

# IDAHO MINE LICENSE TAX RETURN

**AMENDED RETURN?** Check the box. See instructions for the reasons for amending and enter the number.

For tax year beginning: Mo \_\_\_\_\_ Day \_\_\_\_\_ Year \_\_\_\_\_ ending: Mo \_\_\_\_\_ Day \_\_\_\_\_ Year \_\_\_\_\_

Name of owner or lessee of mining property: \_\_\_\_\_ Federal Employer Identification Number (EIN): \_\_\_\_\_

Current business mailing address: \_\_\_\_\_

City, State, and ZIP code: \_\_\_\_\_ Name of mine: \_\_\_\_\_

Mine license account number from Tax Commission: \_\_\_\_\_

Check the box if your mining operation includes a cyanidation facility.

Type of ore extracted: \_\_\_\_\_

Total tons of ore extracted during the year: \_\_\_\_\_

Initial Return  Final Return

**A. IF TAX IS BEING COMPUTED ACCORDING TO SECTION 47-1202(a), USE LINES 1 THROUGH 3.**

- 1. Net income from mining property or gross receipts from royalties. Include computation .....  1
- 2. Depletion expense. Include a copy of the computation of depletion expense from your federal income tax return .....  2
- 3. Net value to be used as a measure of tax. Subtract line 2 from line 1 .....  3

**B. IF TAX IS BEING COMPUTED ACCORDING TO SECTION 47-1202(b), USE LINES 4 THROUGH 8.**

- 4. Gross value of ores as determined by the U.S. Department of Interior. Include computation ...  4
- 5. Cost of extracting, mining, and transporting ore. See instructions .....  5
- 6. Allowable depletion expense. Include computation .....  6
- 7. Add lines 5 and 6 .....  7
- 8. Net value to be used as a measure of tax. Subtract line 7 from line 4 .....  8
- 9. Taxable net value. Enter the amount from line 3 or line 8 .....  9

**TAX COMPUTATION**

- 10. Idaho mine license tax. Multiply line 9 by 1% .....  10
- 11. Interest from due date .....  11
- 12. Penalty .....  12
- 13. Total due. Add lines 10 through 12.....  \_\_\_\_\_

**AMENDED RETURN ONLY. Complete this section to determine your tax due or refund**

- 14. Total Due (Line 13) on this return.....  14
- 15. Taxes paid with original mine license return .....  15
- 16. Amended tax due or refund. Subtract line 15 from line 14 .....  16

Within 180 days of receiving this return, the Idaho State Tax Commission may discuss this return with the paid preparer identified below. Under penalties of perjury, I declare that to the best of my knowledge and belief this return is true, correct, and complete.

SIGN HERE	Signature of officer	Date
	Title	Phone number
Paid preparer's signature		Preparer's EIN, SSN, or PTIN
Address		Phone number



0 1 5 4 6 0 9 5

# Instructions for Idaho Form 47

File Form 47 for each year you mine or receive royalties from mining any of the following: quartz, quartzite, gold, silver, copper, lead, zinc, coal, phosphate, limestone, stone quarries, or other metals or minerals. Even if no tax is due, you must file Form 47 each year until mining operations have permanently ceased. Use the same tax year on your Form 47 as you used on your federal income tax return.

The tax is due on the 15th day of the fourth month following the end of the tax year. If you have an automatic six-month extension of time to file your income tax return, you have the same extension of time to file your Form 47.

File a separate return for each mine or group of mines. If you own two or more separate mines, only those mines grouped to compute the depletion allowable for federal income tax purposes may be treated as one property.

Use Method A or Method B to compute the mine license tax if you mine ores on public lands that the U. S. Department of Interior computes mineral values for federal royalty purposes. Include your written election with the first Idaho Mine License Tax Return you file. To change methods, you must get written permission from the Tax Commission before your tax return is due. If you receive royalties, or if you don't elect Method B, you must use Method A.

Determine the net value separately if your mining activity includes both receiving royalties and extracting ores. The separate determinations can't be netted together or offset against each other.

## AMENDED RETURNS

You can use this form as an original return or an amended return. If you're filing this form as an amended return, check the box at the top of the form. Enter the applicable reason(s) for amending, as listed below. Complete the entire form using the corrected amounts.

1. Federal Audit
2. Other - Include an explanation.

## MINE LICENSE ACCOUNT NUMBER

Enter the nine-digit mine license account number provided by the Tax Commission for this mine or group of mines. If this is the initial return for this mine or group of mines, leave this line blank.

## CYANIDATION FACILITIES

If your mining operation includes a cyanidation facility, check the box in the area above line 1. Cyanidation is the method of extracting precious metals from ores by treatment with cyanide solution as the primary leaching agent for extraction.

## INITIAL RETURN

If this is your first year of mining this location in Idaho, check the Initial Return box in the area above line 1.

## FINAL RETURN

Filing using Method A: If you've permanently ceased all mining operations at this location and sold all stockpiled inventory, check the Final Return box in the area above line 1.

Filing using Method B: If you've permanently ceased all mining operations at this location, check the Final Return box in the area above line 1.

## HOW TO COMPUTE THE TAX

### Method A

Use this method if you receive royalties, or if you didn't elect Method B. This method of computing net value of ores mined or royalties received is found in Section 47-1202(a), Idaho Code.

**Line 1.** Enter the taxable income from mining (defined in Section 613 of the Internal Revenue Code and Treasury Regulation 1.613-5) or the gross amount received as royalties. This is the amount used in your federal percentage depletion expense computation.

**Line 2.** Enter the depletion expense allowed on your federal income tax return related to the receipts reported on line 1 of this return. Include a copy of the federal depletion expense computation.

### Method B

**Line 4.** Enter the gross value of ores mined as determined by the U.S. Department of the Interior. Include a schedule detailing your computation.

**Line 5.** Enter the total of all direct mining and Idaho transportation costs attributable to the production of the ores to the point at which the ores were valued for line 4 above. Include a schedule itemizing these mining costs.

**Line 6.** Enter the allowable portion of the depletion expense deducted on your federal income tax return computed as follows:

$$\frac{\text{Gross value of ores (line 4)}}{\text{Gross value of ores for federal depletion expense purposes}} \times \text{Depletion expense allowed on the federal income tax return} = \text{Deductible portion of federal depletion expense}$$

**Line 13.** Total due. Tax payments of \$100,000 or more must be paid by electronic funds transfer. If you're making an electronic funds transfer for the first time, contact the Tax Commission at (208) 334-7660 for further information.

## AMENDED RETURN ONLY

Complete lines 14 through 16 only if you're filing this return as an amended return.

**MAIL TO: Idaho State Tax Commission, PO Box 56, Boise ID 83756-0056**

**INCLUDE A COPY OF YOUR FEDERAL DEPLETION EXPENSE COMPUTATION.**