

2 Local Firms Receive Excess Profits Refunds

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Washington.—Two Jamestown firms have received excess profits tax refunds from the Internal Revenue Department, according to a list published today by the agency.

Union-National, Inc., 226 Crescent Street, received a net refund of \$730.22 in a readjustment of its taxes for the fiscal year ending April 30, 1946.

Weber-Knapp Inc., received a net refund of \$1,729.76 for the calendar years 1943 and 1944.

A former Jamestown concern, Franklin Daystrom Associates, Inc., of Olean, originally known as Daystrom Corporation, received a net tax refund of \$56,545.86 for the calendar year 1944.

Under the excess profits tax program, concerns are allowed a basic maximum in profits after which the heavy excess profits tax applies. Corporations frequently appealed the maximum figure, claiming that it was too low. If the Bureau agreed to any or all of the increase, the concern received a refund on its Excess Profits tax, but then was assessed normal income taxes on the extra profits authorized.

The breakdown for the Jamestown firms:

Union National—bureau allowed profits of \$18,313.77 for fiscal 1946; company asked ad-

ditional profits (within basic excess profits tax-free maximum) of \$1,307.88; bureau allowed firm an increase in profits maximum of \$2,590.7 (rarely does the bureau allow more or even as much as is sought); this resulted in an excess profits tax refund of \$1,651.66, but an increase in income taxes of \$921.44, to make a net refund of \$730.22.

Weber-Knapp—bureau allowed profits of \$113,809.58 for both calendar years 1943 and 1944; company asked additional excess-profits tax free profits of \$829,489.82 for 1943 and \$29,395.31 for 1944; bureau allowed increase in profits for each year of \$1,779.50; this resulted in a refund on excess profits tax for 1943 of \$1,601.55, but an income tax boost of \$850.46, and a refund for 1944 of \$1,690.53, with an income tax boost of \$711.86. The adjustments totaled \$3,292.08 in excess profits tax refunds, with an income tax increase of \$1,562.32 for the two years, for a net refund of \$1,729.76.

Franklin Daystrom—Bureau allowed profits of \$87,299.21 for calendar year 1944; company asked additional profits of \$102,810.66 and was allowed full request; this resulted in an excess profits tax refund of \$97,670.13, but an income tax increase of \$41,124.27, to make a net refund of \$56,545.86.