

ACCOUNT #: _____ LEGAL NAME: _____

SUPPLEMENTAL TAX WORKSHEET For Fund / Class L-109 – Motion Picture, Television / Radio Producers Only

BUSINESS ACTIVITY	FUND/ CLASS CODE	A BASIS FOR TAX See (1) Below ENTER HERE AND ON BUSINESS TAX RENEWAL FORM	B TAX RATE	C TAX COMPUTATION See (2) below	D ADDITIONAL TAX DUE See (3) below	E 2008 MINIMUM TAX (For up to \$2,500,000 in gross production cost)	F TAX DUE Column C plus Column D and Column E. Enter here and on renewal
Motion Picture, Television and Radio Producers	L109		1.30			145.00	

TAX RATE: The minimum tax shall be \$145.00 per year or fractional part thereof for the first \$2,500,000 of measure of tax, plus \$1.30 per year for each additional \$1,000 of measure of tax or fractional part thereof in excess of \$2,500,000. The maximum tax shall be \$12,495.00 per year for all measures of tax greater than \$12,000,000.

(1) COLUMN A: Enter "BASIS FOR TAX". The Basis for Tax (or Measure of Tax) for this business classification is based upon certain gross costs of production and other associated activities in the City of Los Angeles. For purposes of this ordinance, gross costs of production include, but are not limited to, the cost of:

- (1) Producing motion pictures or photoplays, whether using actors or animated characters;
- (2) Developing of screen play;
- (3) Photographing or taping said picture;
- (4) Cutting, scoring, editing and final preparation.

In addition to the above costs, income from the following activities is included in the basis for tax when performed by the producer:

- (1) Lending by the producer of the services of contract players to other producers;
- (2) Furnishing of studio facilities to other producers, where the facilities include, in addition to the physical equipment, the services of technicians, (cameramen, soundmen, electricians, carpenters, decorators, etc.).

(2) COLUMN C: Round up gross cost of production in Column A to next highest \$1,000. Multiply rounded gross cost of production in Column A in excess of \$2,500,000 by the rate per one thousand dollars (\$1,000) in Column B not to exceed \$12,495.00 maximum. Enter result in Column C.

Example: Gross cost of production (Basis For Tax) of \$2,600,900 would be calculated as: \$2,600,900 rounded up to \$2,601,000 minus \$2,500,000 = \$101,000. Calculate as 101 X 1.30 (tax rate per \$1,000) = \$131.30.

Out of City motion picture production companies with gross cost of production under \$2,500,000 can prorate the minimum tax. The prorated tax is \$0.058 per \$1,000 gross cost of production. Enter result in Column C and Column F.

(3) COLUMN D: IF THIS BUSINESS ACTIVITY WAS NEW LAST YEAR, enter amount from Column C in Column D.
IF THIS BUSINESS ACTIVITY WAS NOT NEW LAST YEAR, enter 0 in Column D.

(4) COLUMN F: Enter the total of **Columns C, D and E**. If this business activity was discontinued in 2007, enter only the amount from Column D.
If Column C is at maximum tax due \$12,495.00, enter only the total of Column C and Column D in Column F.

(5) COLUMNS A and F: Transfer information from Column A, "Basis for Tax" and Column F, "Tax Due" to Column E, "Basis for Tax" and Column K, "Tax Due" of the 2008 Business Tax Renewal Form on page 7.