

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF THE CHIEF FINANCIAL OFFICER
OFFICE OF TAX AND REVENUE



OTR Notice 2009-02

February 18, 2009

**Important Notice to Landlords on Changes to Instructions of
Form D-30, Unincorporated Business Tax Return**

On the District of Columbia 2008 Unincorporated Business Franchise tax return, Form D-30, the Office of Tax and Revenue erroneously captioned Line 6 as “Net Rental Income *from D-30, Schedule D.*” It should have read “Gross Rental Income *from Schedule D, Column 3, Line 7.*”

To determine whether an unincorporated business franchise tax return is required to be filed, where the only activity is a rental activity, complete Schedule D on page 3 of Form D-30. If Column 3, “Gross Amount of Rent,” line 7, is **more than \$12,000**, an unincorporated business tax return is required to be filed and the correct tax paid.

District taxpayers who have a rental activity and have not completed and filed their Form D-30 should complete the return as follows:

- 1. GROSS RENTAL INCOME - On Line 6, enter the total gross amount of rent from Schedule D, Column 3, Line 7.**
- 2. RENTAL EXPENSES - Rental expenses reported on Schedule D, Columns 4, 5 and 6 and totaled on Line 7, should be reported on Schedule G “Other Allowable Deductions.” These and any other deductions reported on Schedule G should be entered on Form D-30, Line 21, and be included among “Total deductions” on Line 22.**

District taxpayers, who have filed a Form D-30 return reflecting only “Net rental income” on Line 6, do **NOT** need to file an amended return, unless the original return reported \$12,000 or less on Line 10 “Total gross income.”

For additional information, please contact OTR’s Customer Service Center at (202) 727-4TAX.