CORPORATE PERSONAL HOLDING COMPANY TAX

Liability Calculation Template

Corporation:

Tax Year:

EIN:

Prepared By:

Part I: Personal Holding Company Income (PHCI) 60% Test

Line	Income Category	Amount ($)
1	Dividends	
2	Interest (excluding certain active business interest)	
3	Royalties (other than mineral, oil, gas, or copyright royalties)	
4	Annuities	
5	Adjusted Income from Rents (if qualifying under Section 543(a)(2))	
6	Mineral, Oil, and Gas Royalties (adjusted)	
7	Copyright Royalties (adjusted)	
8	Produced Film Rents	
9	Amounts Received under Personal Service Contracts	
10	Amounts Received for Use of Corporate Property by 25% Shareholder	
11	Estate and Trust Income distributable to the corporation	
12	**Total Personal Holding Company Income (Sum of Lines 1 through 11)**	
13	Adjusted Ordinary Gross Income (AOGI)	
14	**PHC Income Ratio (Line 12 divided by Line 13)**	

Part II: Undistributed Personal Holding Company Income (UPHCI) Calculation

Line	Calculation Step	Amount ($)
15	Taxable Income (Form 1120, Line 30 or equivalent)	
16	Add: Dividends Received Deduction (DRD) claimed	
17	Add: Net Operating Loss (NOL) deduction claimed (except preceding year)	
18	Add: Expenses and Depreciation applicable to property exceeding rental income	
19	Less: Federal and Foreign Income Taxes (accrued during the tax year)	

Line	Calculation Step	Amount ($)
20	Less: Charitable Contributions (excess over corporate 10% limit, up to individual limit)	
21	Less: Net Capital Gain (after tax attributable to such gain)	
22	**Adjusted Taxable Income (Line 15 + Lines 16-18 minus Lines 19-21)**	
23	Less Dividends Paid Deduction: Dividends paid during the tax year	
24	Less Dividends Paid Deduction: Dividends paid within 2½ months after close of year	
25	Less Dividends Paid Deduction: Consent dividends	
26	Less Dividends Paid Deduction: Dividend carryover	
27	**Total Dividends Paid Deduction (Sum of Lines 23 through 26)**	
28	**Undistributed Personal Holding Company Income (UPHCI) (Line 22 minus Line 27)**	

Part III: PHC Tax Liability

Line	Tax Calculation	Amount ($) / Rate
29	Undistributed Personal Holding Company Income (from Line 28)	
30	PHC Tax Rate	20%
31	**Personal Holding Company Tax Liability (Line 29 multiplied by Line 30)**	

Notes:

1. A corporation is subject to the PHC tax if at least 60% of its Adjusted Ordinary Gross Income (AOGI) for the taxable year is Personal Holding Company Income (PHCI), and at any time during the last half of the taxable year more than 50% in value of its outstanding stock is owned, directly or indirectly, by or for not more than 5 individuals.

2. Refer to Internal Revenue Code (IRC) Sections 541 through 547 for specific rules, exceptions, and definitions regarding PHC tax calculation.