

UPPER MORELAND TOWNSHIP

REGULATIONS UNDER ARTICLE 1, "Business Privilege Tax," OF CHAPTER 310 OF TITLE 2 OF THE UPPER MORELAND TOWNSHIP CODE PROVIDING FOR THE ALLOCATION OF GROSS RECEIPTS IN THE CASE OF BUSINESSES WITH MULTI-STATE OFFICES ENGAGED IN INTERSTATE COMMERCE.

1. APPLICABILITY The allocation of gross receipts provided for in this Regulation shall apply to, and only to, persons, as defined in the Ordinance, engaged in interstate commerce, having places of business in more than one State. This Regulation shall not apply to or be deemed to apply to any intrastate transactions or to otherwise limit.

2. ALLOCATION In the case of transactions involving interstate commerce, in conformity with the commerce clause of the United States Constitution, an apportionment of gross receipts will be made based upon the following formula:

(Receipts within Commonwealth of PA x 100%) +

(Receipts without Commonwealth of PA x apportionment factor) =

Gross Receipts that Tax is applied to.

The "Apportionment Factor" shall be in the product of the averaging of the total of the following percentages:

(i) Wages, salaries, commissions and other compensation in Township, as a percentage of total wages, salaries, commissions and other compensation.

(ii) Receipts in Township as a percentage of total receipts.

(iii) Value of the tangible personal and real property owned or leased and situated within the Township as a percentage of total tangible personal and real property owned or leased.