- [ ] Extension is attached
- [ ] Form 37 is attached
- [ ] Amended return
- [ ] First return (see "K", pg. 2)
- [ ] Final return (see "L", pg. 2)

FOR DEPARTMENT OF REVENUE USE ONLY				
Code	Tax	P & I	Payment	Date Received

Extension Date	1	2	3

FORM
20-I OREGON CORPORATION INCOME TAX RETURN 1995

or other taxable year beginning ______________, 1995, ending ______________, 19 ____

PLACE MAILING LABEL HERE			
Name			Federal Employer ID No.
Mailing Address			Oregon Filing No. (see instructions)
City	State	ZIP Code	County

PLEASE ATTACH A COMPLETE COPY OF YOUR FEDERAL FORM 1120 OR 1120-A AND SCHEDULES

Attach payment here

1. Taxable income from U.S. corporation income tax return, Form 1120 or 1120-A (see instructions)	1	
ADDITIONS (see instructions)		
2. State, municipal, and other interest income excluded in arriving at line 1	2	
3. Oregon excise income tax deducted in arriving at line 1	3	
4. Other state or foreign taxes on or measured by net income or profits	4	
5. Federal depreciation or amortization in excess of Oregon allowance	5	
6. Income of related FSC or DISC	6	
7. Other additions. **Attach schedule and explanation**	7	
8. Total additions (add lines 2 through 7)	8	
9. Income after additions (line 1 plus line 8)	9	
SUBTRACTIONS (see instructions)		
10. Oregon depreciation or amortization in excess of federal allowance	10	
11. Federal jobs tax credit wages not deducted on federal Form 1120 or 1120-A	11	
12. Interest on U.S. obligations and instrumentalities included in line 1	12	
13. State of Oregon interest income included in line 2	13	
14. Dividend deduction. **Attach schedule and explanation**	14	
15. Income of nonunitary corporations. **Attach schedule and explanation**	15	
16. Other substractions. **Attach schedule and explanation**	16	
17. Total subtractions (add lines 10 through 16)	17	
18. Net income before apportionment (line 9 minus line 17)	18	
Carry amount on line 18 to line 1, Schedule B-2		
19. Oregon taxable income (from line 9, Schedule B-2)	19	
20. Income tax (6.6% of line 19)	20	
21. 1993–1995 state surplus refund (50.1% of line 20)	21	
22. Tax adjustment for LIFO benefit recapture (see instructions)	22	
23. Net income tax (line 20 minus lines 21 and 22)	23	
24. Prepayments on this return (from line 7, Schedule A)	24	
25. **Tax Due or <Overpayment>** (line 23 minus line 24) **Tax Due or <Overpayment>**	25	
26. Penalty and interest due with this return (see instructions)	26	
27. Total now due (line 25 plus line 26)	27	
28. **Refund** available (line 24 minus lines 23 and 26) **Refund**	28	
29. Amount of refund to be credited to 1996 estimated tax **1996 Credit**	29	
30. **Net Refund** (line 28 minus line 29) **Net Refund**	30	

Under penalties of false swearing, 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, this declaration is based on all information of which the preparer has any knowledge.

SIGN HERE

Signature of officer ______ Date ______ Signature of preparer other than taxpayer ______

Title ______ Address ______

FILE THIS RETURN WITH THE OREGON DEPARTMENT OF REVENUE, PO BOX 14777, SALEM OR 97309-0960

150-102-023 (Rev. 9-95)

PLEASE COMPLETE THE FOLLOWING

A. Incorporated in ____________ (state), on ____________ (date)

B. State of commercial domicile ____________

C. Date began business activity in Oregon ____________

D. Business Activity Code from your federal return ____________
Principal business activity ____________

E. Telephone number ( ) —

F. Accounting method ____________

G. Did you file under the same name last year? ☐ Yes ☐ No
If No, please enter name you filed under last year ____________

H. (1) Was a consolidated federal return filed? ☐ Yes ☐ No
(2) Is this a consolidated Oregon return? ☐ Yes ☐ No
(3) Are corporations included in the consolidated federal return, but not in the Oregon return? ☐ Yes ☐ No
If (1), (2), or (3) is Yes, please see instructions.

I. List the tax years for which federal waivers of the statute of limitations are in effect and dates on which waivers expire:
____

J. Has your federal taxable income for a prior year changed due to an IRS audit or amended return you filed during this tax year? ☐ Yes ☐ No

If Yes, for what years? ____________ Send a copy of the agent's report or the amended return under separate cover, if not furnished previously.

K. If this is your **first** return, indicate whether: ☐ New business, or ☐ Successor to previously existing business. Enter name, address, and federal employer identification number of previous business ____________

L. If this is your **final** return, indicate whether:
☐ Dissolved ☐ Withdrawn ☐ Merged or reorganized
(date) ____________

M. (1) Do your employees perform services in the Tri-County Transportation District? ☐ Yes ☐ No
(2) Do your employees perform services in the Lane County Transportation District? ☐ Yes ☐ No
If (1) or (2) is Yes, have the correct tax returns been filed with the Department of Revenue? ☐ Yes ☐ No
See instructions.

N. Is this a Real Estate Mortgage Investment Conduit (REMIC)? See instructions. ☐ Yes ☐ No

O. Is this a Publicly Traded Partnership? ☐ Yes ☐ No

SCHEDULE A — ESTIMATED TAX PAYMENTS OR OTHER PREPAYMENTS

Voucher Form 20-ES		Date of Payment: Month	Day	Year		Amount Paid
1. Voucher 1	1				1	
2. Voucher 2	2				2	
3. Voucher 3	3				3	
4. Voucher 4	4				4	
5. Overpayment of 1994 tax elected as a credit (from line 17, page 1 of 1994 return)					5	
6. Payments made with extension or other prepayments for the 1995 tax year (specify amount and date made)					6	
7. Total prepayments (carry to line 24, page 1)					7	
8. Last year's net income tax			8			

9. Check box if you are **not** a "high-income" taxpayer (see Form 37 instructions) ☐

If the amount on line 23, page 1 is $500 or more, see the instructions for "Interest on underpayment of estimated tax," page 2 of Instructions for Form 20-I.

SCHEDULE B — APPORTIONMENT OF INCOME (see instructions on reverse side)

1. Describe the nature and location(s) of your Oregon business activities ______________________

2. Enter the address and telephone number of the office where Oregon tax records are maintained ______________________

3. If figures in Schedule B-1 are based on revenue miles, please state the total revenue miles (a) in Oregon (both intrastate and interstate) ______________ and, (b) everywhere ______________

SCHEDULE B-1 — APPORTIONMENT FORMULA

	(A) Total Within Oregon	(B) Total Within and Without Oregon	(C) Percent Within Oregon (A ÷ B) × 100
1. Property Factor Value of real and tangible personal property used in the unitary business (owned, at average value; rented, at capitalized value):			
a Owned property (at original cost; see instructions)			
Inventories			
Buildings and other depreciable assets			
Land			
Other assets (describe) ______________			
Minus: Construction in progress	( )	( )	
Total of section a			
b. Rented property (capitalize at 8 times the rental paid)			
c. Total owned and rented property	• $	• $	%
2. Payroll Factor Wages, salaries, commissions, and other compensation to employees:			
a. Compensation of officers			
b. Other wages, salaries, and commissions			
c. Total wages and salaries	• $	• $	%
3. Sales Factor			
a. Sales delivered or shipped to Oregon purchasers:			
(1) Shipped from outside Oregon			
(2) Shipped from inside Oregon			
b. Sales shipped from Oregon to:	•		
(1) The United States Government			
(2) Purchasers in a state or country where the corporation is not taxable (e.g., under Public Law 86-272)	•		
c. Other business gross receipts			
d. Total sales and other business gross receipts	• $	• $	%
4. Sales factor (same as line 3d)	$	$	%
5. Total percent (add items 1, 2, 3, and 4, column C)			%
6. Average percent (divide line 5 by the number of factors in column B) (enter on line 4, Schedule B-2) (compute percent to 4 decimal places (e.g., 12.3456%))			• ___ ___ ___ . ___ ___ ___ ___ %

SCHEDULE B-2 — COMPUTATION OF TAXABLE INCOME

1. Net income from business both in Oregon and other states (from line 18, page 1)	1	
2. Minus: Net nonbusiness income and gains from prior year installment sales included in line 1. **Attach schedule** (see instructions)	• 2	
3. Total net income subject to apportionment (line 1 minus line 2)	3	
4. Oregon apportionment percentage (from line 6, Schedule B-1 above)	4	× %
5. Income apportioned to Oregon (line 4 times line 3)	5	
6. Add: Net nonbusiness income allocated entirely to Oregon and gains from prior year installment sales apportioned to Oregon. **Attach schedule** (see instructions)	• 6	
7. Total of lines 5 and 6	7	
8. Minus: Oregon apportioned net loss from prior years and net capital loss from other years (see instructions)	• 8	
9. Oregon taxable income (line 7 minus line 8) (carry to line 19, page 1)	9	

INSTRUCTIONS — SCHEDULE B, B-1, AND B-2 — APPORTIONMENT OF INCOME

Consolidated Returns. If a corporation is a member of an affiliated group of corporations that filed a consolidated federal return, it must file an Oregon return based on that federal return.

A consolidated Oregon return is required when two or more affiliated corporations are:

- Included in a consolidated federal return;
- Unitary; **and**
- At least one of the affiliated corporations is authorized or is doing business in Oregon, or has income from Oregon sources.

For more information on Oregon's consolidated return requirements, see Oregon Revised Statutes (ORS) 317.705 through 317.715 and the rules thereunder.

Corporations not included in a consolidated federal return must file a separate Oregon return if doing business or registered to do business in Oregon.

Apportionment and Allocation. Apportionment is dividing business income between the states by use of a formula. Allocation is the assignment of specific nonbusiness income to a state. A corporation having unitary business activities both inside and outside Oregon must use the apportionment and allocation methods provided under the Uniform Division of Income for Tax Purposes Act (ORS 314.605 through 314.670), ORS 314.680 through 314.690, and the rules under ORS 314.280.

The following businesses use modified or different apportionment factors as provided in the following Oregon Administrative Rules (OARs) and laws:

Domestic insurance companies	ORS 317.660
Title insurance companies incorporated in Oregon	OAR 150-314.280-(E)
Health care service contractors	OAR 150-314.280-(E)
Financial organizations	OAR 150-314.280-(N)
Railroads	OAR 150-314.280-(H)
Airlines	OAR 150-314.280-(I)
Trucking companies	OAR 150-314.280-(J)
Sea transportation companies	OAR 150-314.280-(K)
Interstate river transportation companies	OAR 150-314.280-(L)
Long term construction contractors	OAR 150-314.615-(F)
Movie and television production companies	OAR 150-314.655(2)-(D)
Interstate broadcasters	ORS 314.682, OAR 150-314.684 (4) OAR 150-314.686

Oregon income is the total of the corporation's apportioned and allocated income assigned to Oregon.

Schedule B must be completed by each corporation carrying on a unitary business both inside and outside Oregon. If another method of assigning income is proposed, Schedule B still must be completed. A full explanation of the other method must be made.

The denominators of the property, payroll, and sales factors shall include amounts from corporations included in the consolidated federal return **and** part of the unitary group. The numerators of the factors shall include the Oregon property, payroll, and sales from each of the corporations taxable by Oregon.

Property Factor. (1) Value owned property at original cost. Show the average value during the taxable year of real and tangible personal property used in the business. This is the average of property values at the beginning and end of the tax period. An average of the monthly values may be required if a more reasonable value results.

(2) Value rented property at eight times the annual rental value. Reduce the annual rental value by nonbusiness subrentals.

Enter all owned or rented business property in Column B of Schedule B-1. Enter business property within Oregon in Column A. See ORS 314.655 and the rules thereunder.

Payroll Factor. Assign payroll to Oregon if:

- The services are performed entirely inside Oregon; **or**
- The services are both inside and outside of Oregon but those services outside are only incidental; **or**
- Some of the services are performed in Oregon and (a) the base of operation or control is located in Oregon, or (b) the base of operation or control is not in any state in which the services are performed and the employee's residence is in Oregon.

See ORS 314.660 and the rules thereunder.

Sales Factor. Assign sales to Oregon if:

- The property is shipped or delivered to a purchaser in Oregon other than the United States Government; **or**
- The property is shipped from a warehouse or other place of storage in Oregon; and (a) the purchaser is the United States Government or (b) the corporation is not taxable in the state of the purchaser. (See ORS 314.665(3) for exception.)

See ORS 314.620 and Public Law 86-272 to determine if a corporation is taxable in another state.

Charges for services are Oregon sales to the extent the services are performed in Oregon. See ORS 314.665 and the rules thereunder.

Line 5. Average Percent. Divide the sum of the property factor, the payroll factor, and two times the sales factor by 4 if the corporation had all of these factors. Reduce the denominator of 4 by the number of factors with a zero denominator. Example: If a unitary group of corporations had no payroll anywhere, the payroll factor would have a zero denominator and the sum of the factors would be divided by 3 (if no sales, divide by 2).

Business and Nonbusiness Income. "Business income" is income arising from transactions and activities in the regular course of the taxpayer's business. It includes income from tangible and intangible property related to the regular business operation. Examples of business income are:

- Sales of products or services;
- Rents, if property rental is a related business activity;
- Royalties, if the patent, processes, etc., were developed by or used in the business operation;
- Gain or loss on the disposal of business property;
- Interest income on trade receivables or installment contracts arising out of the business or from the investment of working capital.

"Nonbusiness income" means all income other than business income. Rents, royalties, gains or losses, and interest can also be nonbusiness income, if they arise from investments not related to the taxpayer's business. Nonbusiness income is allocated to a particular state based upon the source of the income. Gain or loss from the sale of a partnership interest may be allocable to Oregon. See ORS 314.635(4). A schedule of nonbusiness income must be attached to the return. The amounts allocable to Oregon must be added to Oregon's apportioned income. See ORS 314.610 and the rules thereunder.