	_____ %
STEP 4. Total Percentages			_____ %
STEP 5. Average Percentage (Divide Total Percentages by Number of Percentages Used)			_____ %

SCHEDULE Z NON-RESIDENT INDIVIDUALS

Non-residents employed in Lancaster but occasionally working outside of Lancaster are permitted to pro-rate income to exclude time worked outside of Lancaster. You **must attach** a letter from your employer certifying the specific dates you were employed out of town **and** the location of such out-of-town employment. If working in a location with a city tax, you also **must attach** a copy of the city tax return that you filed reporting that income and paying tax to the other city.

Non-resident taxpayers proportioning annual income, use formula below, if appropriate:

$$\text{Income } \$ \frac{\text{X}}{260} \text{ (Days worked in Lancaster)} = \$ \text{ (Total work days)} \text{ (Enter on Line 3, page 1)}$$