

## Schedule X Reconciliation With Federal Income Tax Return (To be used by CORPORATIONS only)

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| 1 Federal taxable income before net operating loss and special deductions: Form 1120, Line 28<br>If not a C corporation, the Form, Schedule and line number with which you began:  | 1  | \$ |  |
| 2 Deduct: Intangible income included in the amount reported on line 1 above such as interest, dividends, patent and copyright income, and royalties derived from intangible property except intangible income that is directly related to the sale, exchange, or other disposition of property described in IRC Section 1221 | 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 property described in IRC Sections 1221 or 1231 except to the extent the income and gain apply to those described in IRC Sections 1245, 1250 or 291                                 | 3  | -  |  |
| 4 Deduct: Amount of Federal Tax Credits to the extent they have reduced corresponding operating expenses in arriving at the amount reported on line 1 above  | 4  | -  |  |
| 5 Deduct: Partnership, LLC or S corporation IRC Section 179 expenses not already deducted in arriving at the amount reported on line 1 above   | 5  | -  |  |
| 6 Deduct: Partnership, LLC or S corporation charitable contributions not already deducted in arriving at the amount reported on line 1 above, to the extent the would be deductible by a C corporation   | 6  | -  |  |
| 7 Deduct: Other sources of nontaxable income included in the amount reported on line 1 above<br>Describe:  | 7  | -  |  |
| 8 Total of all Deductions. Carry to line 3 on pg 2 of the City of Lorain tax return  | 8  |    |  |
| 9 Add: Five percent of intangible income reported on line 2 above  | 9  | +  |  |
| 10 Add: Taxes based on or measured by net income and deducted in arriving at the amount reported on line 1 above   | 10 | +  |  |
| 11 Add: Losses deducted in arriving at the amount reported on line 1 above directly related to the sale, exchange, or other disposition of property described in IRC Sections 1221 or 1231   | 11 | +  |  |
| 12 Add: Guaranteed payments or similar amounts paid or accrued to current or former partners or members and deducted in arriving at the amount reported on line 1 above  | 12 | +  |  |
| 13 Add: Dividends, distributions, or amounts set aside for or credited to the benefit of REIT or RIC investors and deducted in arriving at the amount reported on line 1 above   | 13 | +  |  |
| 14 Add: Amounts paid or accrued to or for qualified self-employed retirement plans, health insurance plans, and life insurance plans for owner or owner-employees of a non-C corporation business and deducted in arriving at the amount reported on line 1 above  | 14 | +  |  |
| 15 Add: Partnership, LLC, S corp, etc. business-related rental activities not included in the amount reported on line 1 above. If not related to the business or profession, report only on line 4 on front (see ORC 718.02C)  | 15 | +  |  |
| 16 Add: Other items that are not deductible for Ohio municipal income tax purposes   | 16 | +  |  |
| 17 Total of all Additions. Carry to line 2 on pg 2 of the City of Lorain tax return  | 17 |    |  |

Tax imposed first on adjusted Federal taxable income of a partnership, LLC or S corporation to the extent the business' income is attributable to Lorain determined by using the Business Allocation Formula in Schedule Y. Resident individual general partners, members, and S corporation shareholders must then report their untaxed distributive shares and guaranteed (or similar) payments.