

HU-1040

HUDSON INDIVIDUAL  
INCOME TAX RETURNFor the year  
January 1 - December 2 \_\_\_\_\_CITY OF HUDSON  
INCOME TAX DIVISION2025

Or Other Taxable Year beginning \_\_\_\_\_, Ending \_\_\_\_\_

<b>DID YOU FILE A HUDSON RETURN LAST YEAR?</b> YES <input type="checkbox"/> NO <input type="checkbox"/> If no, explain: _____  <b>IF YES, IS THE NAME(S), FILING STATUS AND ADDRESS IDENTICAL TO PREVIOUS YEAR RETURN?</b> YES <input type="checkbox"/> NO <input type="checkbox"/> If no, explain: _____	First Name and Initial (If Joint Return, First Name and Initial of Spouse)	Last Name Phone Number	Your Social Security Number Spouse's Social Security Number
	Home Address (Number and Street or rural route)		Your Occupation
	City, Town or Post Office and State		Zip
	Spouse's Occupation		
	<b>EXEMPTIONS</b> Regular 65 & over Blind Deaf Paraplegic, Quadriplegic, Totally or Permanently Disabled Dependent Children, other: (List Names) 1. Yourself <input type="checkbox"/> Spouse <input type="checkbox"/> 2. Your Filing Status - check only one: <input type="checkbox"/> Single <input type="checkbox"/> Married filing joint return <input type="checkbox"/> Married filing separately.		
<input type="checkbox"/> Resident (full year) <input type="checkbox"/> Non-Resident (full year) <input type="checkbox"/> Part-Year Resident (see Sch B) Lived in Hudson during past year From _____ To _____ Former Address _____			
<b>INCOME -</b> (If joint return, include all income of both husband and wife) 1. Enter GROSS income from employers for wages, salaries, commissions, tips, sick pay etc. (DO NOT INCLUDE S.U.B. [Supplemental Unemployment Benefit] PAY) Employer's Name _____ Address at Major Work Site _____		<b>TOTAL WAGES REPORTED ON W-2 OR 1099 DOLLARS</b> _____ _____ _____ <b>ROUND OFF</b> Drop amounts \$0.49 and under Increase amounts \$0.50 to \$0.99 to next \$1.00	

A  
T  
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H  
  
C  
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C  
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P  
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O  
F  
  
W-2  
or  
1099  
  
H  
E  
R  
E

## TOTALS ▶

- 2A. Dividend and interest income per Federal Return: [Residents Only] . . . . .
- 2B. **Additions** to income from page 2, PART 1, line 9 . . . . .
3. Total Income - [Add lines 1, 2A and 2B] . . . . .
- 4A. **Subtractions** from income from page 2, PART 2, line 4 . . . . .
- 4B. **Subtraction** for IRA [Individual Retirement Account] . . . . .
5. Adjusted income - [line 3 less lines 4A and 4B] . . . . .
6. **EXEMPTIONS:** Multiply the number of exemptions claimed by \$1,000.00 . . . . .
7. Income subject to tax - [line 5 less line 6] . . . . .
8. TAX - Multiply amount on line 7 by one of the following:
- A. RESIDENT ONLY - 1% [.01] . . . . .
- B. NON-RESIDENT ONLY - 1/2 % [.005] . . . . .
- C. PART-YEAR RESIDENT - Tax from Schedule B, Line 10 . . . . .

1.	_____	_____
2A.	_____	_____
2B.	_____	_____
3.	_____	_____
4A.	_____	_____
4B.	_____	_____
5.	_____	_____
6.	_____	_____
7.	_____	_____
8.	_____	_____

## PAYMENTS AND TAX CREDITS

9. Hudson Tax Withheld [attach copy of W-2 showing city tax withheld] . . . . .
10. Current year estimated payments [including credit from prior year overpayment] . . . . .
11. Credits for income tax paid to another Michigan municipality or by a partnership . . . . .

9.	_____	_____
10.	_____	_____
11.	_____	_____

MAKE CHECKS  
PAYABLE TO  
CITY OF HUDSON

## TAX DUE OR REFUND

12. Total Payments and Credits - [Add Lines 9, 10 and 11] . . . . .
13. If line 8 is larger than line 12 enter BALANCE DUE . . . . .
14. If line 12 is larger than line 8 enter OVERPAYMENT . . . . .
- 14A. Amount to be credited to next years Estimated Tax . . . . .
- 14B. Amount to be refunded [less than one dollar [ \$1<sup>00</sup> ] not refunded] . . . . .

## PAY IN FULL WITH RETURN

14A.	_____	_____
14B.	_____	_____

12.	_____	_____
13.	_____	_____
14.	_____	_____

This return is due April 30th, or on the last day of the fourth month after the close of your tax year.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements and to the best of my knowledge and belief it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

**Sign** ▶ \_\_\_\_\_  
Your Signature Date

**here** ▶ \_\_\_\_\_  
Spouse's signature (if filing jointly BOTH must sign even if only one had income)

▶ \_\_\_\_\_  
Signature of preparer other than taxpayer Date

\_\_\_\_\_  
Address

PREPARER PHONE NUMBER \_\_\_\_\_

Mail Return To: City of Hudson, Income Tax Division, P.O. Box 231, Hudson, Michigan 49247

PAGE 1

**PART 1 - ADDITIONS (SEE INSTRUCTIONS FOR PART 1)**

**PROFIT (OR LOSS) FROM BUSINESS OR PROFESSION**

1. Net profit [or loss] from business or profession - ATTACH FEDERAL SCHEDULE . . . . .	1. \$	
2. Less: Net operating loss carry over . . . . .	2.	
3. Less: Self-Employment Retirement Deduction . . . . .	3.	
4. Total - [line 1 less lines 2 and 3] . . . . .	4.	

**SALES AND EXCHANGES OF PROPERTY**

5. Net income [or loss] from sale or exchange of property - ATTACH FEDERAL SCHEDULE . . \$		
	5.	

**RENTS AND ROYALTIES:**

6. Net income [or loss] from rents and royalties - ATTACH DETAIL FROM YOUR FEDERAL INCOME TAX RETURN . . . . .	6.	
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**OTHER INCOME**

7. Other net income [or loss] from partnerships, estates, trusts, Capital Gains or Loss, etc. - ATTACH FEDERAL SCHEDULE		
Received From	Kind of Income	AMOUNT
a. . . . .		\$
b. . . . .		
c. Total of lines 7a and 7b - enter in last column . . . . .		7c.
8. Distributions from a tax-option corporation . . . . .		8.
9. TOTAL OF PART 1 - [add lines 4, 5, 6, 7c, and 8] - enter here and on page 1, line 2B . . . . .		9.

**PART 2 - SUBTRACTIONS (See instructions for PART 2)**

**DEDUCTIONS ALLOWED ON HUDSON RETURN**

You must attach a copy of your Federal Form to support entries on lines 1 thru line 4

1. Employee Business Expenses - attach Federal Form . . . . .	1. \$	
2. Moving Expenses - [Into City only] - attach Federal Form . . . . .	2.	
3. Other (please identify) . . . . .	3.	
4. Total Subtractions - [Add lines 1, 2, and 3] - enter here and on Page 1, line 4A . . . . .	4.	

**PART-YEAR RESIDENTS - Be sure to fill out Schedule B and include it with your return**  
**ALL TAXPAYERS - PLEASE BE SURE TO ATTACH ALL W-2's and 1099's AS WELL AS ALL SCHEDULES AS INDICATED**

## SCHEDULE A - COMPUTATION OF WAGES EARNED IN HUDSON - DO NOT USE THIS SCHEDULE IF ALL OF YOUR WORK IS PERFORMED IN HUDSON

This schedule applies to NON-RESIDENTS ONLY, and must be accompanied by a statement from your employer. Where both Husband and Wife have income subject to allocation figure them separately. Also a separate computation must be made for each job performed both in and out of the City.

(See instructions for definition of "days worked" and for computation of percentage)

	Job # 1	Job # 2
1. Actual number of days worked on job (do not include week-ends you did not work, vacation days, sick days, etc.) . . . . .		days
2. Actual number of days worked on job in Hudson . . . . .		days
3. Percentage of days worked in Hudson to total (line 2 divided by line 1) . . . . .		%
4. Wages shown on W-2 or 1099 (see note below) . . . . .	\$	\$
5. Wages earned in Hudson during taxable period (line 4 multiplied by percentage on line 3) - Enter here and on line 1 page 1 . . . . .	\$	\$

NOTE: Those keeping separate records of Hudson earnings, so indicate on line 5

### INSTRUCTIONS: NON-RESIDENTS WHO PERFORMED ONLY PART OF THEIR SERVICES IN HUDSON

Non-residents who performed only part of their services in Hudson must fill in a Schedule A. Line 1 of Schedule A refers to the actual number of days you were on the job everywhere during the year. You are not considered to be on the job when there is a holiday, when you are sick or when on vacation. Example - a construction worker worked 160 days in Hudson and 80 days out of Hudson or a total of 240 working days. In the above example he would show on Line 2 "160" days as the actual number of days worked in Hudson. Then, by dividing the figure on Line 2 (160) by the figure on Line 1 (240) he would find the percent of time worked in Hudson to be entered on Line 3. On Line 4 enter the total of your earnings everywhere for the year. Multiplying Line 4 by Line 3 will then provide the figure to be entered on Line 5 and carried forward to Line 1 on Form HU-1040.

For each job site listed on Schedule A, enter on Line 1 of the tax return the employer's name, address, and wages subject to Hudson tax from Line 5 of Schedule A.

NOTE !! - Instead of using "days worked" employees paid on a commission basis should multiply their total wages by the ratio of commissions earned in Hudson to total commission earned. Those who cannot arrive at a percentage of income earned in Hudson based on "days worked" may substitute "hours" for "days" in Schedule A computation - as long as the percentage arrived at results in an equitable allocation and apportionment of the taxpayer's taxable income. Those individuals keeping separate records of actual Hudson earnings should so indicate on Line 5 of Schedule A.

## SCHEDULE B - COMPUTATION OF WAGES FOR PART - YEAR RESIDENTS

This schedule applies only if you had taxable income during the year both as a Resident and Non-Resident.

	COLUMN 1	COLUMN 2*
	ALL INCOME WHILE A HUDSON RESIDENT	PORTION OF INCOME EARNED IN HUDSON WHILE A NON-RESIDENT
1. Gross Wages - (Attach W-2) . . . . .	1.	
2. Additions - (see applicable instructions for PART 1 and attach Federal Schedules)	2.	
3. Total - (Add lines 1 and 2) . . . . .	3.	
4. Subtractions (see applicable instructions for PART 2 and attach Federal Schedules) . . . . .	4.	
5. Total Income Both Columns - (line 3 less line 4) . . . . .	5.	
6. Exemptions - Multiply number of exemptions claimed by \$1,000.00, enter in Column 1. (If more than line 5, carry excess to Column 2) . . . . .	6.	
7. Taxable Income - (line 5 less line 6) . . . . .	7.	
8. Tax- Resident Income - Multiply line 7, Column 1 by 1% (.01) . . . . .		8.
9. Tax - Non-Resident Income - Multiply line 7, Column 2 by 1/2% (.005) . . . . .		9.
10. TOTAL TAX - (Add lines 8 and 9 and enter on Page 1, line 8) . . . . .		10.

\* NOTE: Deductions are limited to the amount taken on your Federal Return and to the same percent that your Hudson taxable income bears to your total income. For example: If 80% of your income is earned in Hudson as a non-resident, then only 80% of allowable expenses are deductible. (Attach Federal Schedule)

RESIDENT FROM: \_\_\_\_\_ to \_\_\_\_\_  
(PLEASE ENTER DATES)

PREVIOUS ADDRESS WAS: \_\_\_\_\_  
\_\_\_\_\_

## SCHEDULE C - BUSINESS ALLOCATION FORMULA

	Located everywhere I	Located in Hudson II	Percentage II ÷ I
1. Average net book value of real and tangible personal property . . . . .	\$ _____	\$ _____	
a. Gross annual rentals of real and tangible personal property multiplied by 8 . . . . .	_____	_____	
b. TOTAL (Add lines 1 and 1a) . . . . .	_____	_____	_____ %
2. Total wages, salaries, commissions and other compensation of all employees . . . . .	_____	_____	_____ %
3. Gross receipts from sales made or services rendered . . . . .	_____	_____	_____ %
4. Total Percentages - add the three percentages computed for lines 1b, 2 and 3 which you entered in the last column (you must compute a percentage for each of lines 1b, 2 and 3)			_____ %
5. Average percentage (one-third of line 4, see note below) - enter here and on line 6.			_____ %
6. Average percentage (line 5) . . . . . % x net profit per Federal Form 1040 Schedule C. \$ . . . . . = \$ . . . . .			
Carry to line 1, PART 1 on Page 2 (Profit or loss from Business or Profession)			

**NOTE:** In determining the average percentage (line 5), a factor shall be excluded from the computation only when such factor does not exist anywhere insofar as the taxpayer's business operation is concerned and, in such cases, the sum of the percentages on line 4 shall be divided by the number of factors actually used.

In the case of a taxpayer authorized by the Administrator to use one of the special formulae, use the lines provided below.

a. Numerator . . . . .	c. Percentage (a ÷ b) . . . . .
b. Denominator . . . . .	d. Date of Administrator's approval letter . . . . .

## SCHEDULE C - INSTRUCTIONS FOR BUSINESS ALLOCATION FORMULA

The business allocation percentage formula is to be used by non-resident owners of businesses with business activity both within and without the City of Hudson unless permission has been granted by the Income Tax Division to use another method.

Line 1. Enter in Column 1 the average net book value of all real and tangible personal property owned by the business, regardless of location; and in Column 2 show the net book value of the real and tangible personal property located in the City of Hudson. The average net book value of real and tangible personal property may be determined by adding the net book values at the beginning of the year and the net book values at the end of the year and dividing the sum thus obtained by two. Any other method which will accurately reflect the average net book value for the year will also be permitted.

Line 1a. Enter in Column 1 the gross annual rentals multiplied by 8 for all rented real property regardless of location. In Column 2 show the gross annual rentals multiplied by 8 for all rented real property located in the City of Hudson.

Line 2. Enter in Column 1 the total compensation paid to all employees during the year and in Column 2 show the amount of compensation paid to employees for work done or for services performed within the City of Hudson during the year.

Line 3. Enter in Column 1 the total gross receipts from all sales or services rendered during the year and in Column 2 show the amount of receipts derived from sales made or services rendered in the City of Hudson during the year.