

# 2022 City of Philadelphia BUSINESS INCOME & RECEIPTS TAX

FOR BUSINESS CONDUCTED BY REGULATED INDUSTRIES, TAXPAYERS REGISTERED UNDER THE PA SECURITIES ACT OF 1972, AND/OR OTHER FINANCIAL BUSINESSES

Entity Classification (MUST select one):

Individual/ Sole Proprietor  
  Corporation  
  Partnership  
  Estate  
  Trust

**2022 BIRT-HJ**  
DUE DATE: APRIL 18, 2023

PHTIN

EIN

SSN

**Business Name**

**First Name**  **MI**  **Last Name**

**Street Address**  **Apt / Suite**

**City**  **State**  **Zip / Postal Code**  **Taxpayer E-mail Address**



**Check Box If Applies:**  
 Address Change  
 Amended Return  
 Final Return: (add Cease Date)  -  -

Is your business considered a "Financial Business" under Section 101(m) of the BIRT Regulations  
 Is your business registered under PA Securities Act of 1972  
 Is your business considered a "Regulated Industry" under Section 101(y) of the BIRT Regulations

**YOU MUST COMPLETE WORKSHEET "S" and SCHEDULE "H-2"**

**COMPUTATION OF TAX DUE OR OVERPAYMENT**

- |   |    |                      |
|---|----|----------------------|
| 1. NET INCOME PORTION OF TAX (from Schedule B, Line 13 or Schedule A, Line 15).<br>If there is no tax due, enter "0"..... | 1. | <input type="text"/> |
| 2. GROSS RECEIPTS PORTION OF TAX.<br>If there is no tax due, enter "0".....   | 2. | <input type="text"/> |
| 3. Tax Due for the 2022 Business Income & Receipts Tax (Line 1 plus Line 2).....  | 3. | <input type="text"/> |
| 4. Credit from Special Credit Schedule (SC). (Cannot exceed amount on Line 3).....  | 4. | <input type="text"/> |
| 5. Tax Due 2022. (Line 3 minus Line 4).....   | 5. | <input type="text"/> |
| 6. <b>MANDATORY 2023 BIRT Estimated Payment (See Instructions)</b> .....  | 6. | <input type="text"/> |
| 7. Total Due by <b>4/18/2023</b> (Line 5 plus Line 6).....  | 7. | <input type="text"/> |

**ESTIMATED PAYMENTS AND OTHER CREDITS**

- |   |     |                      |
|---|-----|----------------------|
| 8. Include any estimated and/or extension payments of 2022 BIRT previously made, and any credit from overpayment of the 2021 BIRT and/or 2022 NPT return..... | 8.  | <input type="text"/> |
| 9. Net Tax Due (Line 7 less Line 8).<br>If Line 8 is greater than Line 7, enter "0".....  | 9.  | <input type="text"/> |
| 10. Interest and Penalty<br>Refer to web site for current percentage.....   | 10. | <input type="text"/> |
| 11. <b>TOTAL DUE</b> including Interest and Penalty (Line 9 plus Line 10).<br><b>Use payment coupon. Make check payable to: "City of Philadelphia"</b> .....  | 11. | <input type="text"/> |

**OVERPAYMENT OPTIONS** If Line 8 is greater than Line 7, enter the amount to be:

- |  |      |                      |
|--|------|----------------------|
| 12a. Refunded. <b>Do not file a separate Refund Petition</b> ..... | 12a. | <input type="text"/> |
| 12b. Applied to the 2022 Net Profits Tax Return.....               | 12b. | <input type="text"/> |
| 12c. Applied to the 2023 Business Income & Receipts Tax.....       | 12c. | <input type="text"/> |

Under penalties of perjury, as set forth in 18 PA C.S. §§ 4902-4903 as amended, I swear that I have reviewed this return and accompanying statements and schedules, and to the best of my knowledge and belief, they are true and complete.

Taxpayer Signature \_\_\_\_\_ Date \_\_\_\_\_ Phone # \_\_\_\_\_

Preparer Signature \_\_\_\_\_ Date \_\_\_\_\_ Phone # \_\_\_\_\_

# 2022 BIRT-HJ SCHEDULE B

## COMPUTATION OF TAX ON NET INCOME (METHOD II)

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**Place "X" in box to indicate a loss.**

1. Net Income (Loss) as properly reported to the Federal Government.....	1.	
<b>2. ADJUSTMENTS</b> (Per BIRT Reg. 404 and Public Law 82-272):		
(a) Income net of interest expense attributable to direct obligations of the Federal Government, Pennsylvania or the political subdivisions of Pennsylvania. (If less than zero, enter zero on this line).....	2a.	
(b) Net Income (Loss) from certain port related activities. (Reg. 302 (T)).....	2b.	
(c) Net Income (Loss) from specific PUC and ICC business activities. (Reg. 101 (D)(3)).....	2c.	
(d) Net Income (Loss) from Public Law 86-272 activities.....	2d.	
(e) Receipts by corporations of dividends, interest and royalties received from other corporations in the same affiliated group and/or from other corporations of which the receiving corporation owns at least 20% of the stock BIRT Regulation §404 (B)(5) adjustments (Reg. 302 (O)).....	2e.	
(f) Line 1 minus Lines 2a through 2e.....	2f.	
(g) All other receipts from other corporations of the same affiliated group. (Reg. 302 (N)).....	2g.	
(h) Gross Receipts per BIRT Regulation §404 (B)(5)(e).....	2h.	
(i) Divide Line 2g by Line 2h and enter the result here as a decimal.....	2i.	. . . . .
(j) Multiply Line 2f by Line 2i and enter the result here.....	2j.	
(k) All other net income (loss) of taxpayers registered under the PA Securities Act of 1972 EXCEPT for net income from transactions effected for persons residing or having their principal place of business within Philadelphia.....	2k.	
3. ADJUSTED NET INCOME (LOSS) [Line 2f minus (Line 2j plus 2k)].....	3.	
4. Total Nonbusiness Income (Loss).....	4.	
5. Income (Loss) to be apportioned (Line 3 minus Line 4).....	5.	
6. Average of Apportionment Factors from Schedule H-2, Line 3.....	6.	. . . . .
7. Income (Loss) apportioned to Philadelphia (Line 5 times Line 6).....	7.	
8. Nonbusiness Income (Loss) allocated to Philadelphia.....	8.	
9. Current year Income (Loss) (Line 7 plus Line 8).....	9.	
10. Statutory Net Income Deduction from Worksheet S, Line S5.....	10.	
11. Loss Carry Forward, if any.....	11.	
12. Taxable Income (Loss). Line 9 minus Line 10 minus Line 11.....	12.	
13. TAX DUE (Line 12 times .0599) If Line 12 is a loss, enter zero.....	13.	

**Taxpayers registered under the PA Securities Act of 1972 enter the amount of Line 13 onto Schedule H, Line 18.  
"Regulated Industry" taxpayers enter the amount of Line 13 onto Schedule J, Line 1.**

**All other taxpayers enter the amount of Line 13 on the Summary Page, Line 1 of the 2022 BIRT return.  
In addition, unincorporated taxpayers also enter the amount of Line 13 onto Schedule K (Supplemental), Line 1.**



PHTIN	<input type="text"/>
EIN	<input type="text"/>
SSN	<input type="text"/>

# 2022 BIRT-HJ SCHEDULE A

## COMPUTATION OF TAX ON NET INCOME (METHOD I)

To be used by taxpayers electing to report net income from the operation of a business in accordance with their accounting system, rather than as reported to and ascertained by the Federal Government.

**Place "X" in box to indicate a loss.**

1. Net Income (Loss) per accounting system used plus income taxes deducted in arriving at Net Income.....	1.	<input type="checkbox"/>	<input type="text"/>
2. Net Income (Loss) from certain port related activities. (Reg. 302 (T)).....	2.	<input type="checkbox"/>	<input type="text"/>
3. Net Income (Loss) from specific PUC and ICC business activities. (Reg. 101 (D)(3))...	3.	<input type="checkbox"/>	<input type="text"/>
4. Net Income (Loss) from Public Law 86-272 activities.....	4.	<input type="checkbox"/>	<input type="text"/>
5. Income (Loss) to be apportioned (Line 1 minus Lines 2, 3 and 4).....	5.	<input type="checkbox"/>	<input type="text"/>
6. Total Nonbusiness Income (Loss).....	6.	<input type="checkbox"/>	<input type="text"/>
7. Income (Loss) to be apportioned (Line 5 minus Line 6).....	7.	<input type="checkbox"/>	<input type="text"/>
8. Apportionment Percentage from Schedule H-2, Line 3.....	8.	<input type="checkbox"/>	<input type="text"/>
9. Income (Loss) apportioned to Philadelphia (Line 7 times Line 8).....	9.	<input type="checkbox"/>	<input type="text"/>
10. Nonbusiness Income (Loss) allocated to Philadelphia.....	10.	<input type="checkbox"/>	<input type="text"/>
11. Current year Income (Loss) (Line 9 plus Line 10).....	11.	<input type="checkbox"/>	<input type="text"/>
12. <b>Statutory Net Income Deduction from Worksheet S, Line S5</b> .....	12.	<input type="checkbox"/>	<input type="text"/>
13. Loss Carry Forward, if any.....	13.	<input type="checkbox"/>	<input type="text"/>
14. Taxable Income (Loss). Line 11 minus Line 12 minus Line 13.....	14.	<input type="checkbox"/>	<input type="text"/>
15. TAX DUE (Line 14 times .0599) If Line 14 is a loss, enter zero.....	15.	<input type="checkbox"/>	<input type="text"/>

**Taxpayers registered under the PA Securities Act of 1972 enter the amount of Line 15 onto Schedule H, Line 18.**

**"Regulated Industry" taxpayers enter the amount of Line 15 onto Schedule J, Line 1.**

**All other taxpayers enter the amount of Line 15 on the Summary Page, Line 1 of the 2022 BIRT return.**

**In addition, unincorporated taxpayers also enter the amount of Line 15 onto Schedule K (Supplemental), Line 1, below.**





PHTIN	<input type="text"/>
EIN	<input type="text"/>
SSN	<input type="text"/>

## 2022 BIRT-HJ SCHEDULE J

### COMPUTATION OF THE MAXIMUM BUSINESS INCOME AND RECEIPTS TAX FOR "REGULATED INDUSTRY" TAXPAYERS

- |   |    |                      |
|---|----|----------------------|
| 1. Enter the amount of tax from Schedule A, Line 15 or Schedule B, Line 13.....   | 1. | <input type="text"/> |
| 2. Enter the amount of tax from Schedule H, Line 14.....  | 2. | <input type="text"/> |
| 3. Enter here and on the Summary Page, Line 2 of the 2022 BIRT return the LESSER of the tax shown on Line 1 or Line 2 of this schedule..... | 3. | <input type="text"/> |

UNINCORPORATED TAXPAYERS SEE SCHEDULE K (SUPPLEMENTAL), LINE 3 FOR ADDITIONAL INSTRUCTIONS.

## SCHEDULE K - (SUPPLEMENTAL)

### COMPUTATION OF THE 2022 BUSINESS INCOME & RECEIPTS TAX CREDIT FOR PERSONS SUBJECT TO THE 2022 NET PROFITS TAX. CORPORATIONS DO NOT FILE THIS SCHEDULE.

**Taxpayers who are NOT Regulated Industries NOR registered under the PA Securities Act of 1972:**

- |   |    |                      |
|---|----|----------------------|
| 1. Enter the amount of tax from Schedule A, Line 15 or Schedule B, Line 13..... | 1. | <input type="text"/> |
|---|----|----------------------|

**Taxpayers registered under the PA Securities Act of 1972:**

- |  |    |                      |
|--|----|----------------------|
| 2. If the amount of tax shown on Schedule H, Line 28 is the SAME as the amount shown on Schedule H, Line 20, enter the amount of tax shown on Schedule H, Line 18. If the amount of tax shown on Schedule H, Line 28 is the SAME as the amount of tax shown on Schedule H, Line 27, PROVIDED THAT the amount of tax shown on Schedule H, Line 25 is the SAME as the amount of tax shown on Schedule H, Line 26, then enter the amount of tax shown on Schedule H, Line 25. OTHERWISE, enter "zero" and do not complete the rest of this schedule ..... | 2. | <input type="text"/> |
|--|----|----------------------|

**"Regulated Industry" Taxpayers:**  
**COMPUTATION OF TAX CREDIT**

- |   |    |                      |
|---|----|----------------------|
| 3. If the amount of tax shown on Schedule J, Line 3 is the SAME as the amount of tax shown on Schedule J, Line 1, enter the amount of tax shown on Schedule J, Line 1. OTHERWISE, enter "zero" and do not complete the rest of this schedule..... | 3. | <input type="text"/> |
| 4. Enter 60% of the amount of tax shown on Line 1, 2, or 3, whichever is applicable and read the instructions below.....  | 4. | <input type="text"/> |

**PARTNERSHIPS, JOINT VENTURES AND ASSOCIATIONS WHICH ARE COMPOSED OF ONE OR MORE CORPORATE PARTNERS, CORPORATE JOINT VENTURES OR CORPORATE ASSOCIATES:**

**REFER TO WORKSHEET D OF THE 2022 NET PROFITS TAX RETURN.**

**OTHER PARTNERSHIPS, JOINT VENTURES, ASSOCIATIONS AND INDIVIDUALS:**

**REFER TO WORKSHEET E OF THE 2022 NET PROFITS TAX RETURN.**



# 2022 BIRT-HJ SCHEDULE H (Part 1)

## COMPUTATION OF TAX ON GROSS RECEIPTS FOR:

- (1) TAXPAYERS REGISTERED UNDER THE PENNSYLVANIA SECURITIES ACT OF 1972;
- (2) PERSONS SUBJECT TO A TAX IMPOSED PURSUANT TO ARTICLE VII, VIII, IX OR XV OF THE TAX REFORM CODE OF 1971 (Banks, Title Insurance Companies & Mutual Thrift Institutions);
- (3) OTHER FINANCIAL BUSINESSES.

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1. Gross Receipts from sales of Stocks, Bonds, Securities, Options, etc.....	1.	
2. Cost of Property sold.....	2.	
3. Gross Profit (Line 1 minus Line 2. If a loss, enter "0").....	3.	
4. Other Gross Receipts (Sales, Services, Rentals of Real Property, Capital Gains, etc.).....	4.	
5. Total of Line 3 plus Line 4.....	5.	
<b>EXCLUSIONS:</b>		
6a. Gross Receipts from certain port related activities.....	6a.	
6b. Gross Receipts from specific PUC and ICC business activities.....	6b.	
6c. Other excluded Gross Receipts per definition of business under BIRT Reg. 101 (D).....	6c.	
6d. Dividends, Interest, and Royalties received from other corporations of the same affiliated group. (Reg. 302 (O)).....	6d.	
6e. Receipts by corporations of dividends, interest and royalties received from other corporations in the same affiliated group and/or from other corporations of which the receiving corporation owns at least 20% of the stock. (Reg. 302 (O)).....	6e.	
6f. All other receipts from other corporations of the same affiliated group.....	6f.	
6g. Interest received from transactions made with persons resident or having their principal place of business outside Philadelphia.....	6g.	
6h. Interest received on other transactions to the extent of interest expense attributable to such other transactions.....	6h.	
6i. TAXPAYERS REGISTERED UNDER THE PA SECURITIES ACT OF 1972 ONLY: Enter the amounts received from commissions, brokerage fees, and other similar charges on account of transactions affected for persons resident or having their principal place of business outside Philadelphia.....	6i.	
7. Total of Lines 6a to 6i. (add Lines 6a through 6i).....	7.	
8. Adjusted Total Gross Receipts (Line 5 minus Line 7).....	8.	
<b>9. Excluded receipts per BIRT Reg. 302, etc.</b>		
9a. Sales delivered outside of Philadelphia.....	9a.	
9b. Services performed outside of Philadelphia.....	9b.	
9c. Rentals of real property outside of Philadelphia.....	9c.	
9d. Other excluded receipts (specify).....	9d.	
10. Total Excluded receipts from outside of Philadelphia (Add Lines 9a through 9d).....	10.	
11. Net Taxable Receipts before Statutory Exclusion (Line 8 minus Line 10).....	11.	
12. Statutory Exclusion (Lower of Line 11 or \$100,000).....	12.	
13. Net Taxable Receipts after Statutory Exclusion (Line 11 minus Line 12).....	13.	
14. Tax on the amount of Line 13 (Line 13 times .001415. If Line 13 is a loss, enter "0")......	14.	





PHTIN	
EIN	
SSN	

# 2022 BIRT-HJ SCHEDULE H (Part 2)

## COMPUTATION OF TAX ON GROSS RECEIPTS

- "Regulated Industries" as defined in §101(y), enter the amount of Line 14 onto Schedule J, Line 2. Do not complete the rest of this schedule.
- "Other Financial Businesses" enter the amount of Line 14 on the Summary Page, Line 2 of the 2022 BIRT return. Do not complete the rest of this schedule.
- Taxpayers registered under the PA Securities Act of 1972 must complete Lines 15 through 28 of this schedule on the next page.

15. Enter the amount from Schedule H, Page 5, Line 13.....	15.	
16. ADD the amounts received from commissions, brokerage fees and other similar charges excluded on Line 6i which are attributable to services performed within Philadelphia.....	16.	
17. Line 15 plus Line 16.....	17.	
18. Enter the amount of tax shown on Schedule A, Line 15 or Schedule B, Line 13.....	18.	
19. Enter the amount of tax shown on Line 14, above.....	19.	
20. Enter the total of Line 18 and Line 19, above.....	20.	
21. Enter the amount from Line 17, above.....	21.	
22. Tax due on the amount of Line 21 times .0046. (If Line 18 is a loss, enter "0").....	22.	
23. Tax due on the amount of Line 21 times .0023. (If Line 18 is a loss, enter "0").....	23.	
24a. TAXPAYERS WHO ELECTED TO USE METHOD I FOR REPORTING NET INCOME, enter the Net Income (Loss) shown on Schedule A, Line 14.....	24a.	
24b. TAXPAYERS WHO ELECTED TO USE METHOD II FOR REPORTING NET INCOME, enter the Net Income (Loss) shown on Schedule H-1, Line 11.....	24b.	
25. Tax Due on the amount of Line 24a or 24b times .023. (If Line 21 is a loss, enter "0") .....	25.	
26. Enter the LESSER of Line 23 or Line 25.....	26.	
27. Enter the total of Line 22 plus Line 26.....	27.	
28. TAX DUE. ENTER HERE AND ON THE SUMMARY PAGE, LINE 2 OF THE 2022 BIRT RETURN THE GREATER OF THE TAX SHOWN ON LINE 20 OR LINE 27.....	28.	

UNINCORPORATED REGULATED INDUSTRIES SEE SCHEDULE K (SUPPLEMENTAL), LINE 2 FOR ADDITIONAL INSTRUCTIONS.

## WORKSHEET S

### Use to calculate Statutory Net Income Deduction

S1. Enter the lower of Schedule H, Line 11 or \$100,000.....	S1.	
S2. Enter Current Year Income from Schedule A, Line 11 or Schedule B, Line 9. If loss, enter zero.....	S2.	
S3. Enter Net Taxable Receipts from Schedule H, Line 11.....	S3.	
S4. Divide Line S2 by Line S3. (Cannot be greater than 1.0000).....	S4.	
S5. Statutory Net Income Deduction (Line S1 times Line S4. Cannot exceed \$100,000).....	S5.	

Enter the amount from Line S5 on Schedule A, Line 12 or Schedule B, Line 10 and if applicable, Line 9 of Schedule H-1.



PHTIN	<input type="text"/>
EIN	<input type="text"/>
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# 2022 BIRT-HJ SCHEDULES H-1

ALTERNATE COMPUTATION OF NET INCOME FOR TAXPAYERS REGISTERED UNDER THE PENNSYLVANIA SECURITIES ACT OF 1972 WHO HAVE ELECTED TO USE METHOD II TO REPORT NET INCOME.

Place "X" in box to indicate a loss. ↘

1. Enter the adjusted net income (loss) reported on Schedule B, Line 3.....	1.	<input type="text"/>
1a. Enter the amount shown on Schedule B, Line 2k.....	1a.	<input type="text"/>
2. Line 1 plus Line 1a.....	2.	<input type="text"/>
3. Total non-business income (loss).....	3.	<input type="text"/>
4. Income (loss) to be apportioned (Line 2 less Line 3).....	4.	<input type="text"/>
5. Apportionment percentage from Schedule H-2, Line 3.....	5.	<input type="text"/>
6. Income (loss) to be apportioned to Philadelphia (Line 4 times Line 5).....	6.	<input type="text"/>
7. Non-business Income (loss) allocated to Philadelphia.....	7.	<input type="text"/>
8. Current year Income (loss) (Line 6 plus Line 7).....	8.	<input type="text"/>
9. Statutory Net Income Deduction from Worksheet S, Line S5.....	9.	<input type="text"/>
10. Loss Carry Forward, if any.....	10.	<input type="text"/>
11. NET INCOME (Loss) (Line 8 minus Line 9 minus Line 10) Enter here and on Schedule H, Line 24B.....	11.	<input type="text"/>

## SCHEDULE H-2 COMPUTATION OF APPORTIONMENT FACTORS TO BE APPLIED TO APPORTIONABLE NET INCOME

For business conducted in and out of Philadelphia

The Department has adopted a **Single Sales/Receipts Factor Apportionment** methodology for BIRT. The Property and Payroll Factors are **no longer used** in the calculation of the Philadelphia Apportionment percentage. The Single Sales/Receipts Factor Apportionment percentage is the ratio of **Philadelphia Sales/Receipts** to **Total Sales/Receipts everywhere**.

The **sourcing** of sales/receipts is the **same as it has been** in prior years. Receipts and Taxable Receipts are defined at Philadelphia Code § 19-2601 and explained in Article III of the BIRT Regulations.

[www.phila.gov/revenue/birt-regs](http://www.phila.gov/revenue/birt-regs)

**Taxpayers registered under the Pennsylvania Securities Act of 1972** - If Net Income Method II (i.e. as reported to the Federal government) is elected, refer to Business Income and Receipts Tax Regulations Section 409 found on our website at the link noted above.

**Persons who are subject to a tax pursuant to Articles VII (Bank Shares Tax), VIII (Title Insurance and Trust Companies Share Tax), IX (Insurance Premiums Tax) or XV (Mutual Thrift Institutions Tax) of the Tax Reform Code of 1971 and Private Banks.**

Refer to Business Income and Receipts Tax Regulations Section 410 found on our website at the link noted above

**COMPUTATION OF APPORTIONMENT FACTOR TO BE APPLIED TO APPORTIONABLE NET INCOME.** YOU MUST COMPLETE SCHEDULE H-2 IF YOU ARE APPORTIONING YOUR INCOME. FAILURE TO INCLUDE THIS SCHEDULE WITH YOUR RETURN MAY RESULT IN THE DISALLOWANCE OF YOUR APPORTIONMENT AND YOU MAY BE BILLED.

1. Philadelphia Sales/Receipts.....	1.	<input type="text"/>
2. Gross Sales/Receipts Everywhere.....	2.	<input type="text"/>
3. Single Sales/Receipts Factor Apportionment Percentage (Line 1 divided by 2).....	3.	<input type="text"/>

ENTER THE PHILADELPHIA RECEIPTS FACTOR APPORTIONMENT PERCENTAGE ON SCHEDULE A, LINE 8 OR SCHEDULE B, LINE 6.

