

Schedule X: Reconciliation With Federal Income Tax Return
Villages of Arlington, Mount Cory, Vanlue, Carey, and Mount Blanchard
Ohio Revised Code 718.01(A), (D), & (E) for Tax Years 2016 and Later

Entity:

Year:

| | | | | |
|-----|--|-----|----|---|
| 1. | Federal taxable income before net operating loss and special deductions: C corporation Form 1120, page 1, line 28. Or, this reconciliation begins with Form _____, Schedule _____, and line number _____ | 1. | \$ | |
| 2. | Deduct intangible income [718.01(S)] included in the amount reported on line 1 above except intangible income that is directly related to the sale, exchange, or other disposition of property described in IRC Section 1221. [718.01(E)(1)]. See also line 8 below. | 2. | - | |
| 3. | Deduct income and gain included in the amount reported on line 1 above directly related to the sale, exchange, or other disposition of an asset described in IRC §§1221 or 1231, except to the extent the income and gains apply to those described in IRC §§291 (for partnerships and S corporations), 1245, or 1250. [718.01(E)(4)(a) & (b) and 718.01(E)(10)] | 3. | - | |
| 4. | Deduct partnership, LLC, or S corporation IRC Section 179 expenses not already deducted in arriving at the amount reported on line 1 above. [718.01(E)(10)] | 4. | - | |
| 5. | Deduct charitable contributions not already deducted in arriving at the amount reported on line 1 above, to the extent they would be deductible by a C corporation. [718.01(E)(10)] | 5. | - | |
| 6. | Deduct other amounts as allowed by ORC 718 | 6. | - | |
| 7. | Deduct other amounts as allowed by ORC 718 | 7. | - | |
| 8. | Add five percent of intangible income reported on line 2 above or already excluded in arriving at the amount reported on line 1 above. [718.01(E)(2)] | 8. | + | - |
| 9. | Add losses deducted in arriving at the amount reported on line 1 above directly related to the sale, exchange, or other disposition of an asset described in IRC Sections 1221 or 1231. Form 4797, Part I, line 2. [718.01(E)(3)] | 9. | + | |
| 10. | Add taxes on or measured by net income and deducted in arriving at the amount reported on line 1 above. Deductions for the Ohio CAT or corporate franchise tax are deductible and do not have to be added back. [718.01(E)(5)] | 10. | + | |
| 11. | Add all amounts with respect to dividends to, distributions to, or amounts set aside for or credited to the benefit of REIT or RIC investors and allowed as a deduction deducted in arriving at the amount reported on line 1 above. [718.01(E)(6)] | 11. | + | |
| 12. | Add guaranteed payments and other similar amounts paid or accrued to a partner, former partner, shareholder, former shareholder, member, or former member and deducted in arriving at the amount reported on line 1 above, unless such payments are in consideration for the use of capital and treated as payment of interest under section 469 of the Internal Revenue Code or United States Treasury Regulations. [718.01(E)(10)] | 12. | + | |
| 13. | Add amounts paid or accrued to a qualified self-employed retirement plans with respect to a partner, former partner, member, or former member of the taxpayer and deducted in arriving at the amount reported on line 1 above. [718.01(E)(10)]. This line is not for S corporations. | 13. | + | |
| 14. | Add amounts paid or accrued to or for health insurance and life insurance with respect to or for partner, former partner, shareholder, former shareholder, member, or former member of the taxpayer and deducted in arriving at the amount reported on line 1 above. [718.01(E)(10)] | 14. | + | |
| 15. | Add rental real estate activities for properties located within the municipality not included in the amount reported on line 1 above. If not subject to the Schedule Y apportionment, ignore this line and report this income or (loss) only on line 8 on the front of the income tax return. | 15. | + | |
| 16. | Add IRC Section 291 gain, as applicable, for a non-C corporation entity, unless already included as taxable income in lines 1 or 3 above. [718.01(E)(10)] Typically, the lesser of the gain or the depreciation multiplied by 20 percent. | 16. | + | |
| 17. | Add other amounts not deductible for Ohio municipal income tax purposes. | 17. | + | |
| 18. | Add other amounts not deductible for Ohio municipal income tax purposes. | 18. | + | |
| 19. | Equals adjusted Federal taxable income for Ohio municipal income tax purposes [718.01(E)] | 19. | \$ | - |
| | Allocation percentage from Step 5 Schedule Y. Enter percentages less than 1 as decimals (enter .0007% as .000007) | | | |
| 20. | Line 19 times the allocation percentage from Step 5 of Schedule Y Forward this amount to the business-income line (7) on the front of the income tax return | 20. | = | - |