

**MARYLAND FORM 500X**  
(Revised 2002)

**AMENDED CORPORATION INCOME TAX RETURN**

(OR FISCAL YEAR BEGINNING \_\_\_\_\_, \_\_\_\_\_ ENDING \_\_\_\_\_, \_\_\_\_\_)

YEAR \_\_\_\_\_

MAIL TO: COMPTROLLER OF MARYLAND  
REVENUE ADMINISTRATION DIVISION  
ANNAPOLIS, MARYLAND 21411-0001

CURRENT NAME AND ADDRESS			NAME AND ADDRESS ON ORIGINAL RETURN IF DIFFERENT THAN CURRENT		
Name			Name		
Number and street			Number and street		
City or town	State	Zip code	City or town	State	Zip code
Federal Employer Identification No. (9 digits)			Federal Employer Identification No. (9 digits)		

**IMPORTANT NOTE: READ THE INSTRUCTIONS AND COMPLETE PAGE 2.**

IF FILING FOR THE CARRYBACK OF NET OPERATING LOSS CHECK THIS BOX:

- Is this corporation a member of a consolidated group for federal purposes?  Yes  No
- Is an amended federal return being filed? If yes, ATTACH COMPLETE COPY.  Yes  No
- Has the original federal return been changed or corrected by the Internal Revenue Service? If yes, ATTACH COPY OF THE DATED REPORT OF ADJUSTMENTS.  Yes  No
- Was an extension of time requested to file the original return? If yes, enter the date the return was filed \_\_\_\_\_  Yes  No
- Was a Consent to Extend Time to Assess Tax filed with the Internal Revenue Service? If yes, ATTACH COPY OF FORM.  Yes  No

PART A – Income, Modifications and Apportionment		Column A As originally reported or as previously adjusted	Column B Net change Increase or (decrease)	Column C Correct Amount
1. Federal taxable income	1.			
2. Total addition modifications	2.			
3. Total (Add line 1 and line 2)	3.			
4. Total subtraction modifications	4.			
5. Maryland modified income (Subtract line 4 from line 3)	5.			

APPORTIONMENT OF INCOME		
(To be completed by multistate corporations – unistate corporations skip to line 8)		
6. Maryland apportionment factor (from Part C on page 2)	6.	
7. Maryland apportioned income (Multiply line 5 by line 6)	7.	

8. Maryland taxable income (from line 5 or line 7, whichever is applicable)	8.	
9. TAX (Multiply line 8 by 7%)	9.	

PART B – Payments, Credits, Balance Due or Overpayment	
10 a. Estimated tax paid (with Form 500DP and/or credit from prior year)	10 a.
b. Tentative tax paid (with Form 500E)	b.
c. Business tax credits (Attach Form 500CR)	c.
d. Heritage structure rehabilitation tax credit (Attach Form 502H)	d.
e. Total payments and credits (Add lines 10a through 10d)	e.
11. Balance due (If line 9 exceeds line 10e, enter the difference)	11.
12. Overpayment (If line 10e exceeds line 9, enter the difference)	12.
13 a. Tax paid with original return, plus additional tax paid after it was filed (Do not include any interest or penalty)	13 a.
b. Prior overpayment (Total all refunds previously issued)	b.
14. REFUND DUE (If line 11 is less than 13a, subtract line 13a from 11) (If line 13b is less than 12, subtract line 13b from 12) (Add line 12 to 13a)	14.
15. BALANCE DUE (If line 11 is more than 13a, subtract line 13a from 11) (Add line 11 to 13b) (If line 12 is less than 13b, subtract line 12 from 13b)	15.
16. Interest and/or penalty charges (See instructions)	16.
17. TOTAL AMOUNT DUE (Add line 15 and line 16)	17.

**REFUND**



## GENERAL INSTRUCTIONS

**PURPOSE OF FORM.** Form 500X is used by a corporation to correct an error in a previously filed return (Form 500- Corporation Income Tax Return) or to claim a net operating loss deduction.

Form 500X may not be used to correct the amount of payments or credits. To correct payment or credit amounts, submit a letter of request that indicates the corporate name, Federal Employer Identification Number, type of tax and tax year beginning and ending dates. Explain the basis for the request and attach copies of canceled checks and/or other documents as necessary to verify the amounts claimed.

**WHEN AND WHERE TO FILE.** Generally, Form 500X must be filed within 3 years from the date the original return was due or filed. A return filed before the due date is considered to have been filed on the date it was due. The following exceptions apply.

- A claim for refund filed within 3 years after the date of filing the return is limited to the amount paid within the 3 years (including extensions) before you filed the claim.
- A claim for refund filed after 3 years, but within 2 years from the date the tax was paid is limited to the amount paid within the 2 years immediately before filing the claim.
- A claim for refund based on a federal net operating loss carryback must be filed within 3 years after the due date (including extensions) of the return for the tax year of the net operating loss.
- If the Internal Revenue Service issues a final determination of adjustments that would result in an increase to Maryland taxable income, file Form 500X within 90 days after the final determination.
- If the Internal Revenue Service issues a final report of adjustments that would result in a decrease to Maryland taxable income, file Form 500X within 1 year after the final adjustment report or the final court decision, if appealed.

The amended return must be filed with the Comptroller of Maryland, Revenue Administration Division, Annapolis, MD 21411-0001.

**INFORMATION ON INCOME TAX PROVISIONS.** Refer to the instructions for Form 500 for the tax year being amended for information regarding applicable Maryland income tax provisions.

**NET OPERATING LOSS (NOL) DEDUCTIONS.** The NOL for Maryland purposes is the federal net operating loss. No modification of the federal NOL is allowed under Maryland income tax law except in the case of a foreign source dividend subtraction. For more information about foreign source dividend subtractions, refer to Administrative Release No. 18.

A corporation included in a consolidated federal filing must use its separate federal NOL. An NOL should be entered on line 1 but may not be used to reduce line 1 to less than zero. Generally, the carryback of an NOL does not change the previously reported addition or subtraction modifications in a carryback year.

The federal provisions for carryback and carryforward apply for purposes of the Maryland return unless you are following

the additional carryback provisions based on the federal Jobs Creation and Worker Assistance Act of 2002 (JCWAA). The State of Maryland will NOT recognize the 5-year NOL carryback provisions of the JCWAA. For more information regarding the JCWAA, refer to Administrative Release No. 38. If an election to forgo a carryback period and carry forward the NOL instead is made, a copy of the federal election to forgo the carryback period must have been included with the Maryland return for the year in which the NOL occurs.

An addition modification may be required in a carryback or carryforward year if the total Maryland addition modifications exceed the total Maryland subtraction modifications in the loss year. The required addition modification represents a recapture of the excess additions over subtractions and is generally equal to the lesser of the NOL deduction in the carryback year or the net addition modification in the loss year. For more information regarding net addition modification (NAM), refer to Administrative Release No. 18.

**NET CAPITAL LOSSES.** If a net capital loss carryback is used to reduce federal taxable income, an addition modification is required for the amount of the income reduction.

## SPECIFIC INSTRUCTIONS FOR PAGE 1

**TAXABLE YEAR OR PERIOD.** Enter the tax year of the amended return in the space provided at the top of Form 500X. If the corporation operates on a fiscal year, also enter the beginning and ending dates of the taxable year being amended in the spaces provided at the top of Form 500X.

**NAME, ADDRESS AND OTHER INFORMATION.** Type or print the required information in the designated area. Enter the current name, address and Federal Employer Identification Number (FEIN) in the appropriate boxes. If the name and/or address is different than that shown on the original return, enter the name and address as shown on the original return in the appropriate area.

Answer all of the questions and attach copies of any federal notices or reports, amended forms and/or extensions required.

### PART A – INCOME, MODIFICATIONS AND APPORTIONMENT

Complete lines 1 through 5, columns A, B and C. If the items of federal income are amended or adjusted, determine if the changes will affect the Maryland modifications and enter the correct amounts. Determine if the changes to federal taxable income will affect the apportionment factor. If the apportionment factor needs to be changed, complete Part C on page 2 of Form 500X, then complete lines 6 through 8, columns A, B and C on page 1. Then, complete line 9, columns A, B and C.

### PART B – PAYMENTS, CREDITS, BALANCE DUE OR OVERPAYMENT, INTEREST AND/OR PENALTY

Complete lines 10a through 10e, columns A, B and C. Credits on line 10c may not exceed the Maryland tax on line 9 as these represent nonrefundable credits. NOTE: An addition to income is required for certain credits claimed on line 10c. Refer to the instructions for Form 500CR, Business Tax Credits, to determine if any addition modification is required for the

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credits you are claiming and follow those instructions for including the required addition. If you are claiming credits on line 10c, you must attach a completed Form 500CR. If claiming the Heritage Structure Rehabilitation Tax Credit on line 10d, you must attach a completed Form 502H.

Complete lines 11 through 13b, columns A, B and C and enter any overpayment due on line 14 or balance due on line 15.

If there is a balance due on line 15, calculate simple interest on that amount from the due date of the original return to the date of payment using the following Interest Rate Table. If the requirement for avoidance of interest for underpayment of estimated income tax has not been met, you should complete Form 500UP for the tax year being amended and attach it to your amended return. Add the simple interest charges and any interest and/or penalty charges from Form 500UP and enter them on line 16. NOTE: If you completed and attached Form 500UP with your original return, you should attach a revised Form 500UP based on the amended changes reported on Form 500X.

Interest and/or penalty charges for the year of the amendment, whether previously paid or still outstanding, may be adjusted as a result of the amended changes. Any payments made on an account after the initial tax paid with the actual return are applied first to penalty, then to interest and lastly to tax due. These payments may require reallocation depending on the result of the amendment. We will issue notification of the net balance due or refund when we have completed processing of the return. NOTE: If the amount of tax due is reduced by reason of a carryback of an NOL, such reduction shall not affect the calculation of interest charges for the period ending with the filing date (defined as due date) for the loss year. Any Maryland penalty charge is not affected by an NOL carryback.

Interest is generally not paid on refunds. Interest will be paid, however, if a refund is due on an amended return based upon an NOL carryback IF the claim for refund is not processed within 45 days of receipt. In such cases, interest will be paid only from the 45th day after receipt by the Comptroller's Office until the date the refund check is issued. For more information regarding interest, refer to Administrative Release No. 14.

## INTEREST RATE TABLE

Period	Interest Rate
1/1/1967 to 6/30/1975	6%
7/1/1975 to 6/30/1982	9%
7/1/1982 to 12/31/1983	15%
1/1/1984 to 12/31/1984	12%
1/1/1985 to 12/31/1985	13%
1/1/1986 to 12/31/1989	12%
1/1/1990 to 12/31/1990	13%
1/1/1991 to 12/31/1992	12%
1/1/1993 to 12/31/2003	13%

## SPECIFIC INSTRUCTIONS FOR PAGE 2

### PART C – COMPUTATION OF APPORTIONMENT FACTOR

If any changes to the apportionment factor are required due to the amendment, complete Part C using the amended

receipts, property and/or payroll amounts and the appropriate apportionment formula.

### PART D – EXPLANATION OF CHANGES TO INCOME, MODIFICATIONS, APPORTIONMENT FACTOR AND CREDITS

Use this section to provide a detailed explanation of the changes being made on the amended return. Enter the line number from page 1 for each item you are changing and state the reason for the change.

**SIGNATURE AND VERIFICATION.** An authorized officer must sign and date Form 500X and enter their corporate title. If a paid preparer is used, the preparer must sign and date the return and include their firm name and address.

**WHAT TO ATTACH.** Attach the following documents and information to Form 500X.

- If amending the federal return, attach a copy of the actual federal amended income tax return as filed with the Internal Revenue Service.
- Corporations included in a consolidated filing for federal purposes must attach a copy of the consolidated amended return and include a schedule reconciling the separate adjustments of each member corporation to the consolidated totals.
- A member of a consolidated federal filing that is claiming an NOL carryback must attach a schedule calculating the NOL deduction based on its separate federal taxable income and loss.
- A copy of the final dated audit report must be attached to the amended return if reporting a federal adjustment such as a Revenue Agent Report (RAR). If the IRS audit report is for the consolidated corporation, the final dated audit report and a schedule reconciling the separate adjustments of each member corporation to the consolidated totals must also be included.
- Form 500CR must be attached if claiming any credits on line 10c.
- Form 502H must be attached if claiming a credit on line 10d.
- Form 500UP must be attached if interest/penalty for underpayment of estimated income tax is due or revised.
- Attach a copy of any extension of time that was filed for the year being amended, or any Consent to Extend the Time to Assess Tax that was filed with the Internal Revenue Service.

**PAYMENT INSTRUCTIONS.** Enclose a check or money order made payable to the Comptroller of Maryland for the full amount of any balance due. Write the FEIN, type of tax, and the beginning and ending dates of the amended year on the check or money order. DO NOT SEND CASH.

**MAILING INSTRUCTIONS.** Mail the amended return with any required attachments to:

Comptroller of Maryland  
Revenue Administration Division  
Amended Return Unit  
Annapolis, MD 21411-0001