May 30, 2003

Re: IT-20 Fiscal
IT-20SC Fiscal
IT-20NP Fiscal

Dear Fiscal Year Corporate Taxpayer:

Governor O'Bannon signed Senate Enrolled Act 422 on May 8, 2003. This legislative change requires one return to be filed for a fiscal year corporate taxpayer. Originally, a final gross and supplemental net income tax (SNIT) return were contemplated as well as a full fiscal year return to calculate the adjusted gross income (AGI) tax liability.

The main areas affected by the new law are the supplemental net income tax calculation and the gross income tax calculation. Both taxes are still repealed as of January 1, 2003, but the calculation of the tax liability has changed. The department is granting an automatic sixty (60) day extension for any fiscal year taxpayer whose taxable year ends on or before June 30, 2003.

Any payments made with returns already filed should be claimed as an "estimated payment" when filing the replacement return. The web site of www.IN.gov/dor/ has additional information, supporting schedules and new rate tables for the corporate AGI tax and SNIT. The corporate tax section telephone number is 317-615-2662 should you have unique questions not addressed in this mailing or the web site information.

Replacement forms and schedules are enclosed for your convenience. Your understanding and cooperation is appreciated concerning these changes.

Sincerely,

Business Form Design Section
Indiana Department of Revenue

2002/2003 IT-20NP **Fiscal**
Indiana Not - For-Profit Organization Income Tax Return (5-03)

Replaces the following:

2002 IT-20NP (R1/9-02), Not-For-Profit Organization Income Tax Return for fiscal year filers, and

2002 IT-20NP(FY), Not-For-Profit Organization Unrelated Business Income Tax Return

Automatic Extension of Time to File: If the fiscal year ends before July 1, 2003, taxpayers are given an automatic sixty (60) day extension of time to file beyond the normal due date.

Detail of changes to update the 2002 fiscal year not-for-profit organization's income tax return

Schedule A - Report the portion of related gross income from the start of the fiscal year through December 31, 2002.

Line 13. The amount of deduction for the resource recovery system depreciation is prorated by number of months of the fiscal year attributable to 2002.

Schedule B - Report the portion of unrelated gross income from the start of the fiscal year through December 31, 2002.

Schedule C - Report unrelated business income for the full fiscal year that starts in 2002 and ends in 2003.

Line 57. Provide a line entry to deduct the amount of the federal specific deduction.

Line 64. Apply percentage from **IT-20 Fiscal Schedule E** (5-03). Replaces IT-20NP Apportionment of Income Worksheet (R1/9-02) and IT-20 Schedule E (R1/9-02) and IT-20FY Schedule E.

Line 68. Apply the prorated adjusted gross income tax rate in effect through December 31, 2002 that is applicable during part of the taxpayer's fiscal year.

Schedule D - Report the final portion of supplemental net income tax liability based on the fiscal year's unrelated business income that starts in 2002 and ends in 2003, using the current tax rates in effect until repealed on January 1, 2003.

Line 72. Apply the prorated supplemental net income tax rate for the part of the year that is applicable during the taxpayer's fiscal year through December 31, 2002.

Schedule E - Total tax calculation on unrelated business income after applying applicable rates for the fiscal year.

Line 73 Enter the greater of gross or adjusted gross income tax liability for the 2002 period.

Line 74. Prorate the adjusted gross income tax rate to arrive at adjusted gross income tax liability on unrelated business income for the period from January 1, 2003 through the end of the taxpayer's fiscal year.

Line 75. Add **line 72** (supplemental net income tax), **line 73** (net tax liability for 2002 period), and **line 74** (adjusted gross income tax liability for 2003 period) to determine the total tax due.

Estimated Credits and Other Payments for Fiscal Year

Line 22. Report the total of estimated payments made for the **whole taxable fiscal year *plus* any *payment previously paid on a replaced Form IT-20NP or IT-20NP(FY).***

Line 27. Apply the penalty for underpayment of estimated tax from **Schedule IT-2220 Fiscal** (5-03). Replaces 2002 Schedule IT-2220 (R1/9-02) and Schedule IT-2220(FY).

See updated instructions and schedules on the Department's web site at www.in.gov/dor/taxforms/

Indiana Department of Revenue

Indiana Not-For-Profit Organization Income Tax Return

For Fiscal Year

Beginning AA_____/_______ and Ending BB_____/______ 2003

Form IT-20NP Fiscal

State Form 51121 (5-03)

(Do not write above)

Name of Organization B			Federal Identification Number A
			Principal Business Activity Code H
Number and Street C		Indiana County or O.O.S. D	Indiana Taxpayer Identification Number I
City E	State F	Zip Code G	Telephone Number J ( )

Schedule A — Final Related Gross Income Tax Computation of Partially Exempt Organization for Fiscal Year Beginning in 2002 through December 31, 2002

(Attach Federal Form 990)

Partial Fiscal Year Gross Receipts Received

	Column A 1.2% High Rate	Column B .3% Low Rate
1. Membership fees and dues		**2002 to 2003 IT-20NP Fiscal Year Return**
2. Admission charges		
3. Interest income		
4. Commissions		
5. Sale of capital assets (including real estate)		
6. Receipts for services		
7. Rents and leases		
8. Contributions		
9. Bingo games, raffles, and other gaming receipts (explain on Schedule G)		
10. Sale of all tangible personal property from selling at retail including food, beverages, sundries, etc.		
11. Miscellaneous receipts (explain on Schedule G)		
12. Total (add lines 1 through 11)	12A	12B
13. Nontaxable receipts prorated for amounts in 2002 (explain on Schedule F)	13A	13B
14. Balance (line 12 less line 13)		
15. Exemption ($83.33 for each in month in fiscal year through 12-31-2002.)	15A	15B
16. Amounts subject to tax (line 14 less line 15). If less than zero, enter zero		
17. Enter the amounts from line 16 multiplied by the respective tax rates for each column	17A	17B
18. Final related gross income tax for period (add amounts on line 17 columns A and B)		18

SUMMARY OF CALCULATIONS FOR FISCAL YEAR - Other Taxes and Total Tax Computation

19. Sales/use tax on purchases subject to use tax from Sales/Use Tax Worksheet	19
20. Tax on unrelated business income for fiscal year (from Schedule E, line 75)	20
21. Total tax due (add lines 18, 19 and 20)	

Credit for Estimated Tax and Other Payments for Fiscal Year

22. Quarterly estimated income tax payments: 1_______ 2_______ 3_______ 4_______ Enter total ▶		22
23. Total amount paid with extension $a_______, and prior year overpayment credit $b______ from tax year ending c______. Enter total ▶		23
24. Other credits that offset income tax applied: (Attach proper schedules and complete explanation)		24
25. Total credits (add lines 22, 23 and 24)		
26. Balance of tax due (line 21 minus 25; if line 25 is greater than line 21, proceed to lines 27, 29 and 31)		
27. Penalty for the underpayment of income taxes (attach Schedule IT-2220 Fiscal)		27
28. Interest (if payment is made after the original due date, compute interest). Contact the Department for current interest rate		28
29. Penalty: If paid late, enter 10% of line 26; see instructions. If line 21 is zero enter $10 per day filed past due date		29
30. Total payment due (add lines 26, 27, 28 and 29) Make check payable to the **Indiana Department of Revenue.** Pay in U.S. funds ▶		30
31. Total overpayment (line 25 minus lines 21, 27, and 29)	31	
32. Amount of line 31 to be refunded	32	
33. Amount of line 31 to be applied to the taxpayer's following fiscal or taxable year estimated account		33

I authorize the Department to discuss my return with my tax preparer. CC ☐ Yes

For Dept. Use ONLY DD

Under penalties of perjury, I declare 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.

Organization's E-mail Address EE

Signature of Officer	Date	Print or Type Name LL	Title MM
Paid Preparer's Name FF		Preparer's FID, PTIN, or SSN Number NN	Check box: OO 1 Federal I.D. Number 2 Social Security Number 3 PTIN Number
Street Address GG		Daytime Telephone Number PP	
City HH	State II / Zip+4 JJ	Preparer's Signature	

VN

Please mail forms to: **Indiana Department of Revenue, 100 N. Senate Avenue, Indianapolis, IN 46204-2253.**

Not-for-Profit Organization Unrelated Business Income Tax Computation Schedules B, C, D, and E (Attach Federal Form 990T)

(Do not duplicate entries from Schedule A)

Schedule B — Final Unrelated Gross Income Tax Computation for Fiscal Year Beginning in 2002 through December 31, 2002

Partial Fiscal Year

Gross Receipts Received High Rate Items	Column A 1.2% High Rate	Column B 0.3% Low Rate
35. Commissions and fees		
36. Interest and dividends		
37. Rents, leases, and sale of real estate		
38. Sale of securities and personal property (without deductions)		
39. Gross earnings		
40. Contractor receipts and other service receipts		
41. Illegal gaming gross receipts **(Explain on Schedule G)**		
Gross Receipts Received Low Rate Items		
42. Contractor's sale of materials		
43. Selling at retail		
44. Laundering, drycleaning, industrial processing (excluding receipts from coin-operated equipment) and commercial printing (excluding photocopying)		
45. Sales of agricultural products		
46. Manufacturer's sales at wholesale		
47. Other sales at wholesale		
48. Totals (add lines 35 through 47 columns A and B)		
49. Nontaxable receipts prorated for amounts in 2002 **(Explain on Schedule F)**		
50. Balance (line 48 minus line 49 of each column)		
51. Exemptions ($83.33 per month, through 12-31-2002; total from both columns and line 15 of Sch. A may not exceed $83.33 multiplied by the number of months in tax period)		
52. Amount subject to final gross tax (line 50 minus line 51). If less than zero, enter zero		
53. Enter the amounts from line 52 multiplied by the respective tax rates for each column		
54. Total final unrelated gross income tax for period (Column A plus Column B from line 53)		54

Schedule C — Adjusted Gross Income Tax Computation on Unrelated Income for Fiscal Year Beginning in 2002 and Ending in 2003

		Full Fiscal Year
55. Unrelated business taxable income (before net operating loss deduction and specific deduction) from Form 990T		
56. Addback: All state income taxes (taxes based on income)		
57. Deduct: Specific deduction		
58. Deduct: Tax exempt portion of lottery prize money		
59. Deduct: Interest on U.S. Government obligations on the federal return less related expenses		
60. Total modifications (add line 56 minus lines 57, 58 and 59)		
61. Subtotal for unrelated business income (add line 55 and 60)		
62. Add other adjustments **(explain on Schedule G).** Enter deductions in <brackets>		
63. Net adjusted gross income (add lines 61 and line 62) (If not apportioning, proceed to line 65. If apportioning continue to line 64)		
64. Enter Indiana apportionment percentage, if applicable, from line 4(c) of IT-20 Fiscal Schedule E		___ ___ . ___ ___ %
65. Unrelated business income apportioned to Indiana (Multiply line 63 by line 64; otherwise enter line 63 amount)		
66. Enter Indiana portion of net operating loss deduction reduced by specific deduction. (Attach Schedule IT-20NOL)		
67. Taxable Indiana unrelated business income for fiscal year (line 65 less line 66). Also see line 69		
68. Multiply line 67 by your fiscal year's adjusted gross income tax rate for line 68. See Tax Rate Chart		68

Schedule D — Final Supplemental Net Income Tax Computation on Unrelated Income for Fiscal Year Beginning in 2002 and Ending in 2003

69. Enter Indiana unrelated business income from line 67 (If a loss is shown on line 67 enter zero)	
70. Enter the **greater** of final gross income tax (Sch. A, line 18 plus Sch. B, line 54) or adjusted gross income tax for period (Sch. C, line 68)	
71. Supplemental net income for period (line 69 minus line 70) If less than zero, enter zero here and on line 72.	
72. Multiply line 71 by your fiscal year's supplemental net income tax for line 72. See Tax Rate Chart	72

Schedule E — Total Unrelated Business Income Tax Computation for Full Fiscal Year

73. Enter the greater of gross income tax (Schedule B, line 54) or adjusted gross income tax (Schedule C, line 68) for 2002 tax period	
74. Multiply line 67 by your adjusted gross income tax rate for line 74. See Tax Rate Chart	
75. Total unrelated business income tax for fiscal year. (Add lines 72, 73 and 74 carry total to line 20 of return)	75

Vehicle Information Section

Enter number of motor vehicles operated by the organization in the State of Indiana as of December 31, 2002 [a]

Are these vehicles registered in the State of Indiana? Yes [b] No [c] If no, attach explanation why these vehicles are not registered in Indiana.

Tax Rate Chart for Adjusted Gross and Supplemental Net Income Taxes on Unrelated Income

Effective prorated tax rates for:

Fiscal Year Beginning	Fiscal Year Ending	2002 Adjusted Gross Income Schedule C, Line 68	2002 Supplemental Net Income Schedule D, Line 72	2003 Adjusted Gross Income Schedule E, Line 74
February 1, 2002	January 31, 2003	.0311	.0412	.0072
March 1, 2002	February 28, 2003	.0285	.0377	.0137
April 1, 2002	March 31, 2003	.0256	.0339	.0210
May 1, 2002	April 30, 2003	.0228	.0302	.0279
June 1, 2002	May 31, 2003	.0199	.0264	.0352
July 1, 2002	June 30, 2003	.0171	.0227	.0422
August 1, 2002	July 31, 2003	.0143	.0189	.0494
September 1, 2002	August 31, 2003	.0114	.0150	.0566
October 1, 2002	September 30, 2003	.0086	.0113	.0636
November 1, 2002	October 31, 2003	.0057	.0075	.0708
December 1, 2002	November 30, 2003	.0029	.0038	.0778

Use the following proration formula for determining the effective tax rate for a tax year with different starting or ending dates than those shown above.

For line 68

The rate of Adjusted Gross Income Tax imposed on the 2002 taxable portion of the fiscal year's income is equal to the sum rounded to the nearest one-hundredth of one-percent (0.01%):

$$\text{Effective AGIT rate for 2002 period} = \frac{0.034 \text{ X Taxable Days in 2002}}{\text{Number of Days in Taxable Year}}$$

Example for line 68:
For a fiscal year starting July 1, 2002 and ending June 30, 2003:
Schedule C, line 68 effective rate for 2002: $\frac{0.034 \text{ X } 184 = .0171 \text{ (1.71\%)}}{365}$

For line 72

Supplemental Net Income Tax is imposed on the whole fiscal year's net income based on the total number of days of the taxable fiscal year in 2002. The rate of tax of four and five-tenths percent (4.5%) is multiplied by a fraction, the numerator of which is the number of days in the taxpayer's taxable year that occurred before January 1, 2003, and the denominator of which is the total number of days in the taxable year rounded to the nearest one-hundredth of one-percent (0.01%):

$$\text{Supplemental Net Income Tax rate} = \frac{0.045 \text{ X Taxable Days in 2002}}{\text{Number of Days in Taxable Year}}$$

Example for line 72:
For of a fiscal year starting August 1, 2002 and ending July 31, 2003:
Schedule D, line 72 effective rate for 2002: $\frac{0.045 \text{ X } 153 = .0189 \text{ (1.89\%)}}{365}$

For line 74

The rate of Adjusted Gross Income Tax imposed on the 2003 taxable portion of the fiscal year's income is equal to the sum rounded to the nearest one-hundredth of one-percent (0.01%):

$$\text{Effective AGIT rate for 2003 period} = \frac{0.085 \text{ X Taxable Days in 2003}}{\text{Number of Days in Taxable Year}}$$

Example for line 74:
For a fiscal year starting October 1, 2002 and ending September 30, 2003:
Schedule E, line 74 effective rate for 2003: $\frac{0.085 \text{ X } 273 = .0636 \text{ (6.36\%)}}{365}$

Indiana Department of Revenue
Not-for-Profit Organization Income Tax Return for Fiscal Years

Name of Organization Number B	Federal Identification A

Schedule F — Explanation of Nontaxable Receipts for Tax Period From Schedule A or B (Attach additional pages if necessary).

Schedule (1)	Line (2)	Items Deducted (3)	Deducted from Gross Receipts Column A		Column B	

Schedule G — Additional Explanation or Adjustment for Tax Period of Items from lines 9 and 11 of Schedule A, line 41 of Schedule B, and line 62 of Schedule C (Attach additional pages if necessary).

Schedule (1)	Line (2)	Explanation (3)	Deducted from Gross Receipts Amount (4)	

Sales/Use Tax Worksheet for Line 19, Form IT-20NP Fiscal ✎

List all purchases made during fiscal year 2002 from out-of-state companies.

Description of personal property purchased from out-of-state	Purchase(s) made prior to 12/1/2002 **Column A**	Purchase Price of Property(ies) from Column A **Column B**	Purchase(s) on or after 12/1/2002 **Column C**	Purchase Price of Property(ies) from Column C **Column D**
Magazine subscriptions:				
Mail order purchases:				
Internet purchases:				
Other purchases:				

1. Total purchase price of property subject to the sales/use tax: Enter total of Columns B and D	1B			1D	
2. Sales/use tax: Multiply line 1B by .05 (5%); multiply line 1D by .06 (6%)	2B			2D	
3. Sales tax previously paid on the above items (up to 5% per item in Column B; up to 6% per item in Column D)	3B			3D	
4. Total amount due: Subtract: line 3B from line 2B and line 3D from line 2D. Add lines 4B and 4D. Carry to Form IT-20NP Fiscal, line 19. If the amount is negative, enter zero and put no entry on line 19 of the IT-20NP Fiscal	4B			4D	