

City of Montgomery Individual Income Tax Return 2022

Tax Office use only

- Due on or before **April 18, 2023**. Filing is mandatory even if no tax due
- A minimum penalty of \$25 per month will be charged for late filing of this return
- Make check or money order payable to The City of Montgomery

Account Number _____

SS# Mr _____ Mrs/Ms _____

Phone: _____ Email address: _____

If moved in or out of Montgomery during 2022, please give date of move:

Moved in: _____ Moved out: _____

Should your account be inactivated? Yes _____ No _____ If yes, attach explanation

See website instructions for 'Mailing Address'

****Your Federal form 1040, Federal Schedule 1 and all W-2 forms must be included with this return****

- Qualifying wages - (Generally found in Box 5 of W-2) ****ATTACH ALL W-2 FORMS**** \$ _____
- Other income (Federal form 1040, Schedule 1, Line 9) ****ATTACH FEDERAL SCHEDULE 1**** \$ _____
- Less non-taxable income - (Provide calculations for part-year residency) \$ _____
- Total taxable qualifying income: (Lines 1 and 2 minus Line 3) \$ _____
- Total Business income (Worksheet A) **Business losses may not offset W-2 Income or other compensation from Line 2...** \$ _____
- Total taxable income (Line 4 plus Line 5) (If Line 5 is a loss, enter only the amount from Line 4)..... \$ _____
- Montgomery tax (1% of Line 6) \$ _____
- Credits**
 - Montgomery tax withheld per W-2(s) \$ _____
 - Estimated tax paid to Montgomery \$ _____
 - Credit for taxes paid to other municipalities (**see website instructions**)..... \$ _____
 - Prior year overpayment \$ _____
 - Total credits (Lines 8a through 8d) \$ _____
- If Line 7 is greater than Line 8e, enter amount due (if \$10.00 or less, enter \$0) **2022 Tax Due** \$ _____
- If Line 7 is less than Line 8e, overpayment (of \$10.01 or more) to be refunded \$ _____ or credited \$ _____ to next year's estimate

****No additional taxes, refunds or credits of less than ten dollars shall be collected or refunded.****

Late filing penalty _____ Penalty on tax due _____ Interest on tax due _____ Total balance due _____


 Card # _____ Exp Date: _____ Verification Code _____

Declaration of Estimated Tax for Year 2023 — MANDATORY IF ESTIMATED TAX LIABILITY IS \$200 OR GREATER

- Total estimated income subject to tax \$ _____ multiply by tax rate of 1% for gross tax of \$ _____
- Less expected tax credits
 - Tax withheld by employer for Montgomery, (not to exceed 1% of that portion taxed) \$ _____
 - Payments to another municipality, (not to exceed 1% of that portion taxed) \$ _____
- Net 2023 estimated tax due (Line 11 less 12a & 12b) Note: To avoid a penalty, 90% of tax liability due by January 15, 2024 \$ _____
- First Quarter Estimate Payment
 - Amount due with this declaration (minimum of 22.5% of Line 13)..... \$ _____
 - Less overpayment credit from prior year (from Line 10 above) \$ _____
 - Net First Quarter Estimate payment \$ _____
- Total enclosed payment (Line 9 plus Line 14c) \$ _____

May we contact your preparer directly? Yes ___ No ___ Preparer name and phone: _____

I certify 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, the declaration is based on all information of which preparer has any knowledge.

Signature of Person Preparing, if other than Taxpayer _____ Date _____

Signature of Taxpayer _____ Date _____

Preparer's Address and Phone _____

Signature of Taxpayer _____ Date _____

City of Montgomery Individual Income Tax Return 2022

****Worksheets to be completed only by individuals who have taxable income other than wages.****

To receive all available deductions and credits, attach copies of Federal Schedule 1, applicable copies of Federal Schedule(s) C, E, F, Form(s) K-1, Form 4797 and any other filed local tax returns.

Note: Losses from business activities **may not** be used as a deduction from W-2 wages or other compensation.

If rental property is located within the City of Montgomery, a current tenant listing must accompany this tax filing. A tenant listing includes name, address, move in/move out date, and phone number, if available.

Worksheet A: For the calculation of all types of **business income** reported on an individual's tax return. Do not report Partnership or S Corp income from businesses located within the City of Montgomery on this worksheet as the entity is required to file a separate business tax return.

Income from S Corps located outside of Montgomery is not taxable. All profit and loss from businesses, regardless of location, must be combined to a net amount for taxation. Credit for taxes paid to other municipalities for these businesses will be calculated in **Worksheet B**. Total income per type of Schedule can be combined for **Worksheet A**. Total profit minus total loss equals the taxable business income and should be included on Page 1, Line 5. (See website for Line-by-line instructions)

	WORKSHEET A	B	C	D
	NET PROFIT / LOSS FROM BUSINESS	PROFIT	LOSS	TOTAL
1	Schedule C Business Income (Form 1040, Schedule 1, Line 3)			
2	Ordinary Income or Loss (Form 1040, Schedule 1, Line 4) (attach Federal 4797)			
3	Schedule E Rental, Partnership, or Other Income (Form 1040, Schedule, 1, Line 5)			
4	Schedule F Farm Income (Form 1040, Schedule 1, Line 6)			
5	2017 - 2021 Loss Carryforward (limited) **See instructions on "Loss calculation" TOTAL 2017—2021 Loss x 50% _____ (Credit for losses incurred in 2017-2021 will be limited to the lessor of 50% of the total loss, or 50% of the 2022 profit.)			
6	TOTALS			

Current year losses may be carried forward for five years.

Enter total from Column D, Line 7 on Page 1, Line 5

Attach Federal Schedule 1 and applicable Federal Schedules C, E, F, Form 4797

WORKSHEET B: Credit for tax paid to other cities on business income. (For residents only)		List each municipality separately and add another page if needed.			
A	B	C	D	E	F
Municipality where taxes were paid:	Tax Rate	Profit	Local taxes paid	Maximum Credit Column C x 1%	Credit Allowed -Lessor of Column D or E
7					
8					
9					
10	Total Possible Credit				F1
11	Maximum credit allowed: (Worksheet A, Column D total x 1%)				F2

Worksheet B: Each municipality must be listed separately. Enter the name of the municipality where taxes were paid in Column A. Taxes paid to Montgomery should only be entered in this worksheet if paid directly by a business entity. Payments made by the individual taxpayer should be entered on Page 1, Line 8b.

(See Example Worksheet on Page 4)

Column B - Enter the tax rate for the municipality

Column C - Enter the taxed profit for that municipality

Column D - Enter the amount of tax paid to the municipality

Column E - Multiply the profit in Column C x 1%

Column F - Enter the smaller amount of Column D or E

Total the amounts in Column F

Enter the lessor of F1 or F2 on Page 1, Line 8c

Attach copies of all municipal tax returns to receive credit.