

## INSTRUCTIONS FOR COMPLETING THE BUSINESS PERSONAL PROPERTY TAX RETURN:

- **Preprinted Business Data**

Verify the accuracy of all preprinted information relating to the business owner, trade name, mailing address, email address and physical business location. Please make any changes or adjustments, if applicable.

- **Column “Cost of Property Reported Last Year”**

Review the preprinted cost reported in this column. The preprinted cost is the total cost assessed and billed for the prior tax year, broken down by acquisition year.

- **Column “Cost of Acquisitions and/or Transfers In & Cost of Disposals and/or Transfers Out”**

To account for new acquisitions, transfers and disposals, please report the total cost on the line item for the original year of purchase.

- **Column “Total Cost for 2023”**

This column represents the total cost of equipment that was located in the City as of January 1, 2023. To calculate the total, start with the preprinted cost reported from last year and **add** any transfers in and new acquisitions costs. Then **subtract** any transfers out or disposed property cost.

- **Schedule for Manufacturing Equipment**

To report manufacturing equipment, the business must hold a City of Alexandria manufacturing business license.

- **Schedule for Leased Property**

Leased/rented business tangible personal property should be reported on the annual return. The schedule for leased property is only used for equipment for which the owner/leasing company is responsible for the annual tax liability. To determine the tax liability, please refer to the leasing agreement or contract with the leasing company. All leased equipment should be identified with the owner's name, address, equipment description, lease number, lease begin date, and cost of the equipment or rental amount.

- **Sample of Equipment per Schedule**

- Schedule for Office Furniture & Fixtures: standard office furniture, such as desks, chairs, hutches, file cabinets, bookcases, etc.; copiers/digital copiers; projectors; fax machine; telephone systems; Polycom sound stations; digital cameras; signage; canopies; standard cash registers; restaurant equipment; hotel equipment; kitchen equipment; automobile equipment and tools; mailing machines; and medical equipment (Excluding: Ultrasound and Mammography machines).
- Schedule for Manufacturing Equipment: Business must be classified as a manufacturer for business license purposes.
- Schedule for Unlicensed Vehicles: bulldozers, cranes, trailers, tractors, forklifts, graders, hydraulic lifts, loaders, snow plows, etc.
- Schedule for Computers & Peripherals: desktop computers; laptops; docking stations; printers, scanners & plotters; hub, switches, router, modem, & UPS; mobile devices like PDA's & iPhones; POS registers; etc. Exceptions: Ultrasound/Mammography Machines and ATMs.

- **Note:**

- Miscellaneous Taxable Items: freight, sales tax, installation, and configuration
- Miscellaneous Non-Taxable Items: licenses, conversion, training packages, and software

## GENERAL INFORMATION:

Any individual, partnership, or corporation engaged in any business/profession or leasing equipment in the City of Alexandria as of January 1, 2023, must file a Business Personal Property Tax Return with the Finance Department, P. O. Box 178, Alexandria, Virginia 22313 on or before **May 1, 2023**.

The Business Personal Property Tax is based on the original purchase cost of all tangible business personal property (including furniture, fixtures, machinery and tools, and computers and peripherals) used in any business or profession. All tangible property located in the business as of January 1, 2023, must be reported on the annual return. Fiscal year businesses must include all property purchased in the calendar year even though the equipment will not be reflected on the federal depreciation schedule.

The annual assessment for business tangible personal property is calculated based on a percentage of the original cost on the equipment description, the year of purchase (acquisition year) and the assigned schedule.

If the business did not have any business tangible personal property located in the City as of January 1, 2023, the business is still required to submit an annual return that indicates that the business has no equipment and provide an explanation.

Failure to submit the annual return on or before the due date will result in a late filing penalty of five percent (5%) of the tax due or \$10, whichever is greater. If the return is filed within 30 days of the filing due date, the late filing penalty may not exceed the tax due and may not exceed \$500.00. **Failure to submit an annual business personal property tax return will result in a statutory (estimated) tax assessment. The statutory tax is based on an estimated assessment of \$75,000 for the first year in which the business failed to file a return.**

If a business begins or began operating in the City after January 1, 2023, there is no tax liability for the current tax year. If a business moves out of the City or ceases business after January 1, 2023, the business is liable for the full tax year. **THERE IS NO PRORATION OF A BUSINESS PERSONAL PROPERTY TAX BILL.**

**THE 2023 BUSINESS PERSONAL PROPERTY TAX IS DUE ON OCTOBER 5, 2023.**

ONLINE FILINGS AT [HTTPS://BUSINESSTAXPORTAL.ALEXANDRIAVA.GOV/BTP/](https://BUSINESSTAXPORTAL.ALEXANDRIAVA.GOV/BTP/)  
EMAIL: [BUSINESSTAX@ALEXANDRIAVA.GOV](mailto:BUSINESSTAX@ALEXANDRIAVA.GOV)