



# 2005 RI-1040

## Rhode Island Resident Individual Income Tax Return

This booklet contains:

RI-1040

RI Schedule EIC

RI-8615

RI Schedule OT

Instructions

RI Tax Tables

RI Schedule D

RI-6251

RI Deduction Schedules

RI-2210A

Return Envelope

RI Tax Computation Worksheet

RI-1040H

RI-4868

RI-1040V

RI Schedule CGW

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# RI-1040 RHODE ISLAND RESIDENT INDIVIDUAL INCOME TAX RETURN



# 2005

<b>NAME AND ADDRESS</b>  <div style="border: 1px solid black; border-radius: 15px; padding: 5px; width: fit-content;">             please print or type         </div>	First Name _____ Initial _____ Last Name _____	Your Social Security Number _____	
	Spouse's First Name _____ Initial _____ Last Name _____	Spouse's Social Security Number _____	
	Present Home Address (Number and street, including apartment number or rural route) _____		Daytime Telephone Number (____) _____
	City, Town or Post Office _____ State _____ Zip Code _____	City or Town of Legal Residence _____	

**ELECTORAL CONTRIBUTION** If you want \$5.00 (\$10.00 if a joint return) to go to this fund, check here. (See instructions. This will not increase your tax or reduce your refund.)  Yes  No

If you wish the 1st \$2.00 (\$4.00 if a joint return) to be paid to a specific party, check the box and fill in the name of the political party. Otherwise, it will be paid to a nonpartisan general account.  \_\_\_\_\_

**FILING STATUS**

**Check only one box**

1  Single      2  Married filing jointly      3  Married filing separately      4  Head of Household      5  Qualifying widow(er)

<b>INCOME, TAX AND CREDITS</b>  <div style="border: 1px solid black; padding: 5px;"> <p>Single <b>\$5,000</b></p> <p>Married filing jointly or Qualifying widow(er) <b>\$8,300</b></p> <p>Married filing separately <b>\$4,150</b></p> <p>Head of household <b>\$7,300</b></p> <p>However, people over 65, blind or can be claimed as a dependent, see the RI Deduction Schedules on page 4, check <input checked="" type="checkbox"/> this box and attach the schedule.</p> <p><input type="checkbox"/></p> </div> <div style="border: 1px solid black; border-radius: 15px; padding: 5px; width: fit-content; margin-top: 10px;">             Attach Forms W-2 and 1099 here.         </div>	1. Federal AGI (Adjusted Gross Income) - Federal Form 1040, line 37; 1040A, line 21; 1040EZ, line 4 or Telefile, line I. _____	1.	
	2. Net modifications to Federal AGI (if no modifications, enter zero on this line) - Page 2, Schedule I, Line 25.....	2.	
	3. Modified Federal AGI - combine lines 1 and 2 (add net increases or subtract net decreases).....	3.	
	4. Deductions - RI standard deduction (left margin) or amount from Federal Schedule A, line 28, whichever is greater. <b>If you itemize and line 3 is over \$145,950 (\$72,975 if married filing separate) see itemized deduction schedule on page 4.....</b>	4.	
	5. Subtract line 4 from line 3.....	5.	
	6. Exemptions - Enter federal exemptions in box then multiply by \$3,200 and enter result in 6. <b>If line 3 is over \$109,475 or you provided housing to a person displaced by Hurricane Katrina, see worksheet on page I-4 for exemption amount.....</b> <input type="checkbox"/> X \$3,200 = _____	6.	
	7. <b>RI TAXABLE INCOME</b> - subtract line 6 from line 5.....	7.	
	8. A. RI income tax <input type="checkbox"/> RI Tax Table or Tax Computation Worksheet <input type="checkbox"/> RI Schedule CGW <input type="checkbox"/> RI Schedule D <input type="checkbox"/> RI Schedule J <input type="checkbox"/> RI-8615	8A.	
	B. Other RI taxes from page 3, RI Schedule OT, line 14.....	8B.	
	9. RI alternative minimum tax from RI-6251, line 14.....	9.	
	10. Total RI income tax - add lines 8A, 8B and 9.....	10.	
	11. A. RI percentage of allowable Federal credits from page 2, schedule II, line 34.....	11A.	
	B. Other RI credits - indicate credit form number(s) _____ attach forms..	11B.	
	C. RI credit for income taxes paid to other states from page 2, schedule III, line 41.....	11C.	
	12. Total RI credits - add lines 11A, 11B and 11C.....	12.	
	13. RI income tax after credits - subtract line 12 from line 10 (not less than zero).....	13.	
	14. RI use/sales tax (see page I-5 of instructions).....	14.	
15. Total RI tax - add lines 13 and 14.....	15.		
16. RI checkoff contributions from page 3, schedule IV, line 8 <b>(contributions reduce your refund or increase your balance due)</b> .....	16.		
17. <b>TOTAL RI TAX AND CHECKOFF CONTRIBUTIONS</b> - add lines 15 and 16.....	17.		

<b>PAYMENTS AND PROPERTY TAX RELIEF CREDIT</b>	18. A. RI 2005 income tax withheld (please attach forms W-2, 1099, etc.).....	18A.		Check <input checked="" type="checkbox"/> if extension is attached.  <input type="checkbox"/>
	B. 2005 estimated tax payments and amount applied from 2004 return.....	18B.		
	C. Property tax relief credit from RI-1040H, line 15 or 22 (attach form RI-1040H).....	18C.		
	D. RI earned income credit from page 2, RI Schedule EIC, line 50.....	18D.		
	E. Other payments.....	18E.		
	F. <b>TOTAL PAYMENTS AND CREDITS</b> - add lines 18A, 18B, 18C, 18D and 18E.....	18F.		

<b>AMOUNT DUE</b>	19. If line 17 is <b>LARGER</b> than line 18F, Subtract line 18F from 17. <b>YOU OWE THIS AMOUNT. Complete RI-1040V.</b> Check <input checked="" type="checkbox"/> if RI-2210 or RI-2210A is attached - enter interest due \$ _____ or enter zero..... ☹️	19.	
	20. If line 18F is <b>LARGER</b> than 17, subtract line 17 from 18F. <b>THIS IS THE AMOUNT YOU OVERPAID</b> ..... ☺️	20.	
<b>REFUND</b>	21. Amount of overpayment to be refunded.....	21.	
	22. Amount of overpayment to be applied to 2006 estimated tax.....	22.	

RI SCHEDULE I RI MODIFICATIONS TO FEDERAL AGI

Table with 3 columns: Description, Line Number, and Amount. Rows include: 23. A. Modifications INCREASING Federal AGI... 23B. Other modifications INCREASING Federal AGI... 23C. Total modifications INCREASING Federal AGI... 24. A. Modifications DECREASING Federal AGI... 24B. Other modifications DECREASING Federal AGI... 24C. Total modifications DECREASING Federal AGI... 25. NET MODIFICATIONS TO FEDERAL AGI...

RI SCHEDULE II ALLOWABLE FEDERAL CREDITS

Table with 3 columns: Description, Line Number, and Amount. Rows include: 26. RI income tax from page 1, line 10... 27. Foreign tax credit from Federal Form 1040, line 47... 28. Credit for child and dependent care expenses... 29. Credit for the elderly or the disabled... 30. Federal mortgage interest credit... 31B. Other federal credits... 32. Total - add lines 27, 28, 29, 30 and 31B... 33. Tentative allowable federal credits... 34. MAXIMUM CREDIT...

RI SCHEDULE III CREDIT FOR INCOME TAXES PAID TO ANOTHER STATE

NOTE: Attach signed copy of the other state return.

Table with 3 columns: Description, Line Number, and Amount. Rows include: 35. RI income tax (page 1, line 10) less allowable federal credits... 36. Adjusted gross income from other state... 37. Modified federal AGI... 38. Divide line 36 by line 37... 39. Tentative credit... 40. Tax due and paid to other state... 41. MAXIMUM TAX CREDIT...

RI SCHEDULE EIC RHODE ISLAND EARNED INCOME CREDIT

Table with 3 columns: Description, Line Number, and Amount. Rows include: 42. Rhode Island income tax from RI-1040... 43. Federal earned income credit... 44. Rhode Island percentage (25%)... 45. Multiply line 43 by line 44... 46. Enter the SMALLER of line 42 or line 45... 47. Subtract line 46 from line 45... 48. Refundable percentage (10%)... 49. RI refundable earned income credit... 50. TOTAL RI EARNED INCOME CREDIT...

Under penalties of perjury, I declare that I have examined this return, and to the best of my knowledge and belief, it is true, correct and complete.

Signature and Date fields for taxpayer and spouse. Includes checkboxes for 'If you do not need forms mailed to you next year...' and 'May the division contact your preparer...'. Fields for 'Paid preparer's signature and address', 'SSN, PTIN or EIN', and 'Telephone number'.

# OTHER RI SCHEDULES








# 2005

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

## RI SCHEDULE IV RI CHECKOFF ✓ CONTRIBUTIONS

**NOTE:** Contributions reduce your refund or increase your balance due.

		\$1.00	\$5.00	\$10.00	Other		
1.	 Drug program account.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	1. _____
2.	 Olympic Contribution Yes <input type="checkbox"/> \$1.00 Contribution (\$2.00 if a joint return) .....						2. _____
3.	 RI Organ Transplant Fund.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	3. _____
4.	 RI Council on the Arts.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	4. _____
5.	 RI Nongame Wildlife Fund.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	5. _____
6.	 Childhood Disease Victims' Fund.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	6. _____
7.	 RI Military Family Relief Fund.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	7. _____
8.	<b>TOTAL CONTRIBUTIONS</b> - add lines 1, 2, 3, 4, 5, 6 and 7 - Enter here and on RI-1040 or RI-1040NR, page 1, line 16.....						8. <table border="1" style="display: inline-table; width: 100px; height: 20px;"></table>

## RI SCHEDULE OT OTHER RHODE ISLAND TAXES

**TAX ON LUMP-SUM DISTRIBUTIONS, PARENTS' ELECTION TO REPORT CHILD'S INTEREST AND DIVIDENDS, RECAPTURE OF FEDERAL TAX CREDITS AND OTHER MISCELLANEOUS FEDERAL INCOME TAXES.**

9.	Tax on lump-sum distributions - Federal Form 4972, line 7 or line 30, whichever applies.....	9. _____
10.	Parents' election to report child's interest and dividends from all Federal Form(s) 8814, line 9.....	10. _____
11.	Amount of recapture of federal tax credits and other miscellaneous federal income taxes (see instructions).....	11. _____
12.	Total - add lines 9, 10 and 11.....	12. _____
13.	Rhode Island percentage.....	13. <b>25%</b>
14.	<b>OTHER RHODE ISLAND TAXES</b> - Multiply line 12 by line 13. Enter here and on RI-1040 or RI-1040NR, line 8B.....	14. <table border="1" style="display: inline-table; width: 100px; height: 20px;"></table>

## RI-8615 TAX FOR CHILDREN UNDER AGE 14 WHO HAVE INVESTMENT INCOME

15.	Child's tax from Federal Form 8615, line 18.....	15. _____
16.	Rhode Island percentage.....	16. <b>25%</b>
17.	<b>TAX</b> - multiply line 15 by line 16 - Enter here and on RI-1040 or RI-1040NR, line 8A and check the RI-8615 box.....	17. <table border="1" style="display: inline-table; width: 100px; height: 20px;"></table>

# RI Deduction Schedules for RI-1040 or RI-1040NR, line 4

# 2005

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

## A. STANDARD DEDUCTION SCHEDULE FOR PEOPLE AGE 65 OR OLDER OR BLIND

**DO NOT** use this schedule if someone can claim you, or your spouse if filing jointly, as a dependent. Instead use RI Deduction Schedule B below.

Check if:  **YOU** were 65 or older, (born before 01/02/1941),  Blind,  **SPOUSE** was 65 or older, (born before 01/02/1941),  Blind

A. Enter the number of boxes checked above..... A. \_\_\_\_\_

If your filing status is .....	AND the number on line A is ....	THEN your RI standard deduction is ....
Single	1	\$6,250
	2	7,500
Married filing jointly or Qualifying widow(er)	1	9,300
	2	10,300
	3	11,300
	4	12,300
Married filing separately	1	5,150
	2	6,150
	3	7,150
	4	8,150
Head of household	1	8,550
	2	9,800

## B. STANDARD DEDUCTION SCHEDULE FOR DEPENDENTS

Use this schedule **ONLY** if someone can claim you, or your spouse if filing jointly, as a dependent.

- Add \$250 to your **EARNED INCOME\***. Enter the total here..... 1. \_\_\_\_\_
- Minimum standard deduction..... 2. 800
- Enter the **LARGER** of line 1 or line 2..... 3. \_\_\_\_\_
- Enter the amount shown below for your filing status.
 

Single.....	\$5,000	}	..... 4. _____
Married filing jointly or Qualifying widow(er).....	8,300		
Married filing separately.....	4,150		
Head of household.....	7,300		
- STANDARD DEDUCTION**
  - Enter the **SMALLER** of line 3 or line 4. If under age 65 and not blind, **STOP HERE** and enter this amount on RI-1040 or RI-1040NR, line 4. **OTHERWISE**, go to line 5B..... 5A. \_\_\_\_\_
  - Check if:  **YOU** were 65 or older, (born before 01/02/1941),  Blind,  **SPOUSE** was 65 or older, (born before 01/02/1941),  Blind  
If age 65 or older or blind, multiply the number of boxes checked by: \$1,250 if Single or Head of household; \$1,000 if Married filing jointly, Married filing separately or Qualifying widow(er)..... 5B. \_\_\_\_\_
  - Add lines 5A and 5B. Enter the total here and on RI-1040 or RI-1040NR, line 4..... 5C. \_\_\_\_\_

**\*EARNED INCOME** includes wages, salaries, tips, professional fees and other compensation received for personal services you performed. It also includes any amount received as a scholarship that you must include in your income. Generally, your earned income is the total of the amount(s) you reported on Federal Form 1040, lines 7, 12 and 18 minus line 27; Federal Form 1040A, line 7 or Federal Form 1040EZ, line 1.

## C. ITEMIZED DEDUCTION SCHEDULE

(If you claimed a modification on RI-1040 or RI-1040NR, line 2; you must recalculate your Federal Schedule A before you complete this schedule)

- Add the amounts from Federal Form, Schedule A, lines 4, 9, 14, 18, 19, 26 and 27..... 1. \_\_\_\_\_
- Add the amounts from Federal Form, Schedule A, lines 4, 13 and 19 plus any gambling and casualty or theft losses included on line 27..... 2. \_\_\_\_\_
- Is the amount on line 2 less than the amount on line 1?  
 No. **STOP HERE!** Your deduction is not limited. Enter the amount from line 1 above on RI-1040 or RI-1040NR, line 4.  
 Yes. Subtract line 2 from line 1..... 3. \_\_\_\_\_
- Multiply line 3 above by 80% (.80)..... 4. \_\_\_\_\_
- Enter the amount from RI-1040 or RI-1040NR, line 3..... 5. \_\_\_\_\_
- Enter \$145,950 (\$72,975 if Married filing separately)..... 6. \_\_\_\_\_
- Is the amount on line 6 less than the amount on line 5?  
 No. **STOP HERE!** Your deduction is not limited. Enter the amount from line 1 above on RI-1040 or RI-1040NR, line 4.  
 Yes. Subtract line 6 from line 5..... 7. \_\_\_\_\_
- Multiply line 7 by 3% (.03)..... 8. \_\_\_\_\_
- Enter the **SMALLER** of line 4 or line 8..... 9. \_\_\_\_\_
- Total itemized deductions - Subtract line 9 from line 1 - Enter the result here and on RI-1040 or RI-1040NR, line 4..... 10. \_\_\_\_\_

# RI Schedule CGW RHODE ISLAND CAPITAL GAINS WORKSHEET

# 2005

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

**NOTE:**

- Use this form **ONLY** if you did not calculate your tax on Federal Schedule D **AND**;
  1. you checked the box on Federal Form 1040, line 13, **OR**
  2. you entered an amount on Federal Form 1040A, line 10.
- You must attach this schedule to RI-1040 or RI-1040NR and check the box labeled RI Schedule CGW on line 8A.

1. RI taxable income, RI-1040 or RI-1040NR, line 7 <b>(IF THIS LINE IS ZERO OR LESS, DO NOT COMPLETE THIS FORM)</b> .....	1.	_____
2. Enter the amount of capital gains from Federal Form 1040, line 13 or 1040A, line 10.....	2.	_____
3. Subtract line 2 from line 1 <b>(if zero or less, enter zero)</b> .....	3.	_____
4. Figure the tax on the amount on line 3. Use the 2005 RI Tax Table or Tax Computation Worksheet, whichever applies.....	4.	_____
5. Enter the <b>SMALLER</b> of the amount on line 1 above <b>OR</b> <ul style="list-style-type: none"> <li>• \$49,650 If Married filing jointly or Qualifying widow(er)</li> <li>• \$29,700 If Single</li> <li>• \$39,800 If Head of household</li> <li>• \$24,825 If Married filing separately</li> </ul>	5.	_____
6. Is the amount on line 3 equal to or more than the amount on line 5? <input type="checkbox"/> Yes. Leave lines 6 through 8 blank; go to line 9 and check the "NO" box. <input type="checkbox"/> No. Enter the amount from line 3.....	6.	_____
7. Subtract line 6 from line 5.....	7.	_____
8. Multiply line 7 by 2.5% (.025).....	8.	_____
9. Are the amounts on lines 2 and 7 the same? <input type="checkbox"/> Yes. Leave lines 9 through 12 blank and go to line 13. <input type="checkbox"/> No. Enter the <b>SMALLER</b> of line 1 or line 2.....	9.	_____
10. Enter the amount, if any, from line 7.....	10.	_____
11. Subtract line 10 from line 9. <b>(if zero or less, enter zero)</b> .....	11.	_____
12. Multiply line 11 by 5% (.05).....	12.	_____
13. Add lines 4, 8 and 12.....	13.	_____
14. Figure the tax on the amount on line 1. Use the 2005 RI Tax Table or Tax Computation Worksheet, whichever applies.....	14.	_____
15. Tax on all taxable income <b>(including capital gains)</b> . Enter the <b>SMALLER</b> of line 13 or line 14. Also, enter this amount on RI-1040 or RI-1040NR, page 1, line 8A and check the RI Schedule CGW box.....	15.	

# RI Schedule D RHODE ISLAND CAPITAL GAINS

# 2005

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

1. RI taxable income, RI-1040 or RI-1040NR, line 7 <b>(IF THIS LINE IS ZERO OR LESS, DO NOT COMPLETE THIS FORM)</b> .....	1.	
2. Enter the <b>SMALLER</b> of Federal Schedule D, lines 15 or 16 <i>(if zero or less, enter zero)</i> .....	2.	
3. Enter the amount from Federal Form 4952, line 4g.....	3.	
4. Subtract line 3 from line 2.....	4.	
5. Combine Federal Schedule D, line 7 and Federal 28% Rate Gain Worksheet on page D-7, lines 1 through 5. <i>(if zero or less, enter zero)</i> ..	5.	
6. Enter the <b>SMALLER</b> of line 5 above or Federal Schedule D, line 18. <i>(if zero less, enter zero)</i> .....	6.	
7. Enter the amount from Federal Schedule D, line 19.....	7.	
8. Add lines 6 and 7.....	8.	
9. Subtract line 8 from line 4. <i>(if zero or less, enter zero)</i> .....	9.	
10. Subtract line 9 from line 1. <i>(if zero or less, enter zero)</i> .....	10.	
11. Enter the <b>SMALLER</b> of the amount on line 1 above <b>OR</b> <ul style="list-style-type: none"> <li>• \$49,650 If Married filing jointly or Qualifying widow(er)</li> <li>• \$29,700 If Single</li> <li>• \$39,800 If Head of household</li> <li>• \$24,825 If Married filing separately</li> </ul>	} ..... 11.	
12. Enter the <b>SMALLER</b> of line 10 or 11.....	12.	
13. Subtract line 4 from line 1. <i>(if zero or less, enter zero)</i> .....	13.	
14. Enter the <b>LARGER</b> of line 12 or line 13.....	14.	
15. Figure the tax on the amount on line 14. Use the 2005 RI Tax Table or Tax Computation Worksheet, whichever applies.....	15.	
<b>IF LINES 11 AND 12 ARE THE SAME, SKIP LINES 16 AND 17 AND GO TO LINE 18. OTHERWISE, GO TO LINE 16.</b>		
16. Subtract line 12 from line 11.....	16.	
17. Multiply line 16 by 2.5% (.025).....	17.	
<b>IF LINES 1 AND 11 ARE THE SAME, SKIP LINES 18 THROUGH 21 AND GO TO LINE 22. OTHERWISE, GO TO LINE 18.</b>		
18. Enter the <b>SMALLER</b> of line 1 or line 9.....	18.	
19. Enter the amount from line 16 above. <i>(if line 16 is blank, enter zero)</i> .....	19.	
20. Subtract line 19 from line 18.....	20.	
21. Multiply line 20 by 5.00% (.05).....	21.	
<b>IF LINE 7 IS ZERO OR BLANK, SKIP LINES 22 THROUGH 27 AND GO TO LINE 28. OTHERWISE, GO TO LINE 22.</b>		
22. Enter the smaller of line 4 or line 7.....	22.	
23. Add lines 4 and 14.....	23.	
24. Enter the amount from line 1 above.....	24.	
25. Subtract line 24 from line 23. <i>(if zero or less, enter zero)</i> .....	25.	
26. Subtract line 25 from line 22. <i>(if zero or less, enter zero)</i> .....	26.	
27. Multiply line 26 by 6.25% (.0625).....	27.	
<b>IF LINE 6 IS ZERO, SKIP LINES 28 THROUGH 30 AND GO TO LINE 31. OTHERWISE, GO TO LINE 28.</b>		
28. Add lines 14, 16, 20 and 26.....	28.	
29. Subtract line 28 from line 1.....	29.	
30. Multiply line 29 by 7.00% (.07).....	30.	
31. Add lines 15, 17, 21, 27 and 30.....	31.	
32. Figure the tax on the amount on line 1. Use the 2005 RI Tax Table or Tax Computation Worksheet, whichever applies.....	32.	
33. Tax on all taxable income <b>(including capital gains)</b> . Enter the <b>SMALLER</b> of line 31 or line 32. Also, enter this amount on RI-1040 or RI-1040NR, page 1, line 8A and check the RI Schedule D box.....	33.	



Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

PART 1 ALTERNATIVE MINIMUM TAX

1. Federal Alternative Minimum Taxable Income - Federal Form 6251, line 28..... 1.
2. Exemption If your filing status is... and line 1 is not over then enter on line 2
Single or Head of household \$115,050 \$36,550
Married filing jointly or Qualifying widow(er) 153,450 50,100
Married filing separately 76,725 25,050
(If line 1 is OVER the amount shown above for your filing status, see instructions on RI-1040, page I-8 or RI-1040NR, page I-10.)
3. Subtract line 2 from line 1..... 3.
4. If you figured your tax on RI Schedule D or CGW, complete part 2 and enter the amount from line 32 here. If you figured your tax using the tax table or tax rate schedule and line 3 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 3 by 6.5% (.065). Otherwise, multiply line 3 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result. 4.
5. Alternative minimum tax foreign tax credit - Federal Form 6251, line 32..... 5.
6. RI Rate..... 6. 25%
7. Multiply line 5 by line 6..... 7.
8. Tentative minimum tax - subtract line 7 from line 4..... 8.
9. RI tax from RI-1040 or RI-1040NR, page 1, line 8A..... 9.
10. Foreign tax credit - RI-1040 or RI-1040NR, line 27..... 10.
11. RI Rate..... 11. 25%
12. Multiply line 10 by line 11..... 12.
13. RI income tax less foreign tax credit - subtract line 12 from line 9..... 13.
14. RI Alternative minimum tax - subtract line 13 from line 8 (if zero or less enter zero). Enter here and on RI-1040 or RI-1040NR, page 1, line 9..... 14.

PART 2 ALTERNATIVE MINIMUM TAX USING MAXIMUM CAPITAL GAINS RATES

15. Enter the amount from line 3 above..... 15.
16. Amount from RI Schedule D, line 9 or RI Schedule CGW, line 2 (refigured for AMT, if necessary)..... 16.
17. Amount from RI Schedule D, line 7 or RI Schedule CGW enter zero (refigured for AMT, if necessary) 17.
18. A. Add lines 16 and 17..... 18A.
B. Amount from RI Schedule D, line 4 or RI Schedule CGW, line 2 (refigured for AMT, if necessary) 18B.
C. Enter the SMALLER of line 18A or 18B..... 18C.
19. Enter the SMALLER of line 15 or line 18C..... 19.
20. Subtract line 19 from line 15..... 20.
21. If line 20 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 20 by 6.5% (.065). Otherwise, multiply line 20 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result..... 21.
22. Amount from RI Schedule D, line 16 or RI Schedule CGW, line 7 (refigured for AMT, if necessary). 22.
23. Enter the SMALLER of line 15 or line 16..... 23.
24. Enter the SMALLER of line 22 or line 23 (if zero, go to line 26)..... 24.
25. Multiply line 24 by 2.50% (.025)..... 25.
26. Subtract line 24 from line 23..... 26.
27. Multiply line 26 by 5.00% (.05)..... 27.
IF LINE 17 IS ZERO OR BLANK, SKIP LINES 28 AND 29 AND GO TO LINE 30. OTHERWISE, GO TO LINE 28.
28. Subtract line 23 from line 19..... 28.
29. Multiply line 28 by 6.25% (.0625)..... 29.
30. Add lines 21, 25, 27 and 29..... 30.
31. If line 15 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 15 by 6.5% (.065). Otherwise, multiply line 15 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result..... 31.
32. Enter the SMALLER of lines 30 or 31 here and on line 4 above..... 32.

Name(s) shown on Form RI-1040 or RI-1040NR	Your Social Security Number
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**PART 1 REQUIRED ANNUAL PAYMENT**

- 1. Enter your **2005** RI income tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18E..... 1. \_\_\_\_\_
- 2. Enter 80% of the amount shown on line 1..... 2. \_\_\_\_\_
- 3. RI withheld taxes paid for **2005** from RI-1040, line 18A or RI-1040NR, lines 18A, 18C and 18D..... 3. \_\_\_\_\_
- 4. Subtract line 3 from line 1 - (if the result is \$250.00 or less do not complete the rest of this form)..... 4. \_\_\_\_\_
- 5. Enter your **2004** RI tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18E..... 5. \_\_\_\_\_
- 6. Enter the **SMALLER** of line 2 or line 5..... 6. \_\_\_\_\_

**PART 2 SHORTCUT METHOD**

You can use this method if you meet the following conditions **(Otherwise, you must complete RI-2210 to figure your underestimating interest):**

- ① You made no estimated payments **OR** all 4 estimated payments were equal and paid by the appropriate due dates;
- ② **AND** you did not complete RI-2210, part 5 (Annualized Income Installment Worksheet).

- 7. Enter the amount from Part 1, line 6 above..... 7. \_\_\_\_\_
- 8. Enter the total withholding and estimated tax you paid from RI-1040, lines 18A and 18B or RI-1040NR, lines 18A, 18B, 18C and 18D. 8. \_\_\_\_\_
- 9. Underpayment - subtract line 8 from line 7..... 9. \_\_\_\_\_
- 10. Multiply line 9 by 7.9808% (.079808)..... 10. \_\_\_\_\_
- 11. If the amount on line 9 was paid on or after 4/15/06, then enter \$0  
If the amount on line 9 was paid before 4/15/06, then make the following calculation:  
The amount on line 9 (times) the number of days paid before 4/15/06 (times) .00022 and enter the result here..... 11. \_\_\_\_\_
- 12. **UNDERESTIMATING INTEREST** - subtract line 11 from line 10 - enter here and in the space provided on RI-1040 or RI-1040NR, line 19..... 12.

**INSTRUCTIONS**

**PURPOSE OF THIS FORM**

Individuals (except qualified farmers and fishermen) should use this form to determine if their income tax was sufficiently prepaid throughout the year by having RI tax withheld or by paying RI estimated tax; if not, an assessment may be imposed on the underpayment of the taxes. Complete Part 1 of this form to determine if the payment of the assessment may be avoided.

**WHO CAN FILE THIS FORM**

You can use this form only if you meet the following conditions ① You made no estimated payments **OR** all 4 estimated payments were equal and paid by the appropriate due dates **AND** ② You are not completing the Annualization Income Worksheet on RI-2210. If you do not meet these conditions, you must file RI-2210. RI-2210 is available online [www.tax.ri.gov](http://www.tax.ri.gov) or by calling our forms department at (401) 222-1111.

**FARMERS AND FISHERMEN**

If you meet **BOTH** of the following tests, you may be exempt from the charge for underpayment of estimated tax: ① Gross income from farming or fishing is at least 2/3 (two thirds) of your annual gross income **AND** ② you filed form RI-1040 or RI-1040NR and paid the tax due on or before March 1, 2006. If you meet both of these tests, write next to line 1 "**EXEMPT, FARMER/FISHERMAN**" and do not complete the rest of this form. Attach this form to your return or mail to: The RI Division of Taxation - One Capitol Hill - Providence, RI 02908-5806 if the return has been previously filed.

**PART 1 REQUIRED ANNUAL PAYMENT**

- Line 1 Enter your **2005** Rhode Island tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18E.
- Line 2 Multiply line 1 by 80% (.80).
- Line 3 Enter the amount of **2005** Rhode Island income taxes withheld from RI-1040, line 18A or RI-1040NR, lines 18A, 18C and 18D.
- Line 4 Subtract line 3 from line 1. If the result is \$250.00 or less, you do not owe any underestimating interest and need not complete the rest of this form.
- Line 5 Enter your **2004** Rhode Island income tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18E. If you had no federal tax liability for **2004** and you were a Rhode Island resident during all of **2004**, and your **2004** federal tax was (or would have been had you been required to file) for a full 12 months, then enter zero (0).
- Line 6 Enter the **SMALLER** of line 2 or line 5 (including zero). If line 6 is zero, you do not owe any underestimating interest and need not complete the rest of this form. However, you must attach this form to your Rhode Island return.

**PART 2 SHORTCUT METHOD**

- Line 7 Enter the amount from part 1, line 6.
- Line 8 Enter the amount of estimated and withholding tax you paid for **2005** from RI-1040, lines 18A and 18B or RI-1040NR, lines 18A, 18B, 18C and 18D.
- Line 9 Subtract line 8 from line 7.
- Line 10 Multiply line 9 by 7.9808% (.079808).
- Line 11 If you paid the tax balance due before 4/15/2006, multiply the number of days paid before 4/15/2006 by the amount on line 9 by .00022 and enter the amount on line 11.
- Line 12 Subtract line 11 from line 10. Enter here and in the space provided on RI-1040 or RI-1040NR, line 19.

# RI-1040 RHODE ISLAND RESIDENT INDIVIDUAL INCOME TAX RETURN



# 2005

<b>NAME AND ADDRESS</b>  <div style="border: 1px solid black; border-radius: 15px; padding: 5px; width: fit-content;">             please print or type         </div>	First Name _____ Initial _____ Last Name _____	Your Social Security Number _____	
	Spouse's First Name _____ Initial _____ Last Name _____	Spouse's Social Security Number _____	
	Present Home Address (Number and street, including apartment number or rural route) _____		Daytime Telephone Number ( ) _____
	City, Town or Post Office _____ State _____ Zip Code _____	City or Town of Legal Residence _____	

**ELECTORAL CONTRIBUTION** If you want \$5.00 (\$10.00 if a joint return) to go to this fund, check here. (See instructions. This will not increase your tax or reduce your refund.)  Yes  No

If you wish the 1st \$2.00 (\$4.00 if a joint return) to be paid to a specific party, check the box and fill in the name of the political party. Otherwise, it will be paid to a nonpartisan general account.  \_\_\_\_\_

**FILING STATUS**

**Check only one box**

1  Single      2  Married filing jointly      3  Married filing separately      4  Head of Household      5  Qualifying widow(er)

<b>INCOME, TAX AND CREDITS</b>  <div style="border: 1px solid black; padding: 5px;"> <p>Single \$5,000</p> <p>Married filing jointly or Qualifying widow(er) \$8,300</p> <p>Married filing separately \$4,150</p> <p>Head of household \$7,300</p> <p>However, people over 65, blind or can be claimed as a dependent, see the RI Deduction Schedules on page 4, check <input checked="" type="checkbox"/> this box and attach the schedule.</p> <p><input type="checkbox"/></p> </div> <div style="border: 1px solid black; border-radius: 15px; padding: 5px; width: fit-content; margin-top: 10px;">             Attach Forms W-2 and 1099 here.         </div>	1. Federal AGI (Adjusted Gross Income) - Federal Form 1040, line 37; 1040A, line 21; 1040EZ, line 4 or Telefile, line I. _____	1.	
	2. Net modifications to Federal AGI (if no modifications, enter zero on this line) - Page 2, Schedule I, Line 25.....	2.	
	3. Modified Federal AGI - combine lines 1 and 2 (add net increases or subtract net decreases).....	3.	
	4. Deductions - RI standard deduction (left margin) or amount from Federal Schedule A, line 28, whichever is greater. <b>If you itemize and line 3 is over \$145,950 (\$72,975 if married filing separate) see itemized deduction schedule on page 4.....</b>	4.	
	5. Subtract line 4 from line 3.....	5.	
	6. Exemptions - Enter federal exemptions in box then multiply by \$3,200 and enter result in 6. <b>If line 3 is over \$109,475 or you provided housing to a person displaced by Hurricane Katrina, see worksheet on page I-4 for exemption amount.....</b> <input type="checkbox"/> X \$3,200 = _____	6.	
	7. <b>RI TAXABLE INCOME</b> - subtract line 6 from line 5.....	7.	
	8. A. RI income tax <input type="checkbox"/> RI Tax Table or Tax Computation Worksheet <input type="checkbox"/> RI Schedule CGW <input type="checkbox"/> RI Schedule D <input type="checkbox"/> RI Schedule J <input type="checkbox"/> RI-8615	8A.	
	B. Other RI taxes from page 3, RI Schedule OT, line 14.....	8B.	
	9. RI alternative minimum tax from RI-6251, line 14.....	9.	
	10. Total RI income tax - add lines 8A, 8B and 9.....	10.	
	11. A. RI percentage of allowable Federal credits from page 2, schedule II, line 34.....	11A.	
	B. Other RI credits - indicate credit form number(s) _____ attach forms..	11B.	
	C. RI credit for income taxes paid to other states from page 2, schedule III, line 41.....	11C.	
	12. Total RI credits - add lines 11A, 11B and 11C.....	12.	
	13. RI income tax after credits - subtract line 12 from line 10 (not less than zero).....	13.	
	14. RI use/sales tax (see page I-5 of instructions).....	14.	
15. Total RI tax - add lines 13 and 14.....	15.		
16. RI checkoff contributions from page 3, schedule IV, line 8 <b>(contributions reduce your refund or increase your balance due)</b> .....	16.		
17. <b>TOTAL RI TAX AND CHECKOFF CONTRIBUTIONS</b> - add lines 15 and 16.....	17.		

<b>PAYMENTS AND PROPERTY TAX RELIEF CREDIT</b>	18. A. RI 2005 income tax withheld (please attach forms W-2, 1099, etc.).....	18A.		Check <input checked="" type="checkbox"/> if extension is attached.  <input type="checkbox"/>
	B. 2005 estimated tax payments and amount applied from 2004 return.....	18B.		
	C. Property tax relief credit from RI-1040H, line 15 or 22 (attach form RI-1040H).....	18C.		
	D. RI earned income credit from page 2, RI Schedule EIC, line 50.....	18D.		
	E. Other payments.....	18E.		
	F. <b>TOTAL PAYMENTS AND CREDITS</b> - add lines 18A, 18B, 18C, 18D and 18E.....	18F.		

<b>AMOUNT DUE</b>	19. If line 17 is <b>LARGER</b> than line 18F, Subtract line 18F from 17. <b>YOU OWE THIS AMOUNT. Complete RI-1040V.</b> Check <input checked="" type="checkbox"/> if RI-2210 or RI-2210A is attached - enter interest due \$ _____ or enter zero..... ☹️	19.	
	20. If line 18F is <b>LARGER</b> than 17, subtract line 17 from 18F. <b>THIS IS THE AMOUNT YOU OVERPAID</b> ..... 😊	20.	
<b>REFUND</b>	21. Amount of overpayment to be refunded.....	21.	
	22. Amount of overpayment to be applied to 2006 estimated tax.....	22.	

RI SCHEDULE I RI MODIFICATIONS TO FEDERAL AGI

Table with 3 columns: Description, Line Number, and Amount. Rows include: 23. A. Modifications INCREASING Federal AGI... 23B. Other modifications INCREASING Federal AGI... 23C. Total modifications INCREASING Federal AGI... 24. A. Modifications DECREASING Federal AGI... 24B. Other modifications DECREASING Federal AGI... 24C. Total modifications DECREASING Federal AGI... 25. NET MODIFICATIONS TO FEDERAL AGI...

RI SCHEDULE II ALLOWABLE FEDERAL CREDITS

Table with 3 columns: Description, Line Number, and Amount. Rows include: 26. RI income tax from page 1, line 10... 27. Foreign tax credit from Federal Form 1040, line 47... 28. Credit for child and dependent care expenses... 29. Credit for the elderly or the disabled... 30. Federal mortgage interest credit... 31B. Other federal credits... 32. Total - add lines 27, 28, 29, 30 and 31B... 33. Tentative allowable federal credits... 34. MAXIMUM CREDIT...

RI SCHEDULE III CREDIT FOR INCOME TAXES PAID TO ANOTHER STATE

NOTE: Attach signed copy of the other state return.

Table with 3 columns: Description, Line Number, and Amount. Rows include: 35. RI income tax (page 1, line 10) less allowable federal credits... 36. Adjusted gross income from other state... 37. Modified federal AGI... 38. Divide line 36 by line 37... 39. Tentative credit... 40. Tax due and paid to other state... 41. MAXIMUM TAX CREDIT...

RI SCHEDULE EIC RHODE ISLAND EARNED INCOME CREDIT

Table with 3 columns: Description, Line Number, and Amount. Rows include: 42. Rhode Island income tax from RI-1040... 43. Federal earned income credit... 44. Rhode Island percentage (25%)... 45. Multiply line 43 by line 44... 46. Enter the SMALLER of line 42 or line 45... 47. Subtract line 46 from line 45... 48. Refundable percentage (10%)... 49. RI refundable earned income credit... 50. TOTAL RI EARNED INCOME CREDIT...

Under penalties of perjury, I declare that I have examined this return, and to the best of my knowledge and belief, it is true, correct and complete.

Table with 4 columns: Your Signature, Date, Spouse's Signature, Date.

If you do not need forms mailed to you next year, check box. [X] [ ] May the division contact your preparer about this return? Yes [ ]

Paid preparer's signature and address SSN, PTIN or EIN Telephone number ( )

# OTHER RI SCHEDULES








# 2005

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

## RI SCHEDULE IV RI CHECKOFF ✓ CONTRIBUTIONS

**NOTE:** Contributions reduce your refund or increase your balance due.

		\$1.00	\$5.00	\$10.00	Other		
1.	 Drug program account.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	1. _____
2.	 Olympic Contribution Yes <input type="checkbox"/> \$1.00 Contribution (\$2.00 if a joint return) .....						2. _____
3.	 RI Organ Transplant Fund.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	3. _____
4.	 RI Council on the Arts.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	4. _____
5.	 RI Nongame Wildlife Fund.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	5. _____
6.	 Childhood Disease Victims' Fund.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	6. _____
7.	 RI Military Family Relief Fund.....	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	\$ _____	7. _____
8.	<b>TOTAL CONTRIBUTIONS</b> - add lines 1, 2, 3, 4, 5, 6 and 7 - Enter here and on RI-1040 or RI-1040NR, page 1, line 16.....						8. <span style="border: 1px solid black; display: inline-block; width: 100px; height: 20px;"></span>

## RI SCHEDULE OT OTHER RHODE ISLAND TAXES

**TAX ON LUMP-SUM DISTRIBUTIONS, PARENTS' ELECTION TO REPORT CHILD'S INTEREST AND DIVIDENDS, RECAPTURE OF FEDERAL TAX CREDITS AND OTHER MISCELLANEOUS FEDERAL INCOME TAXES.**

9.	Tax on lump-sum distributions - Federal Form 4972, line 7 or line 30, whichever applies.....	9. _____
10.	Parents' election to report child's interest and dividends from all Federal Form(s) 8814, line 9.....	10. _____
11.	Amount of recapture of federal tax credits and other miscellaneous federal income taxes (see instructions).....	11. _____
12.	Total - add lines 9, 10 and 11.....	12. _____
13.	Rhode Island percentage.....	13. <b>25%</b>
14.	<b>OTHER RHODE ISLAND TAXES</b> - Multiply line 12 by line 13. Enter here and on RI-1040 or RI-1040NR, line 8B.....	14. <span style="border: 1px solid black; display: inline-block; width: 100px; height: 20px;"></span>

## RI-8615 TAX FOR CHILDREN UNDER AGE 14 WHO HAVE INVESTMENT INCOME

15.	Child's tax from Federal Form 8615, line 18.....	15. _____
16.	Rhode Island percentage.....	16. <b>25%</b>
17.	<b>TAX</b> - multiply line 15 by line 16 - Enter here and on RI-1040 or RI-1040NR, line 8A and check the RI-8615 box.....	17. <span style="border: 1px solid black; display: inline-block; width: 100px; height: 20px;"></span>

# RI Deduction Schedules for RI-1040 or RI-1040NR, line 4

# 2005

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

## A. STANDARD DEDUCTION SCHEDULE FOR PEOPLE AGE 65 OR OLDER OR BLIND

**DO NOT** use this schedule if someone can claim you, or your spouse if filing jointly, as a dependent. Instead use RI Deduction Schedule B below.

Check if:  **YOU** were 65 or older, (born before 01/02/1941),  Blind,  **SPOUSE** was 65 or older, (born before 01/02/1941),  Blind

A. Enter the number of boxes checked above..... A. \_\_\_\_\_

If your filing status is .....	AND the number on line A is ....	THEN your RI standard deduction is ....
Single	1	\$6,250
	2	7,500
Married filing jointly or Qualifying widow(er)	1	9,300
	2	10,300
	3	11,300
	4	12,300
Married filing separately	1	5,150
	2	6,150
	3	7,150
	4	8,150
Head of household	1	8,550
	2	9,800

## B. STANDARD DEDUCTION SCHEDULE FOR DEPENDENTS

Use this schedule **ONLY** if someone can claim you, or your spouse if filing jointly, as a dependent.

- Add \$250 to your **EARNED INCOME\***. Enter the total here..... 1. \_\_\_\_\_
- Minimum standard deduction..... 2. 800
- Enter the **LARGER** of line 1 or line 2..... 3. \_\_\_\_\_
- Enter the amount shown below for your filing status.
 

Single.....	\$5,000	}	..... 4. _____
Married filing jointly or Qualifying widow(er).....	8,300		
Married filing separately.....	4,150		
Head of household.....	7,300		
- STANDARD DEDUCTION**
  - Enter the **SMALLER** of line 3 or line 4. If under age 65 and not blind, **STOP HERE** and enter this amount on RI-1040 or RI-1040NR, line 4. **OTHERWISE**, go to line 5B..... 5A. \_\_\_\_\_
  - Check if:  **YOU** were 65 or older, (born before 01/02/1941),  Blind,  **SPOUSE** was 65 or older, (born before 01/02/1941),  Blind  
 If age 65 or older or blind, multiply the number of boxes checked by: \$1,250 if Single or Head of household; \$1,000 if Married filing jointly, Married filing separately or Qualifying widow(er)..... 5B. \_\_\_\_\_
  - Add lines 5A and 5B. Enter the total here and on RI-1040 or RI-1040NR, line 4..... 5C. \_\_\_\_\_

**\*EARNED INCOME** includes wages, salaries, tips, professional fees and other compensation received for personal services you performed. It also includes any amount received as a scholarship that you must include in your income. Generally, your earned income is the total of the amount(s) you reported on Federal Form 1040, lines 7, 12 and 18 minus line 27; Federal Form 1040A, line 7 or Federal Form 1040EZ, line 1.

## C. ITEMIZED DEDUCTION SCHEDULE

(If you claimed a modification on RI-1040 or RI-1040NR, line 2; you must recalculate your Federal Schedule A before you complete this schedule)

- Add the amounts from Federal Form, Schedule A, lines 4, 9, 14, 18, 19, 26 and 27..... 1. \_\_\_\_\_
- Add the amounts from Federal Form, Schedule A, lines 4, 13 and 19 plus any gambling and casualty or theft losses included on line 27..... 2. \_\_\_\_\_
- Is the amount on line 2 less than the amount on line 1?  
 No. **STOP HERE!** Your deduction is not limited. Enter the amount from line 1 above on RI-1040 or RI-1040NR, line 4.  
 Yes. Subtract line 2 from line 1..... 3. \_\_\_\_\_
- Multiply line 3 above by 80% (.80)..... 4. \_\_\_\_\_
- Enter the amount from RI-1040 or RI-1040NR, line 3..... 5. \_\_\_\_\_
- Enter \$145,950 (\$72,975 if Married filing separately)..... 6. \_\_\_\_\_
- Is the amount on line 6 less than the amount on line 5?  
 No. **STOP HERE!** Your deduction is not limited. Enter the amount from line 1 above on RI-1040 or RI-1040NR, line 4.  
 Yes. Subtract line 6 from line 5..... 7. \_\_\_\_\_
- Multiply line 7 by 3% (.03)..... 8. \_\_\_\_\_
- Enter the **SMALLER** of line 4 or line 8..... 9. \_\_\_\_\_
- Total itemized deductions - Subtract line 9 from line 1 - Enter the result here and on RI-1040 or RI-1040NR, line 4..... 10. \_\_\_\_\_

# RI Schedule CGW RHODE ISLAND CAPITAL GAINS WORKSHEET

# 2005

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

**NOTE:**

- Use this form **ONLY** if you did not calculate your tax on Federal Schedule D **AND**;
  1. you checked the box on Federal Form 1040, line 13, **OR**
  2. you entered an amount on Federal Form 1040A, line 10.
- You must attach this schedule to RI-1040 or RI-1040NR and check the box labeled RI Schedule CGW on line 8A.

1. RI taxable income, RI-1040 or RI-1040NR, line 7 <b>(IF THIS LINE IS ZERO OR LESS, DO NOT COMPLETE THIS FORM)</b> .....	1.	_____
2. Enter the amount of capital gains from Federal Form 1040, line 13 or 1040A, line 10.....	2.	_____
3. Subtract line 2 from line 1 <b>(if zero or less, enter zero)</b> .....	3.	_____
4. Figure the tax on the amount on line 3. Use the 2005 RI Tax Table or Tax Computation Worksheet, whichever applies.....	4.	_____
5. Enter the <b>SMALLER</b> of the amount on line 1 above <b>OR</b> <ul style="list-style-type: none"> <li>• \$49,650 If Married filing jointly or Qualifying widow(er)</li> <li>• \$29,700 If Single</li> <li>• \$39,800 If Head of household</li> <li>• \$24,825 If Married filing separately</li> </ul>	5.	_____
6. Is the amount on line 3 equal to or more than the amount on line 5? <input type="checkbox"/> Yes. Leave lines 6 through 8 blank; go to line 9 and check the "NO" box. <input type="checkbox"/> No. Enter the amount from line 3.....	6.	_____
7. Subtract line 6 from line 5.....	7.	_____
8. Multiply line 7 by 2.5% (.025).....	8.	_____
9. Are the amounts on lines 2 and 7 the same? <input type="checkbox"/> Yes. Leave lines 9 through 12 blank and go to line 13. <input type="checkbox"/> No. Enter the <b>SMALLER</b> of line 1 or line 2.....	9.	_____
10. Enter the amount, if any, from line 7.....	10.	_____
11. Subtract line 10 from line 9. <b>(if zero or less, enter zero)</b> .....	11.	_____
12. Multiply line 11 by 5% (.05).....	12.	_____
13. Add lines 4, 8 and 12.....	13.	_____
14. Figure the tax on the amount on line 1. Use the 2005 RI Tax Table or Tax Computation Worksheet, whichever applies.....	14.	_____
15. Tax on all taxable income <b>(including capital gains)</b> . Enter the <b>SMALLER</b> of line 13 or line 14. Also, enter this amount on RI-1040 or RI-1040NR, page 1, line 8A and check the RI Schedule CGW box.....	15.	

# RI Schedule D RHODE ISLAND CAPITAL GAINS

# 2005

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

<p>1. RI taxable income, RI-1040 or RI-1040NR, line 7 <b>(IF THIS LINE IS ZERO OR LESS, DO NOT COMPLETE THIS FORM)</b>.....</p> <p>2. Enter the <b>SMALLER</b> of Federal Schedule D, lines 15 or 16 <b>(if zero or less, enter zero)</b>.....</p> <p>3. Enter the amount from Federal Form 4952, line 4g.....</p> <p>4. Subtract line 3 from line 2.....</p> <p>5. Combine Federal Schedule D, line 7 and Federal 28% Rate Gain Worksheet on page D-7, lines 1 through 5. <b>(if zero or less, enter zero)</b>..</p> <p>6. Enter the <b>SMALLER</b> of line 5 above or Federal Schedule D, line 18. <b>(if zero less, enter zero)</b>.....</p> <p>7. Enter the amount from Federal Schedule D, line 19.....</p> <p>8. Add lines 6 and 7.....</p> <p>9. Subtract line 8 from line 4. <b>(if zero or less, enter zero)</b>.....</p> <p>10. Subtract line 9 from line 1. <b>(if zero or less, enter zero)</b>.....</p> <p>11. Enter the <b>SMALLER</b> of the amount on line 1 above <b>OR</b>  <ul style="list-style-type: none"> <li>• \$49,650 If Married filing jointly or Qualifying widow(er)</li> <li>• \$29,700 If Single</li> <li>• \$39,800 If Head of household</li> <li>• \$24,825 If Married filing separately</li> </ul> </p> <p>12. Enter the <b>SMALLER</b> of line 10 or 11.....</p> <p>13. Subtract line 4 from line 1. <b>(if zero or less, enter zero)</b>.....</p> <p>14. Enter the <b>LARGER</b> of line 12 or line 13.....</p> <p>15. Figure the tax on the amount on line 14. Use the 2005 RI Tax Table or Tax Computation Worksheet, whichever applies.....</p>	<p>1. _____</p> <p>2. _____</p> <p>3. _____</p> <p>4. _____</p> <p>5. _____</p> <p>6. _____</p> <p>7. _____</p> <p>8. _____</p> <p>9. _____</p> <p>10. _____</p> <p>11. _____</p> <p>12. _____</p> <p>13. _____</p> <p>14. _____</p> <p>15. _____</p> <p>16. _____</p> <p>17. _____</p> <p>18. _____</p> <p>19. _____</p> <p>20. _____</p> <p>21. _____</p> <p>22. _____</p> <p>23. _____</p> <p>24. _____</p> <p>25. _____</p> <p>26. _____</p> <p>27. _____</p> <p>28. _____</p> <p>29. _____</p> <p>30. _____</p> <p>31. _____</p> <p>32. _____</p> <p>33. <span style="border: 1px solid black; display: inline-block; width: 40px; height: 20px; vertical-align: middle;"></span></p>
--	--

**IF LINES 11 AND 12 ARE THE SAME, SKIP LINES 16 AND 17 AND GO TO LINE 18. OTHERWISE, GO TO LINE 16.**

**IF LINES 1 AND 11 ARE THE SAME, SKIP LINES 18 THROUGH 21 AND GO TO LINE 22. OTHERWISE, GO TO LINE 18.**

**IF LINE 7 IS ZERO OR BLANK, SKIP LINES 22 THROUGH 27 AND GO TO LINE 28. OTHERWISE, GO TO LINE 22.**

**IF LINE 6 IS ZERO, SKIP LINES 28 THROUGH 30 AND GO TO LINE 31. OTHERWISE, GO TO LINE 28.**



Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

PART 1 ALTERNATIVE MINIMUM TAX

1. Federal Alternative Minimum Taxable Income - Federal Form 6251, line 28..... 1.
2. Exemption If your filing status is... and line 1 is not over then enter on line 2
Single or Head of household \$115,050 \$36,550
Married filing jointly or Qualifying widow(er) 153,450 50,100
Married filing separately 76,725 25,050
(If line 1 is OVER the amount shown above for your filing status, see instructions on RI-1040, page I-8 or RI-1040NR, page I-10.)
3. Subtract line 2 from line 1..... 3.
4. If you figured your tax on RI Schedule D or CGW, complete part 2 and enter the amount from line 32 here. If you figured your tax using the tax table or tax rate schedule and line 3 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 3 by 6.5% (.065). Otherwise, multiply line 3 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result. 4.
5. Alternative minimum tax foreign tax credit - Federal Form 6251, line 32..... 5.
6. RI Rate..... 6. 25%
7. Multiply line 5 by line 6..... 7.
8. Tentative minimum tax - subtract line 7 from line 4..... 8.
9. RI tax from RI-1040 or RI-1040NR, page 1, line 8A..... 9.
10. Foreign tax credit - RI-1040 or RI-1040NR, line 27..... 10.
11. RI Rate..... 11. 25%
12. Multiply line 10 by line 11..... 12.
13. RI income tax less foreign tax credit - subtract line 12 from line 9..... 13.
14. RI Alternative minimum tax - subtract line 13 from line 8 (if zero or less enter zero). Enter here and on RI-1040 or RI-1040NR, page 1, line 9..... 14.

PART 2 ALTERNATIVE MINIMUM TAX USING MAXIMUM CAPITAL GAINS RATES

15. Enter the amount from line 3 above..... 15.
16. Amount from RI Schedule D, line 9 or RI Schedule CGW, line 2 (refigured for AMT, if necessary)..... 16.
17. Amount from RI Schedule D, line 7 or RI Schedule CGW enter zero (refigured for AMT, if necessary) 17.
18. A. Add lines 16 and 17..... 18A.
B. Amount from RI Schedule D, line 4 or RI Schedule CGW, line 2 (refigured for AMT, if necessary) 18B.
C. Enter the SMALLER of line 18A or 18B..... 18C.
19. Enter the SMALLER of line 15 or line 18C..... 19.
20. Subtract line 19 from line 15..... 20.
21. If line 20 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 20 by 6.5% (.065). Otherwise, multiply line 20 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result..... 21.
22. Amount from RI Schedule D, line 16 or RI Schedule CGW, line 7 (refigured for AMT, if necessary). 22.
23. Enter the SMALLER of line 15 or line 16..... 23.
24. Enter the SMALLER of line 22 or line 23 (if zero, go to line 26)..... 24.
25. Multiply line 24 by 2.50% (.025)..... 25.
26. Subtract line 24 from line 23..... 26.
27. Multiply line 26 by 5.00% (.05)..... 27.
IF LINE 17 IS ZERO OR BLANK, SKIP LINES 28 AND 29 AND GO TO LINE 30. OTHERWISE, GO TO LINE 28.
28. Subtract line 23 from line 19..... 28.
29. Multiply line 28 by 6.25% (.0625)..... 29.
30. Add lines 21, 25, 27 and 29..... 30.
31. If line 15 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 15 by 6.5% (.065). Otherwise, multiply line 15 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result..... 31.
32. Enter the SMALLER of lines 30 or 31 here and on line 4 above..... 32.

Name(s) shown on Form RI-1040 or RI-1040NR	Your Social Security Number
--	-----------------------------

**PART 1 REQUIRED ANNUAL PAYMENT**

- 1. Enter your **2005** RI income tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18E..... 1. \_\_\_\_\_
- 2. Enter 80% of the amount shown on line 1..... 2. \_\_\_\_\_
- 3. RI withheld taxes paid for **2005** from RI-1040, line 18A or RI-1040NR, lines 18A, 18C and 18D..... 3. \_\_\_\_\_
- 4. Subtract line 3 from line 1 - (if the result is \$250.00 or less do not complete the rest of this form)..... 4. \_\_\_\_\_
- 5. Enter your **2004** RI tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18E..... 5. \_\_\_\_\_
- 6. Enter the **SMALLER** of line 2 or line 5..... 6. \_\_\_\_\_

**PART 2 SHORTCUT METHOD**

You can use this method if you meet the following conditions **(Otherwise, you must complete RI-2210 to figure your underestimating interest):**

- ① You made no estimated payments **OR** all 4 estimated payments were equal and paid by the appropriate due dates;
- ② **AND** you did not complete RI-2210, part 5 (Annualized Income Installment Worksheet).

- 7. Enter the amount from Part 1, line 6 above..... 7. \_\_\_\_\_
- 8. Enter the total withholding and estimated tax you paid from RI-1040, lines 18A and 18B or RI-1040NR, lines 18A, 18B, 18C and 18D. 8. \_\_\_\_\_
- 9. Underpayment - subtract line 8 from line 7..... 9. \_\_\_\_\_
- 10. Multiply line 9 by 7.9808% (.079808)..... 10. \_\_\_\_\_
- 11. If the amount on line 9 was paid on or after 4/15/06, then enter \$0  
If the amount on line 9 was paid before 4/15/06, then make the following calculation:  
The amount on line 9 (times) the number of days paid before 4/15/06 (times) .00022 and enter the result here..... 11. \_\_\_\_\_
- 12. **UNDERESTIMATING INTEREST** - subtract line 11 from line 10 - enter here and in the space provided on RI-1040 or RI-1040NR, line 19..... 12.

**INSTRUCTIONS**

**PURPOSE OF THIS FORM**

Individuals (except qualified farmers and fishermen) should use this form to determine if their income tax was sufficiently prepaid throughout the year by having RI tax withheld or by paying RI estimated tax; if not, an assessment may be imposed on the underpayment of the taxes. Complete Part 1 of this form to determine if the payment of the assessment may be avoided.

**WHO CAN FILE THIS FORM**

You can use this form only if you meet the following conditions ① You made no estimated payments **OR** all 4 estimated payments were equal and paid by the appropriate due dates **AND** ② You are not completing the Annualization Income Worksheet on RI-2210. If you do not meet these conditions, you must file RI-2210. RI-2210 is available online [www.tax.ri.gov](http://www.tax.ri.gov) or by calling our forms department at (401) 222-1111.

**FARMERS AND FISHERMEN**

If you meet **BOTH** of the following tests, you may be exempt from the charge for underpayment of estimated tax: ① Gross income from farming or fishing is at least 2/3 (two thirds) of your annual gross income **AND** ② you filed form RI-1040 or RI-1040NR and paid the tax due on or before March 1, 2006. If you meet both of these tests, write next to line 1 "**EXEMPT, FARMER/FISHERMAN**" and do not complete the rest of this form. Attach this form to your return or mail to: The RI Division of Taxation - One Capitol Hill - Providence, RI 02908-5806 if the return has been previously filed.

**PART 1 REQUIRED ANNUAL PAYMENT**

- Line 1 Enter your **2005** Rhode Island tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18E.
- Line 2 Multiply line 1 by 80% (.80).
- Line 3 Enter the amount of **2005** Rhode Island income taxes withheld from RI-1040, line 18A or RI-1040NR, lines 18A, 18C and 18D.
- Line 4 Subtract line 3 from line 1. If the result is \$250.00 or less, you do not owe any underestimating interest and need not complete the rest of this form.
- Line 5 Enter your **2004** Rhode Island income tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18E. If you had no federal tax liability for **2004** and you were a Rhode Island resident during all of **2004**, and your **2004** federal tax was (or would have been had you been required to file) for a full 12 months, then enter zero (0).
- Line 6 Enter the **SMALLER** of line 2 or line 5 (including zero). If line 6 is zero, you do not owe any underestimating interest and need not complete the rest of this form. However, you must attach this form to your Rhode Island return.

**PART 2 SHORTCUT METHOD**

- Line 7 Enter the amount from part 1, line 6.
- Line 8 Enter the amount of estimated and withholding tax you paid for **2005** from RI-1040, lines 18A and 18B or RI-1040NR, lines 18A, 18B, 18C and 18D.
- Line 9 Subtract line 8 from line 7.
- Line 10 Multiply line 9 by 7.9808% (.079808).
- Line 11 If you paid the tax balance due before 4/15/2006, multiply the number of days paid before 4/15/2006 by the amount on line 9 by .00022 and enter the amount on line 11.
- Line 12 Subtract line 11 from line 10. Enter here and in the space provided on RI-1040 or RI-1040NR, line 19.

# RI-1040H RHODE ISLAND PROPERTY TAX RELIEF CLAIM

# 2005

First Name	Initial	Last Name	Your Social Security Number
Spouse's First Name	Initial	Last Name	Spouse's Social Security Number
Present Home Address (Number and street, including apartment number or rural route)			Daytime Telephone Number
City, Town or Post Office	State	Zip code	City or Town of Legal Residence

## PART 1 ANSWER THE FOLLOWING QUESTIONS TO DETERMINE IF YOU QUALIFY FOR PROPERTY TAX RELIEF

A. Were you a legal resident of Rhode Island for all of 2005.....	A.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO
B. Did you live in a household or rent a dwelling that was subject to property tax.....	B.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO
C. Are you current for property taxes or rent due on the homestead for all prior years.....	C.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO
D. Are you current on 2005 property taxes or rent and will pay any unpaid installments.....	D.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO
E. Was your household income \$30,000 or less (from part 2, line 8 below).....	E.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO

IF YOU ANSWER NO TO ANY OF THESE QUESTIONS, YOU ARE NOT ELIGIBLE FOR THIS CREDIT. STOP HERE. DO NOT COMPLETE THIS FORM.

## PART 2 ENTER ALL INCOME RECEIVED BY YOU AND OTHER MEMBERS LIVING IN YOUR HOUSEHOLD

1. Adjusted Gross Income from Federal Form 1040, line 37; 1040A, line 21; 1040EZ, line 4 or Telefile, item I If no federal return is filed, complete page 2, part 6 and enter result on line 8 below.....	1.	
2. Non-taxable interest and dividends.....	2.	
3. Capital gains not included in line 1.....	3.	
4. Social Security (including Medicare premiums) and Railroad Retirement Benefits not included in line 1.....	4.	
5. Worker's compensation and tax exempt pensions.....	5.	
6. Cash public assistance payments (welfare, etc.).....	6.	
7. Other non-taxable income - specify: _____	7.	
8. <b>TOTAL 2005 HOUSEHOLD INCOME</b> - add lines 1 through 7 or enter amount from page 2, part 6, line 37.....	8.	

## PART 3 ADDITIONAL INFORMATION

9A. Enter your date of birth.....	9A.	/ /
9B. Enter spouse's date of birth.....	9B.	/ /
9C. Were you or your spouse disabled and receiving Social Security Disability payments during 2005.....	9C.	YES <input type="checkbox"/> <input type="checkbox"/> NO
9D. Indicate the number of persons in your household.....	9D.	

## PART 4 TO BE COMPLETED BY HOMEOWNERS ONLY

10. Enter the amount of property taxes you paid or will pay for 2005.....	10.	
11. Enter the amount from line 8 above.....	11.	
12. Enter percentage from computation table on back page.....	12.	%
13. Multiply amount on line 11 by percentage on line 12.....	13.	
14. Tentative credit - line 10 minus line 13 (if line 13 is greater than line 10, then enter zero).....	14.	
15. <b>PROPERTY TAX RELIEF</b> (line 14 or \$250.00 whichever is <b>LESS</b> ) enter here and on RI-1040EZ, line 10C or RI-1040, line 18C.....	15.	

## PART 5 TO BE COMPLETED BY RENTERS ONLY

Enter landlord's name and address	Landlord's Name	Landlord's Address
16. Enter amount of rent you paid in 2005.....	16.	
17. Multiply the amount on line 16 by 20%.....	17.	
18. Enter the amount from line 8 above.....	18.	
19. Enter percentage from computation table on back page.....	19.	%
20. Multiply amount on line 18 by percentage on line 19.....	20.	
21. Tentative credit - line 17 minus line 20 (if line 20 is greater than line 17, then enter zero).....	21.	
22. <b>PROPERTY TAX RELIEF</b> (line 21 or \$250.00 whichever is <b>LESS</b> ) enter here and on RI-1040EZ, line 10C or RI-1040, line 18C.....	22.	

I hereby certify that the property taxes accrued and used for the purpose of the property tax relief credit have been or will be paid by me and there are no delinquent property taxes on my homestead.

Your Signature	Spouse's Signature
Date	Date

Paid preparer's signature and address	SSN, PTIN or EIN	Telephone number ( )
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## PART 6 WORKSHEET FOR COMPUTING TOTAL HOUSEHOLD INCOME

**IF YOU DO NOT FILE A FEDERAL TAX RETURN, USE THE FOLLOWING WORKSHEET TO COMPUTE YOUR TOTAL HOUSEHOLD INCOME.**

23. Social Security (including Medicare premiums) and Railroad Retirement benefits.....	23.	
24. Unemployment benefits, worker's compensation.....	24.	
25. Wages, salaries, tips, etc.....	25.	
26. Dividends and interest (taxable and nontaxable).....	26.	
27. Business and Farm income (net of expenses).....	27.	
28. Pension and annuity income (taxable and nontaxable).....	28.	
29. Rental income (net of expenses).....	29.	
30. Partnership, estate and trust income.....	30.	
31. Total gain on sale or exchange of property.....	31.	
32. Loss on sale or exchange of property (capital losses are limited to \$3,000.00).....	32.	
33. Cash public assistance (welfare, etc.).....	33.	
34. Alimony and support money.....	34.	
35. Nontaxable military compensation and cash benefits.....	35.	
36. Other taxable income, please specify: _____	36.	
37. <b>TOTAL 2005 HOUSEHOLD INCOME</b> - add lines 23 through 36, enter here and on form RI-1040H, page 1, line 8.....	37.	

### COMPUTATION TABLE INSTRUCTIONS

Step	Instruction	Household income		Percentage of income allowable as credit	
		Less than 6,001	6,001 - 9,000	1 person	2 or more
Step 1	Read down the column titled household income until you find the income range that includes the amount shown on line 8.			3%	3%
Step 2	Read across from the income range line determined in step 1 to find the percent of income allowed as a credit. Enter this percentage on line 12 or line 19, whichever applies.	9,001 - 12,000	12,001 - 15,000	4%	4%
		15,001 - 30,000		5%	5%
				6%	6%

## GENERAL INSTRUCTIONS

If you are filing a Rhode Island income tax return and claiming a property tax relief credit, attach RI-1040H to your Rhode Island income tax return. Your property tax relief credit will decrease any income tax due or increase any income tax refund. If you are not required to file a Rhode Island income tax return, Form RI-1040H may be filed without attaching it to a Rhode Island income tax return.

### WHO MAY QUALIFY

To qualify for the property tax relief credit you must meet all of the following conditions:

- If you are 65 years of age or older (born **BEFORE 01/02/1941**) or a disabled person who has received social security disability payments during 2005, you will receive the full amount of property tax relief for which you qualify. However, if you are not 65 years of age or older or not a disabled person who has received social security disability payments during 2005, your claim for property tax relief will be held until **June 30, 2006**. At that time, the Tax Administrator shall make payments to each such claimant proportionately, based on the unexpended appropriation, pursuant to R.I.G.L. Chapter 44-33.
- You must have been a legal resident of Rhode Island for the entire calendar year 2005.
- Your household income must have been \$30,000.00 or less.
- You must have lived in a household or rented a dwelling that was subject to property taxes.
- You must be current on property tax due on your homestead for all prior years and on any current installments.

### WHO MAY CLAIM CREDIT

If you meet all of the qualifications outlined above, you should complete Form RI-1040H to determine if you are entitled to a credit. Only one person of a household may claim the credit. If you and one or more qualified individuals each rent or own a homestead within a single dwelling, you may each file a claim. The right to file a claim does not survive a person's death; therefore a claim filed on behalf of a deceased person cannot be allowed. If the claimant dies after having filed a timely claim, the amount thereof will be disbursed to another member of the household as determined by the Tax Administrator.

### WHEN AND WHERE TO FILE

Your property tax relief claim should be filed as soon as possible after **December 31, 2005**. However, no claim for the year 2005 will be allowed unless such claim is filed by **April 15, 2006**. However, an extension for filing may be allowed at the Tax Administrator's discretion for sickness, absence or other disability. Mail your property tax relief claim to the Rhode Island Division of Taxation - One Capitol Hill - Providence, RI 02908-5806.

### IMPORTANT DEFINITIONS

What is meant by "**homestead**" - The term "homestead" means your Rhode Island dwelling, whether owned or rented, and so much of the land around it as is reasonably necessary for the use of the dwelling as a home, but not exceeding one acre. It may consist of a part of a multi-dwelling, a multi-purpose building or another shelter in which people live. It may be an apartment, a rented room, a mobile home or a farm.

What is meant by a "**household**" - The term "household" means one or more persons occupying a dwelling unit and living as a single nonprofit house-keeping unit. Household does not mean bona fide lessees, tenants or roomers and borders on contract.

What is meant by "**household income**" - The term "household income" means all income received both taxable and nontaxable by all persons of a household in a calendar year while members of the household.

What is meant by "**rent paid for occupancy only**" - The term "rent paid for occupancy only" means the gross rent paid only for the right of occupying your homestead. If you rented furnished quarters, or if utilities were furnished, such as heat, electricity, etc., then you must reduce the amount of gross rent by the reasonable rental value (not cost) of the furniture and the reasonable value of such utilities as were furnished.

### LIMITATIONS ON CREDIT

Under the provisions of Section 44-33-16, a claim for relief shall exclude all taxes or rent paid with public assistance funds. The maximum amount of credit allowable under Chapter 44-33, Property Tax Relief Act, for calendar year 2005 is \$250.00. In event that more than one person owns the residence, the taxes will be divided by the owner's share.

# RI-1040H RHODE ISLAND PROPERTY TAX RELIEF CLAIM

# 2005

First Name	Initial	Last Name	Your Social Security Number
Spouse's First Name	Initial	Last Name	Spouse's Social Security Number
Present Home Address (Number and street, including apartment number or rural route)			Daytime Telephone Number
City, Town or Post Office	State	Zip code	City or Town of Legal Residence

## PART 1 ANSWER THE FOLLOWING QUESTIONS TO DETERMINE IF YOU QUALIFY FOR PROPERTY TAX RELIEF

A. Were you a legal resident of Rhode Island for all of 2005.....	A.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO
B. Did you live in a household or rent a dwelling that was subject to property tax.....	B.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO
C. Are you current for property taxes or rent due on the homestead for all prior years.....	C.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO
D. Are you current on 2005 property taxes or rent and will pay any unpaid installments.....	D.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO
E. Was your household income \$30,000 or less (from part 2, line 8 below).....	E.	YES	<input type="checkbox"/>	<input type="checkbox"/>	NO

**IF YOU ANSWER NO TO ANY OF THESE QUESTIONS, YOU ARE NOT ELIGIBLE FOR THIS CREDIT. STOP HERE. DO NOT COMPLETE THIS FORM.**

## PART 2 ENTER ALL INCOME RECEIVED BY YOU AND OTHER MEMBERS LIVING IN YOUR HOUSEHOLD

1. Adjusted Gross Income from Federal Form 1040, line 37; 1040A, line 21; 1040EZ, line 4 or Telefile, item I If no federal return is filed, complete page 2, part 6 and enter result on line 8 below.....	1.	
2. Non-taxable interest and dividends.....	2.	
3. Capital gains not included in line 1.....	3.	
4. Social Security (including Medicare premiums) and Railroad Retirement Benefits not included in line 1.....	4.	
5. Worker's compensation and tax exempt pensions.....	5.	
6. Cash public assistance payments (welfare, etc.).....	6.	
7. Other non-taxable income - specify: _____.....	7.	
8. <b>TOTAL 2005 HOUSEHOLD INCOME</b> - add lines 1 through 7 or enter amount from page 2, part 6, line 37.....	8.	

## PART 3 ADDITIONAL INFORMATION

9A. Enter your date of birth.....	9A.	/ /
9B. Enter spouse's date of birth.....	9B.	/ /
9C. Were you or your spouse disabled and receiving Social Security Disability payments during 2005.....	9C.	YES <input type="checkbox"/> <input type="checkbox"/> NO
9D. Indicate the number of persons in your household.....	9D.	

## PART 4 TO BE COMPLETED BY HOMEOWNERS ONLY

10. Enter the amount of property taxes you paid or will pay for 2005.....	10.	
11. Enter the amount from line 8 above.....	11.	
12. Enter percentage from computation table on back page.....	12.	%
13. Multiply amount on line 11 by percentage on line 12.....	13.	
14. Tentative credit - line 10 minus line 13 (if line 13 is greater than line 10, then enter zero).....	14.	
15. <b>PROPERTY TAX RELIEF</b> (line 14 or \$250.00 whichever is LESS) enter here and on RI-1040EZ, line 10C or RI-1040, line 18C.....	15.	

## PART 5 TO BE COMPLETED BY RENTERS ONLY

Enter landlord's name and address	Landlord's Name	Landlord's Address
16. Enter amount of rent you paid in 2005.....	16.	
17. Multiply the amount on line 16 by 20%.....	17.	
18. Enter the amount from line 8 above.....	18.	
19. Enter percentage from computation table on back page.....	19.	%
20. Multiply amount on line 18 by percentage on line 19.....	20.	
21. Tentative credit - line 17 minus line 20 (if line 20 is greater than line 17, then enter zero).....	21.	
22. <b>PROPERTY TAX RELIEF</b> (line 21 or \$250.00 whichever is LESS) enter here and on RI-1040EZ, line 10C or RI-1040, line 18C.....	22.	

I hereby certify that the property taxes accrued and used for the purpose of the property tax relief credit have been or will be paid by me and there are no delinquent property taxes on my homestead.

Your Signature	Spouse's Signature
Date	Date

Paid preparer's signature and address	SSN, PTIN or EIN	Telephone number ( )
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**PART 6 WORKSHEET FOR COMPUTING TOTAL HOUSEHOLD INCOME**

**IF YOU DO NOT FILE A FEDERAL TAX RETURN, USE THE FOLLOWING WORKSHEET TO COMPUTE YOUR TOTAL HOUSEHOLD INCOME.**

23. Social Security (including Medicare premiums) and Railroad Retirement benefits.....	23.	
24. Unemployment benefits, worker's compensation.....	24.	
25. Wages, salaries, tips, etc.....	25.	
26. Dividends and interest (taxable and nontaxable).....	26.	
27. Business and Farm income (net of expenses).....	27.	
28. Pension and annuity income (taxable and nontaxable).....	28.	
29. Rental income (net of expenses).....	29.	
30. Partnership, estate and trust income.....	30.	
31. Total gain on sale or exchange of property.....	31.	
32. Loss on sale or exchange of property (capital losses are limited to \$3,000.00).....	32.	
33. Cash public assistance (welfare, etc.).....	33.	
34. Alimony and support money.....	34.	
35. Nontaxable military compensation and cash benefits.....	35.	
36. Other taxable income, please specify: _____	36.	
37. <b>TOTAL 2005 HOUSEHOLD INCOME</b> - add lines 23 through 36, enter here and on form RI-1040H, page 1, line 8.....	37.	

**COMPUTATION TABLE INSTRUCTIONS**

Step	Instruction	Household income		Percentage of income allowable as credit	
		1 person	2 or more	3%	5%
Step 1	Read down the column titled household income until you find the income range that includes the amount shown on line 8.	Less than 6,001	3%	3%	
Step 2	Read across from the income range line determined in step 1 to find the percent of income allowed as a credit. Enter this percentage on line 12 or line 19, whichever applies.	6,001 - 9,000	4%	4%	
		9,001 - 12,000	5%	5%	
		12,001 - 15,000	6%	5%	
		15,001 - 30,000	6%	6%	

**GENERAL INSTRUCTIONS**

If you are filing a Rhode Island income tax return and claiming a property tax relief credit, attach RI-1040H to your Rhode Island income tax return. Your property tax relief credit will decrease any income tax due or increase any income tax refund. If you are not required to file a Rhode Island income tax return, Form RI-1040H may be filed without attaching it to a Rhode Island income tax return.

**WHO MAY QUALIFY**

To qualify for the property tax relief credit you must meet all of the following conditions:

- a) If you are 65 years of age or older (born **BEFORE 01/02/1941**) or a disabled person who has received social security disability payments during 2005, you will receive the full amount of property tax relief for which you qualify. However, if you are not 65 years of age or older or not a disabled person who has received social security disability payments during 2005, your claim for property tax relief will be held until **June 30, 2006**. At that time, the Tax Administrator shall make payments to each such claimant proportionately, based on the unexpended appropriation, pursuant to R.I.G.L. Chapter 44-33.
- b) You must have been a legal resident of Rhode Island for the entire calendar year 2005.
- c) Your household income must have been \$30,000.00 or less.
- d) You must have lived in a household or rented a dwelling that was subject to property taxes.
- e) You must be current on property tax due on your homestead for all prior years and on any current installments.

**WHO MAY CLAIM CREDIT**

If you meet all of the qualifications outlined above, you should complete Form RI-1040H to determine if you are entitled to a credit. Only one person of a household may claim the credit. If you and one or more qualified individuals each rent or own a homestead within a single dwelling, you may each file a claim. The right to file a claim does not survive a person's death; therefore a claim filed on behalf of a deceased person cannot be allowed. If the claimant dies after having filed a timely claim, the amount thereof will be disbursed to another member of the household as determined by the Tax Administrator.

**WHEN AND WHERE TO FILE**

Your property tax relief claim should be filed as soon as possible after **December 31, 2005**. However, no claim for the year 2005 will be allowed unless such claim is filed by **April 15, 2006**. However, an extension for filing may be allowed at the Tax Administrator's discretion for sickness, absence or other disability. Mail your property tax relief claim to the Rhode Island Division of Taxation - One Capitol Hill - Providence, RI 02908-5806.

**IMPORTANT DEFINITIONS**

- What is meant by "**homestead**" - The term "homestead" means your Rhode Island dwelling, whether owned or rented, and so much of the land around it as is reasonably necessary for the use of the dwelling as a home, but not exceeding one acre. It may consist of a part of a multi-dwelling, a multi-purpose building or another shelter in which people live. It may be an apartment, a rented room, a mobile home or a farm.
- What is meant by a "**household**" - The term "household" means one or more persons occupying a dwelling unit and living as a single nonprofit house-keeping unit. Household does not mean bona fide lessees, tenants or roomers and borders on contract.
- What is meant by "**household income**" - The term "household income" means all income received both taxable and nontaxable by all persons of a household in a calendar year while members of the household.
- What is meant by "**rent paid for occupancy only**" - The term "rent paid for occupancy only" means the gross rent paid only for the right of occupying your homestead. If you rented furnished quarters, or if utilities were furnished, such as heat, electricity, etc., then you must reduce the amount of gross rent by the reasonable rental value (not cost) of the furniture and the reasonable value of such utilities as were furnished.

**LIMITATIONS ON CREDIT**

Under the provisions of Section 44-33-16, a claim for relief shall exclude all taxes or rent paid with public assistance funds. The maximum amount of credit allowable under Chapter 44-33, Property Tax Relief Act, for calendar year 2005 is \$250.00. In event that more than one person owns the residence, the taxes will be divided by the owner's share.



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## WHAT IS FORM RI-1040V AND DO YOU NEED TO USE IT?

it is a statement you send with your payment of any balance due on Form RI-1040EZ, line 11; Form RI-1040, line 19 or Form RI-1040NR, line 19. Using Form RI-1040V allows us to process your payment more accurately and efficiently. We strongly encourage you to use Form RI-1040V, but there is no penalty if you do not do so.

## HOW TO FILL IN FORM RI-1040V

- Box 1. Enter your name(s) and address as shown on your return.
- Box 2. Enter your social security number and your spouse's social security number in the boxes provided.
- Box 3. Enter the first four letters of your last name. See examples below.
 

Name.....	Enter
John Brown .....	BROW
Juan DeJesus .....	DEJE
Joan A. Lee .....	LEE
Nancy McCarthy .....	MCCA
Helen O'Neill .....	ONEI
Pedro Torres-Lopez .....	TORR
- Box 4. Enter the amount of the payment you are making. Also enter below for your records.
 

Date Paid	Check Number	Amount
_____	_____	\$ _____

## HOW TO PREPARE YOUR PAYMENT

Make your check or money order payable to the "RI Division of Taxation." Do not send cash. Make sure your name and address appear on your check or money order. Write "Form RI-1040V," your daytime phone number and social security number on your check or money order. If you are filing a joint return, enter the social security shown first on your return.

## HOW TO SEND IN YOUR RETURN, PAYMENT AND RI-1040V

Retain the top portion of this form for your records. Detach and return the lower portion with your payment. **DO NOT** staple or otherwise attach your payment of RI-1040V to your return or to each other. Instead, just put them loose in the envelope. If an envelope came with your tax package, please use it to mail your tax return, payment and Form RI-1040V. If you do not have that envelope or you used a paid preparer, mail your return, payment and Form RI-1040V to:

The Rhode Island Division of Taxation  
One Capitol Hill  
Providence, RI 02908-5806

## PAYMENT BY CREDIT CARD



Contact the service provider listed on this page and follow their instructions. Enter on page 1 of Form RI-1040EZ, RI-1040 or RI-1040NR in the upper left corner the confirmation number you were given at the end of the transaction and the amount of your tax payment (not including the convenience fee).

Telephone: 1-800-2PAY-TAX (1-800-272-9829)

Internet: [www.officialpayments.com](http://www.officialpayments.com)

DETACH HERE AND MAIL WITH YOUR PAYMENT

DO NOT STAPLE OR ATTACH THIS VOUCHER TO YOUR PAYMENT

1. Name(s)
Address
City <span style="float: right;">State</span> <span style="float: right;">Zip</span>
2. Your Social Security Number
Spouse's Social Security Number, if joint payment

3. ENTER THE FIRST FOUR LETTERS OF YOUR LAST NAME

## RI-1040V

4. ENTER AMOUNT ENCLOSED \$  00

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# 2005 INSTRUCTIONS FOR FILING RI-1040

(FOR RHODE ISLAND RESIDENTS FILING FORM RI-1040)

## GENERAL INSTRUCTIONS

This booklet contains returns and instructions for filing the 2005 Rhode Island Resident Individual Income Tax Return. Read the instructions in this booklet carefully. For your convenience we have provided "line by line instructions" which will aid you in completing your return. Please print or type so that it will be legible. Check the accuracy of your name(s), address and social security number(s).

Most resident taxpayers will only need to complete the first two pages of Form RI-1040. Those taxpayers claiming modifications to federal adjusted gross income must complete page 2, schedule I. Taxpayers claiming a credit for income taxes paid to another state must complete page 2, schedule III.

Nonresidents and part-year residents will file their Rhode Island Individual Income Tax Returns on Form RI-1040NR. These forms and instructions are available upon request at local libraries, Post Office branches or the Rhode Island Division of Taxation - One Capitol Hill - Providence, RI 02908-5801.

**Complete your 2005 Federal Income Tax Return first.** It is the basis for preparing your Rhode Island income tax return. In general, the Rhode Island income tax is based on your federal taxable income.

Accuracy and attention to detail in completing the return in accordance with these instructions will facilitate the processing of your tax return. You may find the following points helpful in preparing your Rhode Island Income Tax Return.

### WHO MUST FILE A RETURN

Resident individuals – Every resident individual of Rhode Island required to file a federal income tax return must file a Rhode Island individual income tax return (RI-1040).

A resident individual who is not required to file a federal income tax return may be required to file a Rhode Island income tax return if his/her income for the taxable year is in excess of the sum of his/her federal personal exemptions.

"Resident" means an individual who is domiciled in the State of Rhode Island or an individual who maintains a permanent place of abode in Rhode Island and spends more than 183 days of the year in Rhode Island.

For purposes of the above definition, domicile is found to be a place an individual regards as his or her permanent home – the place to which he or she intends to return after a period of absence. A domicile, once established, continues until a new fixed and permanent home is acquired. No change of domicile results from moving to a new location if the intention is to remain only for a limited time, even if it is for a relatively long duration. For a married couple, normally both individuals have the same domicile.

Any person asserting a change in domicile must show:

- (1) an intent to abandon the former domicile,
- (2) an intent to acquire a new domicile and
- (3) actual physical presence in a new domicile.

### JOINT AND SEPARATE RETURNS

**JOINT RETURNS:** Generally, if a husband and wife file a joint federal income tax return, they also must file a joint Rhode Island income tax return. However, if either the husband or the wife is a resident and the other is a non-resident, they must file separate returns, unless they elect to file a joint return as if both were residents of Rhode Island. If the resident spouse files separately in RI and a joint federal return is filed for both spouses, the resident spouse must compute income, exemptions and tax as if a separate federal return had been filed.

If neither spouse is required to file a federal income tax return and either or both are required to file a Rhode Island income tax return, they may elect to file a joint Rhode Island income tax return.

Individuals filing joint Rhode Island income tax returns are both equally liable to pay the tax. They incur what is known as "joint and several liability" for Rhode Island income tax.

**SEPARATE RETURNS:** Individuals filing separate federal income tax returns must file separate Rhode Island income tax returns.

### MILITARY PERSONNEL

Under the provisions of the Soldiers and Sailors Civil Relief Act, the service pay of members of the armed forces can only be subject to income tax by the state of which they are legal residents. Place of legal residence at the time of entry into the service is normally presumed to be the legal state of residence and remains so until legal residence in another state is established and service records are changed accordingly. The Rhode Island income tax is imposed on all the federal taxable income of a resident who is a member of the armed forces, regardless of where such income is received. Military pay received by a nonresident service person stationed in Rhode Island is not subject to Rhode Island income tax. This does not apply to other income derived from Rhode Island sources, e.g., if the service person holds a separate job, not connected with his or her military service, income received from that job is subject to Rhode Island income tax. Income derived from Rhode Island sources by the service person's spouse is subject to Rhode Island income tax.

Internal Revenue Code provisions governing armed forces pay while serving in a "combat zone" or in an area under conditions that qualify for Hostile Fire Pay are applicable for Rhode Island purposes.

### DECEASED TAXPAYERS

If the taxpayer died before filing a return for 2005, the taxpayer's spouse or personal representative must file and sign a return for the person who died if the deceased was required to file a return. A personal representative can be an executor, administrator or anyone who is in charge of the taxpayer's property.

The person who files the return should write "deceased" after the deceased's name and show the date of death in the name and address space on the return.

If you are claiming a refund as a surviving spouse filing a joint return with the deceased, no other form is needed to have the refund issued to you. However, all other filers requesting a refund due the deceased, must file Form RI-1310, Statement of Person Claiming Refund Due a Deceased Taxpayer, to claim the refund.

### WHEN TO FILE

Your return must be filed not later than April 15, 2006.

If the due date of your return falls on a Saturday, Sunday or Rhode Island legal holiday, the return will be due on the next working day.

### EXTENSION OF TIME

**Any extension of time granted for filing an individual income tax return shall not operate to extend the time for the payment of any tax due on such return.**

#### In General -

- (1) An individual who is required to file a Rhode Island income tax return shall be allowed an automatic six month extension of time to file such return.
- (2) An application must be prepared in duplicate on form RI-4868.
- (3) The original of the application must be filed on or before the date prescribed for the filing of the return of the individual with the Rhode Island Division of Taxation.
- (4) Such application for extension must show the full amount properly estimated as tax for such taxpayer for such taxable year, and such application must be accompanied by the full remittance of the amount properly estimated as tax which is unpaid as of the date prescribed for the filing of the return.

**NOTE:** If no payment is required to be made with your Rhode Island extension form and you are filing a federal extension form for the same period of time, then you do not need to submit the Rhode Island form. Attach a copy of the Federal Form 4868 or the electronic acknowledgement you receive from the IRS to your Rhode Island individual income tax return at the time it is submitted.

## WHERE TO FILE

Mail your return to:  
STATE OF RHODE ISLAND  
Division of Taxation  
One Capitol Hill  
Providence, RI 02908 – 5806

## WHERE TO GET FORMS

As far as practical, tax forms and instructions are mailed directly to taxpayers. Additional forms may be obtained from:

The website <http://www.tax.ri.gov>  
The Division of Taxation (401) 222-1111

Forms may also be obtained at many local libraries and Post Office branches.

## MISSING OR INCORRECT FORM W-2

This is the form furnished to you by your employer, which shows the amount of your income tax withheld by them, and a copy of it must accompany your Rhode Island income tax return if you are to receive credit for such withheld tax. Only your employer can issue or correct this form. If you have not received a Form W-2 from your employer by February 15, 2006 or if the form which you have received is incorrect, contact your employer as soon as possible.

## ROUNDING OFF TO WHOLE DOLLARS

The money items on your return and schedules may be shown in whole dollars. This means that you may eliminate any amount less than 50 cents and increase any amount from 50 cents to 99 cents to the next higher dollar.

## CHANGES IN YOUR FEDERAL TAXABLE INCOME OR FEDERAL TAX LIABILITY

You must report to the Rhode Island Division of Taxation any change or correction in federal taxable income or federal tax liability as reported on your federal income tax return, whether resulting from the filing of an amended federal return or otherwise. Such report must be made within 90 days after filing an amended federal return or final determination of such change by the Internal Revenue Service.  
Use Form RI-1040X.

## RHODE ISLAND LOTTERY PRIZES

Winnings and prizes received from the Rhode Island Lottery are taxable under the Rhode Island personal income tax law and are includable in the income of both residents and nonresidents alike.

## SIGNATURE

You must sign your Rhode Island income tax return and both husband and wife must sign their joint return. An unsigned return cannot be processed.

Any paid preparer who prepares a taxpayer's return must also sign as "preparer". If a firm or corporation prepares the return, it should be signed in the name of the firm or corporation.

If you wish to allow the Tax Division to contact your paid preparer should questions arise about your return, check the appropriate box above the preparer's name.

**Don't need forms mailed to you next year?** Taxpayers who pay someone else to prepare their returns probably do not need a booklet mailed to them each year. If you do not need a booklet mailed to you next year, check the box below the signature line. The Division of Taxation will send you a postcard as a reminder to see your preparer. Telling us that you do not need a booklet next year will help us to reduce printing and mailing costs.

## PAYMENTS OR REFUNDS

Any tax due must be paid in full with your return. Complete Form RI-1040V. Make check or money order payable to the Rhode Island Division of Taxation and send them with your return to the Rhode Island Division of Taxation, One Capitol Hill, Providence, RI 02908-5806. An amount due of less than one dollar (\$1) need not be paid.

A refund will be made if an overpayment of income tax is shown on your return, unless you indicate on your return that such overpayment is to be credited to your estimated tax liability for 2006. No other application for refund is necessary. Please note that no refund can be made unless your return is properly signed. Refunds of less than \$1.00 will not be paid unless specifically requested.

## ESTIMATED INCOME TAX

If a taxpayer can reasonably expect to owe more than \$250 after allowing for withholding tax and/or credits, he or she must make estimated tax payments. Estimated tax payments are made on Form RI-1040ES that has instructions for computing the estimated tax and making payments.

## RI-1040H PROPERTY TAX RELIEF CREDIT

Full year Rhode Island residents who meet certain requirements may be able to take advantage of the property tax relief credit. The credit will be applied to decrease your income tax due or increase your refund.

Claim for the property tax relief credit is made on Form RI-1040H. A copy of the Form RI-1040H is included in the income tax booklet or may be obtained at libraries, Post Office branches or from the Rhode Island Division of Taxation, One Capitol Hill, Providence, RI 02908-5801.

Taxpayers who are required to file a RI-1040 and who qualify for the property tax relief credit should submit Form RI-1040H with their Rhode Island income tax return. However, if you are claiming an automatic extension of time to file your RI income tax return (RI-1040), you are still required to file your RI-1040H no later than April 15, 2006. An extension of time for filing your RI-1040H may be allowed at the Tax Administrator's discretion for sickness, absence or other disability.

## NET OPERATING LOSS DEDUCTIONS

The Rhode Island Personal Income Tax law relating to Net Operating Loss deduction (NOL) has been amended by enactment of RIGL §44-30-2.8 and RIGL §44-30-87.1

Under the provisions of section 44-30-2.8, the five (5) year carry back provision for years ending in 2001 and 2002 provided by the Job Creation and Worker Assistance Act of 2002 (P.L.107-147) for federal tax purposes shall not be allowed for Rhode Island tax purposes.

If a taxpayer has already filed a return claiming a five (5) year carry back, he/she must file a Rhode Island amended return on form RI-1040X.

Under the provisions of section 44-30-87.1, for losses incurred for taxable years beginning on or after January 1, 2002, a NOL deduction may not be carried back for Rhode Island personal income tax purposes, but will only be allowed as a carry forward for the number of succeeding years as provided in IRS Sec. 172. A carry forward can only be used on the Rhode Island return to the extent that the carry forward is used on the federal return.

Should you have any questions regarding this matter, please call the Personal Income Tax Section at (401) 222-3911.

## BONUS DEPRECIATION

A bill passed disallowing the new federal bonus depreciation for Rhode Island tax purposes. When filing a Rhode Island tax return any bonus depreciation taken for federal purposes must be added back to income as a modification on Schedule 1, line 23B for Rhode Island purposes. In subsequent years, when federal depreciation is less than what previously would have been allowed, the difference may be deducted from income as a modification on Schedule 1, line 24B for Rhode Island purposes.

A separate schedule of depreciation must be kept for Rhode Island purposes. The gain or loss on the sale or other disposition of the asset is to be determined, for Rhode Island purposes, using the Rhode Island depreciation schedule.

**EXAMPLE:** A company bought equipment after September 11, 2001 that cost \$10,000 and had a 10 year life and qualified for 30% bonus depreciation. Depreciation for federal purposes in the first year was \$3,700 (30% X \$10,000) + (10% x 7,000). Normal depreciation in the first year would have been \$1,000. The Company should add back on Schedule 1, line 23b of RI-1040 the amount of \$2,700 (\$3,700 - \$1,000). The company should write on line 23b the words "Bonus Depreciation Adjustment". In subsequent years the company should deduct \$300 (\$1000 - \$700) each year while depreciation lasts. The deduction should be on line 24b of RI-1040 and they should write in the words "Bonus Depreciation Adjustment".

If a taxpayer has already filed a return, a form RI-1040X should be filed. Questions on this procedure should be addressed by calling the Personal Income Tax Section at (401) 222-3911.

## SECTION 179 DEPRECIATION

Rhode Island passed a bill disallowing the increase in the section 179 depreciation under the Jobs & Growth Tax Relief Reconciliation Act of 2003. Section 179 depreciation will remain limited to \$25,000 for Rhode Island income tax purposes. When filing your Rhode Island tax return any additional section 179 depreciation taken must be added back to federal adjusted gross income as a modification on RI-1040, page 2, schedule 1, line 23B. In subsequent years, when federal depreciation is less than what previously would have been allowed, the difference may be deducted from federal adjusted income as a modification on RI-1040, page 2, schedule 1, line 24B.

A separate schedule of depreciation must be kept for Rhode Island purposes. The gain or loss on the sale or other disposition of the asset is to be determined, for Rhode Island purposes, using the Rhode Island depreciation schedule.

#### **FAMILY EDUCATION ACCOUNTS** (Tuition Savings Program – Section 529)

A modification decreasing federal adjusted gross income may be claimed for contributions made to Rhode Island's tuition savings program "529 plan". The maximum modification shall not exceed \$500, \$1,000 if a joint return, regardless of the number of accounts. Taxpayers should claim the modification on Schedule I, line 24b and write in the words "Tuition Savings Program". If the funds are rolled over to a Tuition Savings Plan of another state or are an unqualified withdrawal, recapture is required.

Taxpayers may also take a modification decreasing federal adjusted gross income in the amount of any qualified withdrawal or distribution from the "Tuition Saving Program" which is included in federal adjusted gross income. Taxpayers should claim the modification on Schedule I, line 24b and write in the words "Tuition Savings Program".

#### **RHODE ISLAND TAX CREDITS**

Rhode Island law provides special Rhode Island tax credits which may be applied against the Rhode Island income tax. Before claiming any credits, taxpayers should refer to the Rhode Island law and/or regulations for specific requirements for each credit such as carryover provisions and the order in which the credits must be used. Taxpayers claiming credits must attach the proper form(s) and other documentation to the return; failure to do so will result in disallowance of the credit. The following is a brief list of the current Rhode Island state tax credits:

- (1) **Investment Tax Credit** (RI-3468) – for manufacturing and other property. RIGL 44-31
- (2) **Daycare Assistance and Development Credit** (RI-2441) – for employers and others providing daycare to employees. RIGL 44-47
- (3) **Historic Residence Credit** – for approved residence rehabilitation. RIGL 44-33.1
- (4) **Historic Commercial Building Credit** – for approved commercial rehabilitation. RIGL 44-33.2
- (5) **Residential Lead Abatement Income Tax Credit** (RI-6238) – for qualified lead hazard removal or mitigation. RIGL 44-30.3
- (6) **Research and Development Property Credit** (RI-7695P) – for property in laboratory or experimental research. RIGL 44-32-2

- (7) **Research and Development Expense Credit** (RI-7695E) – for federally defined excess RI expenses in laboratory or experimental research. RIGL 44-32-3
- (8) **Qualifying Widow(er) Credit** (RI-SP01) – for RI qualifying widow(er) age 65 with dependent child. RIGL 44-30-26
- (9) **Residential Renewable Energy System Credit** – for specific types of residential systems approved by the RI energy office. RIGL 44-57
- (10) **Employers' Worksite Adult Education Credit** (RI-6324) – for employers offering specific types of adult education. RIGL 44-46
- (11) **Jobs Training Expenses Credit** (RI-2949) – for training specifically approved by the RI Human Resource Investment Council. RIGL 42-64.6
- (12) **Motion Picture Production Tax Credit** - for certified production costs as determined by the Rhode Island Film and Television Office. RIGL 44-31.2.

#### **INTEREST**

Any tax not paid when due, including failure to pay adequate estimated tax, is subject to interest at the rates of 12% in 2005 and 12% in 2006. Interest on refunds of tax overpayments will be paid at the rate of 12% if the refund is not paid within 90 days of the due date or the date the completed return was filed, whichever is later.

#### **PENALTIES**

The law provides for penalties in the following circumstances:  
Failure to file an income tax return.  
Failure to pay any tax due on or before the due date.  
Preparing or filing a fraudulent income tax return.

#### **USE OF FEDERAL INCOME TAX INFORMATION**

All amounts reported from the Federal Forms 1040, 1040A, 1040EZ, Telefile, 1040NR and 1040NR-EZ as well as those reported on Form RI-1040 are subject to verification and audit by the Rhode Island Division of Taxation.

The Rhode Island Division of Taxation and the Internal Revenue Service exchange income tax information to verify the accuracy of the information reported on Federal and Rhode Island income tax returns.

#### **PAYMENT BY CREDIT CARD**

**To Pay by Credit Card.** You may use your American Express® Card, Discover® Card, Visa® Card or MasterCard® card. To pay by credit card, call toll free or access by Internet the service provider listed on this page and follow the instructions of the provider. A convenience fee will be charged by the service provider based on the amount you are paying. You will be told what the fee is during the transaction and you will have the option to either continue or cancel the transaction. You can also find out what the fee will be by calling the provider's toll-free automated customer service number or visiting the provider's Web Site shown below. If you paid by credit card, enter on page 1 of Form RI-1040 in the upper left corner the confirmation number you were given at the end of the transaction and the amount of your tax payment (not including the convenience fee).

You may also use this method for making 2006 Rhode Island estimated income tax payments.

Official Payments Corporation  
**1-800-2PAY-TAX (1-800-272-9829)**  
On line payments  
[www.officialpayments.com](http://www.officialpayments.com)  
Customer Service  
**1-877-754-4413**

#### **OTHER QUESTIONS**

Obviously the foregoing general instructions and the specific instructions for completing the return form(s) which follow will not answer all questions that may arise. If you have any doubt regarding completion of your return, further assistance may be obtained at the Division of Taxation, One Capitol Hill, Providence RI 02908-5801 or by calling Taxpayer Assistance at (401) 222-1040.

## **SPECIFIC INSTRUCTIONS**

Most resident taxpayers will only need to complete the first 2 pages of Form RI-1040. Those taxpayers claiming modifications to federal adjusted gross income, allowable federal credits, Rhode Island earned income credit or credit for taxes paid to another state must complete the appropriate schedule on page 2 of Form RI-1040. Additionally, on page 3 a taxpayer may elect to make various checkoff contributions. These contributions will increase your tax due or reduce your refund.

Taxpayers reporting a tax for children under age 14 who have investment income must complete RI- 8615.

#### **NAME AND ADDRESS**

If the name or address shown on the return is incorrect, print or type any necessary correction on the return. If you did not receive the booklet and pre-addressed return, please complete the identification portion of the return, including the city or town of legal residence.

#### **ELECTORAL SYSTEM CONTRIBUTION**

You may designate a contribution of five dollars (\$5) or ten dollars (\$10) if married and filing a joint return, to the account for the public financing of the electoral system. The first two dollars (\$2) or four dollars (\$4) if married and filing a joint return, up to

a total of two hundred thousand dollars (\$200,000) collectively for all parties and the nonpartisan account, shall be allocated only to political parties which at the preceding general election, nominated a candidate for governor and such candidate polled at least 5 percent of the entire vote cast in the state for governor. The remaining funds shall be allocated for the public financing of campaigns for governor.

An electoral system contribution will NOT increase your tax due or reduce your refund.

**DESIGNATION OF POLITICAL PARTY**

If you don't name a political party, your contribution will be credited to the nonpartisan general account or you can check the box and designate a political party. If you designate:

- (1) a political party which did not receive at least 5 percent of the entire vote for Governor in the preceding general election,
- (2) a non-existent political party,
- (3) a particular office,
- (4) an individual officeholder or political figure or
- (5) a national party which is not a state party, your electoral system contribution will be credited to the nonpartisan general account. If you designate more than one political party, your contribution will be credited to the first political party named.

**FILING STATUS**

Check the appropriate box to indicate your filing status. Generally your filing status for Rhode Island income tax purposes is the same as for Federal income tax purposes.

**Line 1 – Federal Adjusted Gross Income:** Enter your federal adjusted gross income from Federal Form 1040, line 37; 1040A, line 21; 1040EZ, line 4; Telefile line I; 1040NR, line 34 or 1040NR-EZ, line 10.

**Line 2 – Modifications:** Enter your net modifications from schedule I, line 25. Schedule I is found on page 2 of Form RI-1040 and is discussed further in these instructions.

**Line 3 – Modified Federal Adjusted Gross Income:** Determine your modified federal adjusted gross income by combining the amount on line 1 with the amount on line 2.

**Line 4 – Deductions:** Enter your RI standard deduction or amount from Federal Schedule A, line 28, whichever is greater.

Single	\$5,000
Married Joint	\$8,300
Qualifying Widow(er)	\$8,300
Married Separate	\$4,150
Head of Household	\$7,300

If you or your spouse were age 65 or older (born before 01/02/1941) or blind at the end of 2005 see the RI Standard Deduction Schedule A on page 4 to determine the amount of your standard deduction. If you use the Schedule to determine the amount of your standard deduction, you must attach the schedule to your RI-1040.

If someone else can claim you on their return you must complete the RI Standard Deduction Schedule B to determine the amount of your standard deduction. If you use the Schedule to determine the amount of your standard deduction, you must attach the schedule to your RI-1040.

**If you itemize your deductions and line 3 is more than \$145,950 (\$72,975 if married filing separate), you need to recalculate your itemized deductions based on your modified federal adjusted gross income. Complete the RI Itemized Deduction Schedule on page 4. If you use the Schedule to determine the amount of your standard deduction, you must attach the schedule to your RI-1040.**



**If you are filing married filing joint or married filing separate, you may itemize your deductions on your RI return even if you do not itemize on your federal return. Calculate your itemized deductions on your Federal Schedule A. Compare the amount to your RI standard deduction and enter the larger amount.**

**Line 5 - Subtract line 4 from line 3.**

**Number of Exemptions:** Enter the number of exemptions from Federal Form 1040, line 6d or 1040A, line 6d in the box on line 6. If you are filing a Federal 1040EZ or Federal Telefile Form then enter the amount from the chart below in the box on line 6.

Amount on Federal 1040EZ, line 5	Enter in box on RI-1040, line 6
Less than 5,000	0
5,000	0
8,200	1
10,000	0
13,200	1
16,400	2

Amount on Federal Telefile line J(2)	Enter in box on RI-1040, line 6D
0	0
3,200	1
6,400	2

**Line 6 – Exemption Amount:** Multiply the number of exemptions in the box by \$3,200.

**However, if line 3 is more than \$109,475 or you provided housing to a person displaced by Hurricane Katrina, see worksheet below to compute your exemption amount.**

**Line 7 – Rhode Island Taxable Income:** Subtract line 6 from line 5.

**Line 8A – Rhode Island Income Tax:** Enter the RI income tax from the RI Tax Table or Computation Worksheet, RI Schedule CGW, RI Schedule D, RI Schedule J or RI-8615. Check the box to indicate the method used to calculate the RI income tax. Check only one box.

**Line 8B – Other RI Taxes:** Enter the amount from RI Schedule OT, page 3, line 14. Use this line to report any tax from lump-sum distributions, parents' election to report child's interest and dividends, recapture of federal tax credits and miscellaneous federal taxes.

**Line 9 – Rhode Island Alternative Minimum Tax:** If you are reporting an alternative minimum tax on your federal income tax return, you must complete Form RI-6251 and enter the amount from RI-6251, line 14 on Form RI-1040, page 1, line 9. Attach a copy of Form RI-6251 to your RI-1040.



**If you have claimed modifications to federal adjusted gross income on line 2, you must recalculate your federal alternative minimum tax based on your modified federal adjusted gross income. If you did not report a federal alternative minimum tax, but a federal alternative minimum tax would be required based on your modified federal adjusted gross income, you must calculate a federal alternative minimum tax based on your modified federal adjusted gross income for Rhode Island purposes and complete RI-6251.**

**EXEMPTION WORKSHEET for RI-1040 or RI-1040NR, line 6**

1. Multiply \$500 by the total number of guests listed on Federal Form 8914, part I. Do not enter more than \$2,000. **(If you are entering an amount on this line, you must attach Federal Form 8914 to your RI-1040 or RI-1040NR)** ..... 1. \_\_\_\_\_
2. Multiply \$3,200 by the total number of exemptions claimed in box on RI-1040 or RI-1040NR, page 1, line 6..... 2. \_\_\_\_\_
3. Add lines 1 and 2..... 3. \_\_\_\_\_
4. Is the amount on RI-1040 or RI-1040NR, line 3 more than the amount shown on line 6 below?  
 Yes. Continue to line 5.  
 No. **STOP HERE!** Enter the amount from line 3 above on RI-1040 or RI-1040NR, page 1, line 6.
5. Enter the amount from RI-1040 or RI-1040NR, page 1, line 3..... 5. \_\_\_\_\_
6. **If your filing status is... then enter on line 6**  

Single	\$145,950	}	..... 6. _____
Married filing jointly or Qualifying widow(er)	218,950		
Married filing separately	109,475		
Head of household	182,450		
7. Subtract line 6 from line 5. If the result is more than \$122,500 (\$61,250 if Married filing separately), then **STOP HERE** you **CANNOT** take a deduction for exemptions. Otherwise, enter the result here... 7. \_\_\_\_\_
8. Divide line 7 by \$2,500 (\$1,250 if Married filing separately). If the result is not a whole number, increase it to the next higher whole number (for example, increase 0.0004 to 1)..... 8. \_\_\_\_\_
9. Multiply line 8 by 2% (.02) and enter the result as a decimal..... 9. \_\_\_\_\_
10. Multiply line 2 by line 9..... 10. \_\_\_\_\_
11. Deduction for exemption. Subtract line 10 from line 3. Enter here and on RI-1040 or RI-1040NR, page 1, line 6..... 11. \_\_\_\_\_

**Line 10 – Total Rhode Island Income Tax:** Add lines 8A, 8B and 9.

**Line 11A – Rhode Island Percentage of Allowable Federal Credits:** Enter the amount of allowable federal credits from page 2, schedule II, line 34.

**Line 11B – Other Rhode Island Credits:** Enter amount of other Rhode Island credits and list the credit form number on line 11B. Attach a copy of the appropriate credit form to your RI-1040. A listing and a description of the various Rhode Island credits are available in the general instructions.

**Line 11C - Credit for Taxes Paid to Other States:** Enter amount of credit for taxes paid to other states from page 2, schedule III, line 41. If credit is claimed for taxes paid to more than one state, make a separate calculation of each state on Form RI-1040MU. This form can be obtained by contacting the RI Division of Taxation at One Capitol Hill - Providence, RI 02908-5801 or by calling (401) 222-1111.

**Line 12 – Total Rhode Island Credits:** Add lines 11A, 11B and 11C.

**Line 13 – Rhode Island Tax after Credits:** Subtract line 12 from line 10 (if zero or less enter zero).

**Line 14 – Rhode Island Use/Sales Tax:** Enter the amount of Rhode Island Use/Sales Tax from line 6 on the worksheet below.

**What is a Use Tax?**

A Use Tax is a tax on the use of tangible personal property in a state where the property has not been subject to the sales tax. Rhode Island Use Tax applies when merchandise purchased outside of Rhode Island is brought into Rhode Island. Sales and use taxes are complementary taxes and are assessed at the same rate. In Rhode Island the sales and use tax rate is 7%. The Rhode Island Use Tax is most often due when merchandise subject to the sales tax in Rhode Island is purchased from an out-of-state vendor who did not collect the Rhode Island tax and the property is subsequently used in this state. Common examples of transactions from which use tax liability may arise are mail order catalog sales and toll-free "800" purchases and purchases made over the internet.

**What is taxable?**

The same items that are subject to the Rhode

Island Sales Tax are subject to the use tax. Some typical examples of taxable items are jewelry, computers and electronic equipment. Clothing and footwear are not taxable.

**How do I file and pay?**

To report use tax, please complete the Rhode Island Individual Consumer's Use/Sales Tax worksheet below.

**Line 15 – Total Rhode Island Tax:** Add lines 13 and 14.

**Line 16 – Rhode Island Checkoff Contributions:** Enter the amount of checkoff contributions from page 3, schedule IV, line 8. A list of the checkoff contributions are contained later in these instructions. These checkoff contributions will increase your tax due or reduce your refund.

**Line 17 – Total Rhode Island Tax and Checkoff Contributions:** Add lines 15 and 16.

**Line 18A – Rhode Island Income Tax Withheld:** Enter total amount of Rhode Island 2005 income tax withheld. (Attach state copy of all forms W-2, 1099s, etc. to the front of the return) Credit for Rhode Island income tax withheld will be allowed only for those amounts supported by attached W-2s, 1099s, etc.

**Line 18B – 2005 Estimated Payments and Amount Applied from 2004 Return:** Enter the amount of estimated payments on 2005 Form RI-1040ES and the amount applied from your 2004 return.

**Line 18C – Property Tax Relief Credit:** Enter the amount of allowable property tax relief credit from Form RI-1040H line 15 or 22, whichever is applicable. If you are filing a Rhode Island Form RI-1040, attach a copy of form RI-1040H to the front of your RI-1040. However, if you are not required to file a form RI-1040, you may file a Form RI-1040H separately to claim your property tax relief credit. Property tax relief claims must be filed no later than April 15, 2006.

**Line 18D – RI Earned Income Credit:** Enter amount from RI Schedule EIC, page 2, line 50. If you are claiming a RI earned income credit you must attach RI Schedule EIC to your RI-1040.

**Line 18E – Other Payments:** Enter any other payments, including pass-through withholding paid on your behalf from form RI 1099-PT, box 8 (attach

Form RI 1099-PT to your return) and any advance payments made with your application for an automatic extension of time to file (Form RI-4868). Attach a copy of Form RI-4868 to your return and check the box on RI-1040, page 1 to the right of line 18.

**Line 18F – Total Payments and Credits:** Add lines 18A, 18B, 18C, 18D and 18E.

**Line 19 – Balance Due:** If the amount on line 17 is greater than the amount of line 18F, **SUBTRACT** line 18F from line 17 and enter the balance due on line 19. This is the amount you owe. This amount is payable in full with your return. Complete Form RI-1040V. Send payment and Form RI-1040V with your return. An amount due of less than one dollar (\$1) need not be paid.

If you owe underestimating interest, complete Form RI-2210 or Form RI-2210A. Indicate the amount of interest due from RI-2210, line 12 or line 22 or form RI-2210A, line 12 in the space provided on line 19. Add the interest to the amount due, enter the total on line 19 and include the total amount due with your return.

**Line 20 – Overpayment:** If the amount on line 18F is greater than the amount on line 17 then **SUBTRACT** line 17 from line 18F and enter the overpayment on line 20.

**Line 21 – Refund:** Enter the amount of the overpayment on line 20 that is to be refunded. Refunds of less than \$1.00 will not be paid unless specifically requested.

**Line 22 - Overpayment to be applied to 2006:** Enter the amount of overpayment on line 20, which is to be applied to your 2006 estimated tax. (See General Instructions)

**SCHEDULE I – MODIFICATIONS TO FEDERAL ADJUSTED GROSS INCOME**

**Line 23A – Modifications increasing federal adjusted gross income:** Enter income from obligations of any state or its political subdivision, other than Rhode Island.

**Line 23B – Other Modifications:** Enter the amount of other adjustments increasing federal adjusted gross income (attach explanation). These may include:

- (1) Rhode Island fiduciary adjustment as beneficiary of an estate or trust under Section 44-30-17;
- (2) Income distributed to a resident beneficiary of a trust which was previously taxed to the grantor of the trust for federal income tax purposes but was not taxable as investment income prior to the amendment of Section 44-28-7(d);
- (3) Interest on indebtedness incurred or continued to purchase or carry obligations or securities the income of which is exempt from Rhode Island personal income tax, to the extent such interest has been deducted in determining federal adjusted gross income or taxable income;
- (4) Family Education Accounts
- (5) Bonus depreciation that has been taken for federal purposes that must be added back to Rhode Island income. (See general instructions for more details).
- (6) Increased Section 179 depreciation that has been taken for federal purposes that must be added back to Rhode Island income. (See general instructions for more details).

<b>INDIVIDUAL CONSUMER'S USE/SALES TAX WORKSHEET</b> <b>for RI-1040, page 1, line 14</b> <b>KEEP FOR YOUR RECORDS - YOU DO NOT NEED TO ATTACH THIS WORKSHEET TO YOUR RETURN.</b>	
1. Schedule of purchases subject to the use/sales tax (if you need more space to list your purchases, attach a separate sheet).	
A. _____	1A. _____
B. _____	1B. _____
C. _____	1C. _____
2. Total price of purchases subject to tax - add lines 1A, 1B and 1C.....	2. _____
3. Rhode Island percentage.....	3. <u>7%</u>
4. Amount of tax - multiply line 2 by line 3.....	4. _____
5. Credit for taxes paid in other states on the items listed on line 1.....	5. _____
6. <b>TOTAL AMOUNT DUE</b> - subtract line 5 from line 4 - enter here and on RI-1040, page 1, line 14.....	6. _____

**Line 23C – Total Modifications Increasing Federal Adjusted Gross Income:** Add lines 23A and 23B.

**Line 24A - Modifications Decreasing Federal Adjusted Gross Income:** Enter income from obligations of the United States Government to the extent included in adjusted gross income for federal tax purposes but exempt for state purposes. Example – US Government Series E bond interest. Taxpayers claiming these modifications must submit a schedule showing the source and amount of income claimed to be exempt.

**Line 24B - Other modifications:** Enter the amount of other adjustments decreasing federal adjusted gross income (attach explanation). These may include:

- (1) Rhode Island fiduciary adjustment as beneficiary of an estate or trust under Section 44-30-17;
- (2) Interest or dividend income on obligations or securities of any authority, commission or instrumentality of the United States to the extent included in gross income for federal income tax purposes but exempt from state income taxes under the laws of the United States;
- (3) Elective deduction for new research and development facilities. (attach form RI-1040RD);
- (4) Railroad Retirement benefits included in gross income for federal income tax purposes but exempt from state income taxes under the laws of the United States;
- (5) Qualifying investment in a certified venture capital partnership;
- (6) Family Education Accounts – Enter amount of modification decreasing federal AGI from RI-1040FEA;
- (7) Tuition Saving Program (section 529 accounts) - A modification decreasing federal adjusted gross income may be claimed for any contributions made to an account under the tuition savings program. The maximum modification shall not exceed \$500, \$1,000 if a joint return.
- (8) Exemptions from tax on profit or gain for writers, composers and artists residing within a section of the defined Economic Development Zone within the cities of Pawtucket & Providence and the Town of Westerly and creating artistic works while a resident of the Zone. Taxpayers claiming these modifications must submit a schedule showing the source and amount of income claimed to be exempt.
- (9) Depreciation that has not been taken for federal purposes because of the bonus depreciation that must be subtracted from Rhode Island income. (See general instructions for more details).
- (10) Depreciation that has not been taken for federal purposes because of the increased section 179 depreciation was not taken originally. (See general instructions for more details).
- (11) Allowable modification for performance based compensation realized by an eligible employee under the Rhode Island Jobs Growth Act. Taxpayers claiming this modification must check the box to the right of line 24.

**Line 24C – Total Modifications Decreasing Federal Adjusted Gross Income:** Add lines 24A and 24B and enter as a negative number.

**Line 25 – Net Modifications:** Combine lines 23C and 24C (Enter here and on RI-1040, page 1, line 2).

## SCHEDULE II - ALLOWABLE FEDERAL CREDITS

**Line 26 – Rhode Island Income Tax:** Enter the amount from Form RI-1040, page 1, line 10.

**Line 27 – Foreign Tax Credit:** Enter the amount from Federal Form 1040, line 47 or 1040NR, line 45.

**Line 28 – Credit for Child and Dependent Care Expenses:** Enter the amount from Federal Form 1040, line 48; 1040A, line 29 or 1040NR, line 43.

**Line 29 – Credit for Elderly or the Disabled:** Enter the amount from Federal Form 1040, line 49 or 1040A, Line 30.

**Line 30 – Federal Mortgage Interest Credit:** Enter the amount from Federal Form 8396, line 11.

**Line 31A -** This line has been left intentionally blank for use on the 2006 Rhode Island Income Tax return. Do not enter any amount on this line.

**Line 31B – Other Federal Credits:** Enter the amount of allowable federal credits from Federal Form 1040, lines 55 and 70 or 1040NR, lines 49 and 63.

**Allowable Federal Credits included on Federal Form 1040, lines 55 and 70:**

- (1) 3468 Investment Credit
- (2) 6478 Credit for Alcohol Used as Fuel
- (3) 6765 Credit for Increasing Research Activities
- (4) 8586 Low-Income Housing Credit
- (5) 8826 Disabled Access Credit
- (6) 8830 Enhanced Oil Recovery Credit
- (7) 8835 Renewable Electricity Production Credit
- (8) 8845 Indian Employment Credit
- (9) 8846 Credit for Employer Social Security and Medicare Taxes Paid on Certain Employees
- (10) 8847 Credit for Contributions to Selected Community Development Corporations
- (11) 8801 Credit for Prior Year Minimum Tax
- (12) 8834 Qualified Electric Vehicle Credit
- (13) 8844 Empowerment Zone Employment Credit
- (14) 4136 Credit for Federal Tax Paid on Fuels

**Line 32 – Total Allowable Federal Credits:** Add lines 27, 28, 29, 30 and 31B.

**Line 33 –** Multiply the amount on line 32 by 25%

**Line 34 - Maximum Credit:** Enter the amount from line 26 or 33, whichever is less. Enter here and on form RI-1040, page 1, line 11A.

## SCHEDULE III – CREDIT FOR INCOME TAXES PAID TO ANOTHER STATE

**Line 35 – Rhode Island Income Tax:** Enter the amount from page 1, line 10 less allowable federal credits from page 2, schedule II, line 34.

**Line 36 – Adjusted Gross Income from Other State(s):** Enter the amount of adjusted gross income derived from other states. If state income tax has been paid to more than one other state, prepare a separate calculation for each state, on Form RI-1040MU. This form can be obtained by contacting the Rhode Island Division of Taxation at One Capitol Hill, Providence, RI 02908-5801 or calling (401) 222-1111.

**Line 37 – Modified Federal AGI:** Enter amount from page 1, line 3.

**Line 38 –** Divide line 36 by line 37.

**Line 39 – Tentative Credit:** Multiply the amount on line 35 by the percentage on line 38.

**Line 40 – Tax Due and Paid to Other State:** Enter the amount of income tax due and paid to the other state. A signed copy of the return filed with the other state must be attached to your Rhode Island Form RI-1040. If you owe no tax to the other state and are to be refunded all the taxes withheld or paid to the other state, enter \$0.00 on line 40.

**Line 41 – Maximum Credit for Tax Paid to Other States:** Enter the amount on line 35, line 39 or line 40, whichever is the smallest. Enter here and on page 1, line 11C.

## RI SCHEDULE EIC – RHODE ISLAND EARNED INCOME CREDIT

**Line 42 – Rhode Island Income Tax:** Enter the amount from RI-1040, line 13.

**Line 43 – Federal Earned Income Credit:** Enter the amount of Federal Earned Income Credit from Federal Form 1040, line 66a; 1040A, line 41a; 1040EZ, line 8a or telefile line L.

**Line 44 –** The Rhode Island percentage for 2005 is 25%.

**Line 45 –** Multiply line 43 by line 44.

**Line 46 –** Enter the **SMALLER** of line 42 or line 45.

**Line 47 –** Subtract line 46 from line 45. If line 46 is greater than or equal to line 45, skip lines 48 and 49 and enter the amount from line 46 on line 50. Otherwise continue to line 48.

**Line 48 –** The refundable Rhode Island percentage is 10%.

**Line 49 – Rhode Island Refundable Earned Income Credit:** Multiply line 47 by line 48.

**Line 50 – Total Rhode Island Earned Income Credit:** Add line 49 and line 46. Enter here and on RI-1040, line 18D.

## SCHEDULE IV – RHODE ISLAND CHECK-OFF CONTRIBUTIONS

**NOTE:** These checkoff contributions will increase your tax due or reduce your refund. All checkoff contributions are voluntary.

**Lines 1 through 8 – Contributions:** A contribution to the following programs may be made by checking the appropriate box(es) or by entering the amount you want to contribute. All such contributions are deposited as general revenues.

- (1) Drug Program Account
- (2) Olympic Contribution
- (3) Rhode Island Organ Transplant Fund
- (4) Rhode Island Council on the Arts
- (5) Rhode Island Non-game Wildlife Appropriation
- (6) Childhood Disease Victims' Fund
- (7) RI Military Family Relief Fund

**Line 8 – Total Contributions:** Add lines 1, 2, 3, 4, 5, 6 and 7 then enter the total here and on page 1, line 16.

## RI SCHEDULE OT – OTHER RHODE ISLAND TAXES

Complete this schedule if you are reporting a federal tax on lump-sum distributions, parents' election to report child's interest and dividends, a recapture of federal tax credits or other miscellaneous federal income taxes.



**Line 9 – Tax on Lump-sum Distributions:** Enter the amount from Federal Form 4972, line 7 or line 30.

**Line 10 – Tax on Parents' Election To Report Child's Interest and Dividends:** Enter all the amounts from each Federal Form 8814, line 9.

**Line 11 – Tax on Amount of Recapture of Federal Tax Credits and Other Miscellaneous Federal Income Taxes:** Enter the amount of recapture of federal tax credits and any other miscellaneous federal income taxes that you are claiming. Miscellaneous Federal Taxes may include, but are not limited to:

- (1) Recapture of Mortgage Credit Certificate
- (2) Tax on Accumulation Distribution of Trusts

**Line 12** – Add lines 9, 10 and 11.

**Line 13** - The Rhode Island percentage for 2005 is 25%.

**Line 14 – Other RI Taxes:** Multiply line 12 by line 13. Enter here and on RI-1040, line 8B.

**RI-8615 – TAX FOR CHILDREN UNDER AGE 14 WHO HAVE INVESTMENT INCOME**  
(FOR TAXPAYERS WHO FILED FEDERAL FORM 8615)

**Line 15** – Enter the amount from Federal Form 8615, Line 18

**Line 16** – The Rhode Island percentage for 2005 is 25%.

**Line 17 – Tax:** Multiply line 15 by line 16. Enter here and on RI-1040, page 1, line 8A and check the RI-8615 box.

**RI SCHEDULE CGW – RHODE ISLAND CAPITAL GAIN WORKSHEET**

Use this schedule only if you did not calculate your tax on Federal Schedule D **AND** 1. You checked off the box on Federal Form 1040, line 13 **OR** 2. You entered an amount on Federal Form 1040A, line 10.

**Line 1** – Enter the amount of RI taxable income from page 1, line 7.

**Line 2** – Enter the amount of capital gain distributions from Federal Form 1040, line 13 or Federal Form 1040A, line 10.

**Line 3** – Subtract line 2 from line 1.

**Line 4** – Figure the tax on the amount on line 3. Use the RI Tax Tables or the RI Tax Computation Worksheet, whichever applies.

**Line 5** – Enter the smaller of the amount on line 1 or:

Single	\$29,700
Married Joint	\$49,650
Qualifying Widower	\$49,650
Head of House	\$39,800
Married Separate	\$24,825

**Line 6** – If the amount on line 3 is equal to or more than the amount on line 5 then skip lines 6 through 8 and go to line 9. Otherwise enter the amount from line 3.

**Line 7** – Subtract line 6 from line 5.

**Line 8** – Multiply line 7 by 2.5 % (.025).

**Line 9** – If the amounts on line 2 and 7 are the same, leave lines 9 through 12 blank and go to line 13. Otherwise enter the smaller of line 1 or line 2.

**Line 10** – Enter the amount if any from line 7.

**Line 11** – Subtract line 10 from line 9. If zero or less, enter zero.

**Line 12** – Multiply line 11 by 5% (.05)

**Line 13** – Add lines 4, 8 and 12.

**Line 14** – Figure the tax on the amount on line 1. Use the RI Tax Table or RI Tax Computation Worksheet, whichever applies.

**Line 15 – Tax:** Enter the smaller of line 13 or line 14. Enter here and on RI-1040, page 1, line 8A and check the RI Schedule CGW box.

**RHODE ISLAND SCHEDULE D – CAPITAL GAINS**

This form is to be used by taxpayers reporting capital gains or figuring their tax on Federal Form Schedule D.

**Line 1 - Rhode Island Taxable Income:** Enter the amount from Form RI-1040, page 1, line 7. **(If this line is zero or less, do not complete this form).**

**Line 2** – Enter the **SMALLER** of Federal Schedule D, line 15 or Federal Schedule D, line 16. If zero or less, enter zero.

**Line 3** – Enter the amount of investment interest expense deduction from Federal form 4952, line 4g.

**Line 4** – Subtract line 3 from line 2.

**Line 5** – Combine net short term capital gains (Federal Schedule D, line 7) and any federal 28% rate gain (Federal 28% Rate Gain Worksheet, lines 1 through 5). If zero or less, enter zero.

**Line 6** – Enter the **SMALLER** of RI Schedule D, line 5 or Federal Schedule D, line 18. (not less than zero)

**Line 7** – Enter the amount of unrecaptured section 1250 gain from Federal Schedule D, line 19.

**Line 8** – Add lines 6 and 7.

**Line 9** – Subtract line 8 from line 4. (If zero or less, enter zero).

**Line 10** – Subtract line 9 from line 1. (If zero or less enter zero).

**Line 11** – Enter the **SMALLER** of the amount on line 1 **OR:**

Single	\$29,700
Married Joint	\$49,650
Qualifying Widower	\$49,650
Head of House	\$39,800
Married Separate	\$24,825

**Line 12** – Enter the **SMALLER** of line 10 or line 11.

**Line 13** – Subtract line 4 from line 1. (If zero or less, enter zero).

**Line 14** – Enter the **LARGER** of line 12 or line 13.

**Line 15** – Figure the tax on the amount on line 14.

Use the RI Tax Tables or RI Tax Computation Worksheet, whichever applies.

**IF LINES 11 AND 12 ARE THE SAME, SKIP LINES 16 AND 17 AND GO TO LINE 18. OTHERWISE, GO TO LINE 16.**

**Line 16** – Subtract line 12 from line 11.

**Line 17** – Multiply line 16 by 2.50% (.025).

**IF LINES 1 AND 11 ARE THE SAME, SKIP LINES 18 THROUGH 21 AND GO TO LINE 22. OTHERWISE, GO TO LINE 18.**

**Line 18** – Enter the **SMALLER** of line 1 or line 9.

**Line 19** – Enter the amount from line 16 above. (If line 16 is blank, enter zero).

**Line 20** – Subtract line 19 from line 18.

**Line 21** – Multiply line 20 by 5.00% (.05).

**IF LINE 7 IS ZERO OR BLANK, SKIP LINES 22 THROUGH 27 AND GO TO LINE 28. OTHERWISE, GO TO LINE 22.**

**Line 22** – Enter the **SMALLER** of line 4 or line 7.

**Line 23** – Add lines 4 and 14.

**Line 24** – Enter the amount from line 1 above.

**Line 25** – Subtract line 24 from line 23. (If zero or less, enter zero).

**Line 26** – Subtract line 25 from line 22. (If zero or less, enter zero).

**Line 27** – Multiply line 26 by 6.25% (.0625).

**IF LINE 6 IS ZERO, SKIP LINES 28 THROUGH 30 AND GO TO LINE 31. OTHERWISE, GO TO LINE 28.**

**Line 28** – Add lines 14, 16, 20 and 26.

**Line 29** – Subtract line 28 from line 1.

**Line 30** – Multiply line 29 by 7.00% (.07).

**Line 31** – Add lines 15, 17, 21, 27 and 30.

**Line 32** – Figure the tax on the amount on line 1. Use the RI Tax Table or RI Tax Computation Worksheet, whichever applies.

**Line 33 – Tax on All Taxable Income (Including Capital Gains):** Enter the **SMALLER** of line 31 or line 32. Also enter on RI-1040, page 1, line 8A and check the RI Schedule D box.

**RI 6251 - RHODE ISLAND ALTERNATIVE MINIMUM TAX**

**Part 1 – Alternative Minimum Tax**

**Line 1 – Federal Alternative Minimum Taxable Income:** Enter your federal alternative minimum taxable income from Federal Form 6251, line 28.

**Line 2 – Exemption**

Filing status	Not over	Exemption
Single	115,050	36,550
Head of Household	115,050	36,550
Married Joint	153,450	50,100
Qualifying widow(er)	153,450	50,100
Married Separate	76,725	25,050

If line 1 is not over the amount listed above for your filing status, then enter the exemption amount for your filing status on line 2. If the amount on line 1 is over the amount listed above for your filing status, then you must complete RI-6251 Exemption Worksheet on page I-8 and enter the amount from line 10 on RI-6251, line 2.

**Part 2 – Alternative Minimum Tax Using Maximum Capital Gains Rates**



**NOTE: If you are required to refigure your Federal Schedule D for the AMT tax, your RI schedule D must also be refigured for AMT purposes, based on the refigured Federal Schedule D.**

**Line 3** – Subtract line 2 from line 1.

**Line 4** – If you figured your tax on RI Schedule D or CGW, complete part 2 and enter the amount from line 32 on line 4. If you figured your tax using the tax table or tax rate schedule and line 3 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 3 by 6.5% (.065). Otherwise, multiply line 3 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result.

**Line 5** – Enter the amount of alternative minimum tax foreign tax credit from Federal Form 6251, line 32.

**Line 6** - The RI rate is 25% (.25).

**Line 7** - Multiply line 5 by line 6.

**Line 8 - Tentative Minimum Tax:** Subtract line 7 from line 4.

**Line 9** - Enter your RI tax from RI-1040, page 1, line 8A.

**Line 10 - Foreign Tax Credit:** Enter the amount from RI-1040, line 27.

**Line 11** - The RI rate is 25% (.25).

**Line 12** - Multiply line 10 by line 11.

**Line 13** - Subtract line 12 from line 9.

**Line 14 – RI Alternative Minimum Tax:** Subtract line 13 from line 8. (If zero or less, enter zero). Enter here and on RI-1040, page 1, line 9.

**Line 15** – Enter the amount from RI-6251, line 3.

**Line 16** – Enter the amount from RI Schedule D, line 9 or RI Schedule CGW, line 2. (As refigured for AMT, if necessary).

**Line 17** - Enter the amount from RI Schedule D, line 7 or RI Schedule CGW enter zero. (As refigured for AMT, if necessary).

**Line 18A** - Add lines 16 and 17.

**Line 18B** – Enter the amount from RI Schedule D, line 4 or RI Schedule CGW, line 2. (As refigured for AMT, if necessary).

**Line 18C** – Enter the **SMALLER** of line 18A or line 18B.

**Line 19** – Enter the **SMALLER** of line 15 or line 18C.

**Line 20** – Subtract line 19 from line 15.

**Line 21** – If line 20 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 20 by 6.5% (.065). Otherwise, multiply line 20 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result.

**Line 22** – Enter the amount from RI Schedule D, line 16 or RI Schedule CGW, line 7.

**Line 23** – Enter the **SMALLER** of line 15 or line 16.

**Line 24** – Enter the **SMALLER** of line 22 or line 23 (if zero go to line 26).

**Line 25** - Multiply line 24 by 2.50% (.025).

**Line 26** - Subtract line 24 from line 23.

**Line 27** - Multiply line 26 by 5.00% (.05).

**IF LINE 17 IS ZERO OR BLANK, SKIP LINES 28 AND 29 AND GO TO LINE 30. OTHERWISE, GO TO LINE 28.**

**Line 28** - Subtract line 23 from line 19.

**Line 29** - Multiply line 28 by 6.25% (.0625).

**Line 30** - Add lines 21, 25, 27 and 29.

**Line 31** - If line 15 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 15 by 6.5% (.065). Otherwise, multiply line 15 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result.

**Line 32** - Enter the **SMALLER** of lines 30 or 31 here and on line 4 above.

**EXEMPTION WORKSHEET for RI-6251, line 2**

**NOTE:** If RI-6251, line 1 is equal to or more than \$261,250 if Single or Head of household; \$353,850 if Married filing jointly or Qualifying widow(er); or \$176,925 if Married filing separately; your exemption is zero. **DO NOT** complete this worksheet; instead, enter zero on RI-6251 line 2 and go to line 3.

1.	<u>If your filing status is...</u>	<u>then enter on line 1</u>	}	.....	1.	_____	
	Single or Head of household	\$36,550					
	Married filing jointly or Qualifying widow(er)	50,100					
	Married filing separately	25,050					
2.	Enter your alternative minimum taxable income from RI-6251, part 1, line 1.....					2.	_____
3.	<u>If your filing status is...</u>	<u>then enter on line 3</u>	}	.....	3.	_____	
	Single or Head of household	\$115,050					
	Married filing jointly or Qualifying widow(er)	153,450					
	Married filing separately	76,725					
4.	Subtract line 3 from line 2 (if zero or less, enter zero).....					4.	_____
5.	Multiply line 4 by 25% (.25).....					5.	_____
6.	Subtract line 5 from line 1. (If zero or less, enter zero). (If this form is for a child under the age of 14, go to line 8. Otherwise, <b>STOP HERE</b> and enter this amount on RI-6251, part 1, line 2).....					6.	_____
7.	Child's minimum exemption amount.....					7.	<b>5,600</b>
8.	Enter the child's earned income from Federal AMT Exemption Worksheet, line 8.....					8.	_____
9.	Add lines 7 and 8.....					9.	_____
10.	Enter the <b>SMALLER</b> of line 6 or line 9 - Enter here and on RI-6251, part 1, line 2.....					10.	_____

# RHODE ISLAND TAX RATE SCHEDULES 2005

**CAUTION!** The Rhode Island Tax Rate Schedules are shown so you can see the tax rate that applies to all levels of taxable income. **DO NOT** use to figure your Rhode Island tax. Instead, if your income is less than \$50,000 use the Rhode Island Tax Table located on pages T-2 through T-7. If your income is larger than \$50,000 use the Rhode Island Tax Computation Worksheet located on page T-8.

## SCHEDULE X - Use if your filing status is **SINGLE**

Taxable Income		Pay	+	% on excess	of the amount over
Over	But not over				
\$ 0	\$ 29,700	\$ ---		3.75%	\$ 0
29,700	71,950	<b>1,113.75</b>	+	7.00%	<b>29,700</b>
71,950	150,150	<b>4,071.25</b>	+	7.75%	<b>71,950</b>
150,150	326,450	<b>10,131.75</b>	+	9.00%	<b>150,150</b>
326,450	.....	<b>25,998.75</b>	+	9.90%	<b>326,450</b>

## SCHEDULE Y1 - Use if your filing status is **MARRIED FILING JOINTLY** or **QUALIFYING WIDOW(ER)**

Taxable Income		Pay	+	% on excess	of the amount over
Over	But not over				
\$ 0	\$ 49,650	\$ ---		3.75%	\$ 0
49,650	119,950	<b>1,861.88</b>	+	7.00%	<b>49,650</b>
119,950	182,800	<b>6,782.88</b>	+	7.75%	<b>119,950</b>
182,800	326,450	<b>11,653.75</b>	+	9.00%	<b>182,800</b>
326,450	.....	<b>24,582.25</b>	+	9.90%	<b>326,450</b>

## SCHEDULE Y2 - Use if your filing status is **MARRIED FILING SEPARATELY**

Taxable Income		Pay	+	% on excess	of the amount over
Over	But not over				
\$ 0	\$ 24,825	\$ ---		3.75%	\$ 0
24,825	59,975	<b>930.94</b>	+	7.00%	<b>24,825</b>
59,975	91,400	<b>3,391.44</b>	+	7.75%	<b>59,975</b>
91,400	163,225	<b>5,826.88</b>	+	9.00%	<b>91,400</b>
163,225	.....	<b>12,291.13</b>	+	9.90%	<b>163,225</b>

## SCHEDULE Z - Use if your filing status is **HEAD OF HOUSEHOLD**

Taxable Income		Pay	+	% on excess	of the amount over
Over	But not over				
\$ 0	\$ 39,800	\$ ---		3.75%	\$ 0
39,800	102,800	<b>1,492.50</b>	+	7.00%	<b>39,800</b>
102,800	166,450	<b>5,902.50</b>	+	7.75%	<b>102,800</b>
166,450	326,450	<b>10,835.38</b>	+	9.00%	<b>166,450</b>
326,450	.....	<b>25,235.38</b>	+	9.90%	<b>326,450</b>

# Rhode Island Tax Table

# 2005

Use if your RI taxable income is less than \$50,000. If your taxable income is \$50,000 or more, use the Rhode Island Tax Computation Worksheet located on page T-8.

### SAMPLE TABLE:

If Taxable Income - RI-1040EZ, line 5; RI-1040NR, line 7 or RI-1040, line 7 is:		And you are :			
At least	But less than	Single	Married filing jointly *	Married filing separately	Head of household
		Your tax is :			
25,200	25,250	946	946	959	946
25,250	25,300	948	948	962	948
25,300	25,350	950	950	966	950
25,350	25,400	952	952	969	952

### EXAMPLE:

- You are filing a joint return. You find your taxable income on: RI-1040EZ, page 1, line 5; RI-1040, page 1, line 7 or RI-1040NR, page 1, line 7 is \$25,300.
- You find the \$25,300 - 25,350 income line on this table.
- You find the column for married filing jointly. The amount shown where the income line and filing status column meet is \$950.
- This is the tax amount you should enter on: RI-1040EZ, page 1, line 6; RI-1040, page 1, line 8A or RI-1040NR, page 1, line 8A.

If Taxable Income - RI-1040EZ, line 5; RI-1040NR, line 7 or RI-1040, line 7 is:		And you are :				If Taxable Income - RI-1040EZ, line 5; RI-1040NR, line 7 or RI-1040, line 7 is:		And you are :				If Taxable Income - RI-1040EZ, line 5; RI-1040NR, line 7 or RI-1040, line 7 is:		And you are :							
At least	But less than	Single	Married filing jointly *	Married filing separately	Head of household	At least	But less than	Single	Married filing jointly *	Married filing separately	Head of household	At least	But less than	Single	Married filing jointly *	Married filing separately	Head of household				
<b>0</b>					<b>2,000</b>					<b>4,000</b>											
0	50	0	0	0	0	2,000	2,050	76	76	76	76	4,000	4,050	151	151	151	151				
50	100	3	3	3	3	2,050	2,100	78	78	78	78	4,050	4,100	153	153	153	153				
100	150	5	5	5	5	2,100	2,150	80	80	80	80	4,100	4,150	155	155	155	155				
150	200	7	7	7	7	2,150	2,200	82	82	82	82	4,150	4,200	157	157	157	157				
200	250	8	8	8	8	2,200	2,250	83	83	83	83	4,200	4,250	158	158	158	158				
250	300	10	10	10	10	2,250	2,300	85	85	85	85	4,250	4,300	160	160	160	160				
300	350	12	12	12	12	2,300	2,350	87	87	87	87	4,300	4,350	162	162	162	162				
350	400	14	14	14	14	2,350	2,400	89	89	89	89	4,350	4,400	164	164	164	164				
400	450	16	16	16	16	2,400	2,450	91	91	91	91	4,400	4,450	166	166	166	166				
450	500	18	18	18	18	2,450	2,500	93	93	93	93	4,450	4,500	168	168	168	168				
500	550	20	20	20	20	2,500	2,550	95	95	95	95	4,500	4,550	170	170	170	170				
550	600	22	22	22	22	2,550	2,600	97	97	97	97	4,550	4,600	172	172	172	172				
600	650	23	23	23	23	2,600	2,650	98	98	98	98	4,600	4,650	173	173	173	173				
650	700	25	25	25	25	2,650	2,700	100	100	100	100	4,650	4,700	175	175	175	175				
700	750	27	27	27	27	2,700	2,750	102	102	102	102	4,700	4,750	177	177	177	177				
750	800	29	29	29	29	2,750	2,800	104	104	104	104	4,750	4,800	179	179	179	179				
800	850	31	31	31	31	2,800	2,850	106	106	106	106	4,800	4,850	181	181	181	181				
850	900	33	33	33	33	2,850	2,900	108	108	108	108	4,850	4,900	183	183	183	183				
900	950	35	35	35	35	2,900	2,950	110	110	110	110	4,900	4,950	185	185	185	185				
950	1,000	37	37	37	37	2,950	3,000	112	112	112	112	4,950	5,000	187	187	187	187				
<b>1,000</b>					<b>3,000</b>					<b>5,000</b>											
1,000	1,050	38	38	38	38	3,000	3,050	113	113	113	113	5,000	5,050	188	188	188	188				
1,050	1,100	40	40	40	40	3,050	3,100	115	115	115	115	5,050	5,100	190	190	190	190				
1,100	1,150	42	42	42	42	3,100	3,150	117	117	117	117	5,100	5,150	192	192	192	192				
1,150	1,200	44	44	44	44	3,150	3,200	119	119	119	119	5,150	5,200	194	194	194	194				
1,200	1,250	46	46	46	46	3,200	3,250	121	121	121	121	5,200	5,250	196	196	196	196				
1,250	1,300	48	48	48	48	3,250	3,300	123	123	123	123	5,250	5,300	198	198	198	198				
1,300	1,350	50	50	50	50	3,300	3,350	125	125	125	125	5,300	5,350	200	200	200	200				
1,350	1,400	52	52	52	52	3,350	3,400	127	127	127	127	5,350	5,400	202	202	202	202				
1,400	1,450	53	53	53	53	3,400	3,450	128	128	128	128	5,400	5,450	203	203	203	203				
1,450	1,500	55	55	55	55	3,450	3,500	130	130	130	130	5,450	5,500	205	205	205	205				
1,500	1,550	57	57	57	57	3,500	3,550	132	132	132	132	5,500	5,550	207	207	207	207				
1,550	1,600	59	59	59	59	3,550	3,600	134	134	134	134	5,550	5,600	209	209	209	209				
1,600	1,650	61	61	61	61	3,600	3,650	136	136	136	136	5,600	5,650	211	211	211	211				
1,650	1,700	63	63	63	63	3,650	3,700	138	138	138	138	5,650	5,700	213	213	213	213				
1,700	1,750	65	65	65	65	3,700	3,750	140	140	140	140	5,700	5,750	215	215	215	215				
1,750	1,800	67	67	67	67	3,750	3,800	142	142	142	142	5,750	5,800	217	217	217	217				
1,800	1,850	68	68	68	68	3,800	3,850	143	143	143	143	5,800	5,850	218	218	218	218				
1,850	1,900	70	70	70	70	3,850	3,900	145	145	145	145	5,850	5,900	220	220	220	220				
1,900	1,950	72	72	72	72	3,900	3,950	147	147	147	147	5,900	5,950	222	222	222	222				
1,950	2,000	74	74	74	74	3,950	4,000	149	149	149	149	5,950	6,000	224	224	224	224				

\* This column is also used by qualifying widow(er).











# Rhode Island Tax Table *(continued)*

# 2005

If Taxable Income - RI-1040EZ, line 5; RI-1040NR, line 7 or RI-1040, line 7 is:		And you are :				If Taxable Income - RI-1040EZ, line 5; RI-1040NR, line 7 or RI-1040, line 7 is:		And you are :				If Taxable Income - RI-1040EZ, line 5; RI-1040NR, line 7 or RI-1040, line 7 is:		And you are :			
At least	But less than	Single	Married filing jointly *	Married filing sepa- rately	Head of house- hold	At least	But less than	Single	Married filing jointly *	Married filing sepa- rately	Head of house- hold	At least	But less than	Single	Married filing jointly *	Married filing sepa- rately	Head of house- hold
<b>42,000</b>						<b>45,000</b>						<b>48,000</b>					
42,000	42,050	1,977	1,576	2,135	1,648	45,000	45,050	2,187	1,688	2,345	1,858	48,000	48,050	2,397	1,801	2,555	2,068
42,050	42,100	1,980	1,578	2,138	1,652	45,050	45,100	2,190	1,690	2,348	1,862	48,050	48,100	2,400	1,803	2,558	2,072
42,100	42,150	1,984	1,580	2,142	1,655	45,100	45,150	2,194	1,692	2,352	1,865	48,100	48,150	2,404	1,805	2,562	2,075
42,150	42,200	1,987	1,582	2,145	1,659	45,150	45,200	2,197	1,694	2,355	1,869	48,150	48,200	2,407	1,807	2,565	2,079
42,200	42,250	1,991	1,583	2,149	1,662	45,200	45,250	2,201	1,696	2,359	1,872	48,200	48,250	2,411	1,808	2,569	2,082
42,250	42,300	1,994	1,585	2,152	1,666	45,250	45,300	2,204	1,698	2,362	1,876	48,250	48,300	2,414	1,810	2,572	2,086
42,300	42,350	1,998	1,587	2,156	1,669	45,300	45,350	2,208	1,700	2,366	1,879	48,300	48,350	2,418	1,812	2,576	2,089
42,350	42,400	2,001	1,589	2,159	1,673	45,350	45,400	2,211	1,702	2,369	1,883	48,350	48,400	2,421	1,814	2,579	2,093
42,400	42,450	2,005	1,591	2,163	1,676	45,400	45,450	2,215	1,703	2,373	1,886	48,400	48,450	2,425	1,816	2,583	2,096
42,450	42,500	2,008	1,593	2,166	1,680	45,450	45,500	2,218	1,705	2,376	1,890	48,450	48,500	2,428	1,818	2,586	2,100
42,500	42,550	2,012	1,595	2,170	1,683	45,500	45,550	2,222	1,707	2,380	1,893	48,500	48,550	2,432	1,820	2,590	2,103
42,550	42,600	2,015	1,597	2,173	1,687	45,550	45,600	2,225	1,709	2,383	1,897	48,550	48,600	2,435	1,822	2,593	2,107
42,600	42,650	2,019	1,598	2,177	1,690	45,600	45,650	2,229	1,711	2,387	1,900	48,600	48,650	2,439	1,823	2,597	2,110
42,650	42,700	2,022	1,600	2,180	1,694	45,650	45,700	2,232	1,713	2,390	1,904	48,650	48,700	2,442	1,825	2,600	2,114
42,700	42,750	2,026	1,602	2,184	1,697	45,700	45,750	2,236	1,715	2,394	1,907	48,700	48,750	2,446	1,827	2,604	2,117
42,750	42,800	2,029	1,604	2,187	1,701	45,750	45,800	2,239	1,717	2,397	1,911	48,750	48,800	2,449	1,829	2,607	2,121
42,800	42,850	2,033	1,606	2,191	1,704	45,800	45,850	2,243	1,718	2,401	1,914	48,800	48,850	2,453	1,831	2,611	2,124
42,850	42,900	2,036	1,608	2,194	1,708	45,850	45,900	2,246	1,720	2,404	1,918	48,850	48,900	2,456	1,833	2,614	2,128
42,900	42,950	2,040	1,610	2,198	1,711	45,900	45,950	2,250	1,722	2,408	1,921	48,900	48,950	2,460	1,835	2,618	2,131
42,950	43,000	2,043	1,612	2,201	1,715	45,950	46,000	2,253	1,724	2,411	1,925	48,950	49,000	2,463	1,837	2,621	2,135
<b>43,000</b>						<b>46,000</b>						<b>49,000</b>					
43,000	43,050	2,047	1,613	2,205	1,718	46,000	46,050	2,257	1,726	2,415	1,928	49,000	49,050	2,467	1,838	2,625	2,138
43,050	43,100	2,050	1,615	2,208	1,722	46,050	46,100	2,260	1,728	2,418	1,932	49,050	49,100	2,470	1,840	2,628	2,142
43,100	43,150	2,054	1,617	2,212	1,725	46,100	46,150	2,264	1,730	2,422	1,935	49,100	49,150	2,474	1,842	2,632	2,145
43,150	43,200	2,057	1,619	2,215	1,729	46,150	46,200	2,267	1,732	2,425	1,939	49,150	49,200	2,477	1,844	2,635	2,149
43,200	43,250	2,061	1,621	2,219	1,732	46,200	46,250	2,271	1,733	2,429	1,942	49,200	49,250	2,481	1,846	2,639	2,152
43,250	43,300	2,064	1,623	2,222	1,736	46,250	46,300	2,274	1,735	2,432	1,946	49,250	49,300	2,484	1,848	2,642	2,156
43,300	43,350	2,068	1,625	2,226	1,739	46,300	46,350	2,278	1,737	2,436	1,949	49,300	49,350	2,488	1,850	2,646	2,159
43,350	43,400	2,071	1,627	2,229	1,743	46,350	46,400	2,281	1,739	2,439	1,953	49,350	49,400	2,491	1,852	2,649	2,163
43,400	43,450	2,075	1,628	2,233	1,746	46,400	46,450	2,285	1,741	2,443	1,956	49,400	49,450	2,495	1,853	2,653	2,166
43,450	43,500	2,078	1,630	2,236	1,750	46,450	46,500	2,288	1,743	2,446	1,960	49,450	49,500	2,498	1,855	2,656	2,170
43,500	43,550	2,082	1,632	2,240	1,753	46,500	46,550	2,292	1,745	2,450	1,963	49,500	49,550	2,502	1,857	2,660	2,173
43,550	43,600	2,085	1,634	2,243	1,757	46,550	46,600	2,295	1,747	2,453	1,967	49,550	49,600	2,505	1,859	2,663	2,177
43,600	43,650	2,089	1,636	2,247	1,760	46,600	46,650	2,299	1,748	2,457	1,970	49,600	49,650	2,509	1,861	2,667	2,180
43,650	43,700	2,092	1,638	2,250	1,764	46,650	46,700	2,302	1,750	2,460	1,974	49,650	49,700	2,512	1,864	2,670	2,184
43,700	43,750	2,096	1,640	2,254	1,767	46,700	46,750	2,306	1,752	2,464	1,977	49,700	49,750	2,516	1,867	2,674	2,187
43,750	43,800	2,099	1,642	2,257	1,771	46,750	46,800	2,309	1,754	2,467	1,981	49,750	49,800	2,519	1,871	2,677	2,191
43,800	43,850	2,103	1,643	2,261	1,774	46,800	46,850	2,313	1,756	2,471	1,984	49,800	49,850	2,523	1,874	2,681	2,194
43,850	43,900	2,106	1,645	2,264	1,778	46,850	46,900	2,316	1,758	2,474	1,988	49,850	49,900	2,526	1,878	2,684	2,198
43,900	43,950	2,110	1,647	2,268	1,781	46,900	46,950	2,320	1,760	2,478	1,991	49,900	49,950	2,530	1,881	2,688	2,201
43,950	44,000	2,113	1,649	2,271	1,785	46,950	47,000	2,323	1,762	2,481	1,995	49,950	50,000	2,533	1,885	2,691	2,205
<b>44,000</b>						<b>47,000</b>											
44,000	44,050	2,117	1,651	2,275	1,788	47,000	47,050	2,327	1,763	2,485	1,998	<div style="border: 1px solid black; border-radius: 15px; padding: 10px;"> <p><b>If your Rhode Island taxable income RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7 is \$50,000 or over use the Rhode Island Tax Computation Worksheet on page T-8 to compute your Rhode Island Income Tax.</b></p> </div>					
44,050	44,100	2,120	1,653	2,278	1,792	47,050	47,100	2,330	1,765	2,488	2,002						
44,100	44,150	2,124	1,655	2,282	1,795	47,100	47,150	2,334	1,767	2,492	2,005						
44,150	44,200	2,127	1,657	2,285	1,799	47,150	47,200	2,337	1,769	2,495	2,009						
44,200	44,250	2,131	1,658	2,289	1,802	47,200	47,250	2,341	1,771	2,499	2,012						
44,250	44,300	2,134	1,660	2,292	1,806	47,250	47,300	2,344	1,773	2,502	2,016						
44,300	44,350	2,138	1,662	2,296	1,809	47,300	47,350	2,348	1,775	2,506	2,019						
44,350	44,400	2,141	1,664	2,299	1,813	47,350	47,400	2,351	1,777	2,509	2,023						
44,400	44,450	2,145	1,666	2,303	1,816	47,400	47,450	2,355	1,778	2,513	2,026						
44,450	44,500	2,148	1,668	2,306	1,820	47,450	47,500	2,358	1,780	2,516	2,030						
44,500	44,550	2,152	1,670	2,310	1,823	47,500	47,550	2,362	1,782	2,520	2,033						
44,550	44,600	2,155	1,672	2,313	1,827	47,550	47,600	2,365	1,784	2,523	2,037						
44,600	44,650	2,159	1,673	2,317	1,830	47,600	47,650	2,369	1,786	2,527	2,040						
44,650	44,700	2,162	1,675	2,320	1,834	47,650	47,700	2,372	1,788	2,530	2,044						
44,700	44,750	2,166	1,677	2,324	1,837	47,700	47,750	2,376	1,790	2,534	2,047						
44,750	44,800	2,169	1,679	2,327	1,841	47,750	47,800	2,379	1,792	2,537	2,051						
44,800	44,850	2,173	1,681	2,331	1,844	47,800	47,850	2,383	1,793	2,541	2,054						
44,850	44,900	2,176	1,683	2,334	1,848	47,850	47,900	2,386	1,795	2,544	2,058						
44,900	44,950	2,180	1,685	2,338	1,851	47,900	47,950	2,390	1,797	2,548	2,061						
44,950	45,000	2,183	1,687	2,341	1,855	47,950	48,000	2,393	1,799	2,551	2,065						

\* This column is also used by qualifying widow(er).

# 2005 RHODE ISLAND TAX COMPUTATION WORKSHEET

## SCHEDULE X - Use if your filing status is SINGLE

TAX

If Taxable Income- RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7 is:		(a) Enter the amount from RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7	(b) Multiplication amount	(c) Multiply (a) by (b)	(d) Subtraction amount	Subtract (d) from (c) Enter here and on RI-1040EZ, line 6; RI-1040, line 8A or RI-1040NR, line 8A
At least	But not over					
\$0	\$29,700		3.75%		\$0.00	
\$29,700	\$71,950		7.00%		\$965.00	
\$71,950	\$150,150		7.75%		\$1,504.50	
\$150,150	\$326,450		9.00%		\$3,381.50	
Over	\$326,450		9.90%		\$6,319.50	

## SCHEDULE Y1 - Use if your filing status is MARRIED FILING JOINT or QUALIFYING WIDOW(ER)

TAX

If Taxable Income- RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7 is:		(a) Enter the amount from RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7	(b) Multiplication amount	(c) Multiply (a) by (b)	(d) Subtraction amount	Subtract (d) from (c) Enter here and on RI-1040EZ, line 6; RI-1040, line 8A or RI-1040NR, line 8A
At least	But not over					
\$0	\$49,650		3.75%		\$0.00	
\$49,650	\$119,950		7.00%		\$1,613.50	
\$119,950	\$182,800		7.75%		\$2,513.00	
\$182,800	\$326,450		9.00%		\$4,798.00	
Over	\$326,450		9.90%		\$7,736.00	

## SCHEDULE Y2 - Use if your filing status is MARRIED FILING SEPARATELY

TAX

If Taxable Income- RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7 is:		(a) Enter the amount from RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7	(b) Multiplication amount	(c) Multiply (a) by (b)	(d) Subtraction amount	Subtract (d) from (c) Enter here and on RI-1040EZ, line 6; RI-1040, line 8A or RI-1040NR, line 8A
At least	But not over					
\$0	\$24,825		3.75%		\$0.00	
\$24,825	\$59,975		7.00%		\$806.75	
\$59,975	\$91,400		7.75%		\$1,256.50	
\$91,400	\$163,225		9.00%		\$2,399.00	
Over	\$163,225		9.90%		\$3,868.00	

## SCHEDULE Z - Use if your filing status is HEAD OF HOUSEHOLD

TAX

If Taxable Income- RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7 is:		(a) Enter the amount from RI-1040EZ, line 5; RI-1040, line 7 or RI-1040NR, line 7	(b) Multiplication amount	(c) Multiply (a) by (b)	(d) Subtraction amount	Subtract (d) from (c) Enter here and on RI-1040EZ, line 6; RI-1040, line 8A or RI-1040NR, line 8A
At least	But not over					
\$0	\$39,800		3.75%		\$0.00	
\$39,800	\$102,800		7.00%		\$1,293.50	
\$102,800	\$166,450		7.75%		\$2,064.50	
\$166,450	\$326,450		9.00%		\$4,145.00	
Over	\$326,450		9.90%		\$7,083.00	

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## WHERE TO GET FORMS, INFORMATION AND TAX ASSISTANCE



On the World Wide Web  
[www.tax.ri.gov](http://www.tax.ri.gov)



Telephone  
Information (401) 222-1040  
Forms (401) 222-1111



In person  
8:30am to 3:30pm

Free walk-in assistance and forms are available  
Monday through Friday  
8:30am to 3:30pm  
One Capitol Hill  
Providence, RI 02908-5800

The following non-profit organizations operate Low Income Tax Clinics partially funded by the IRS which assist qualified individuals with tax problems. While this is not a recommendation or endorsement by the R.I Division of Taxation, the information below is supplied as a public service.

Rhode Island Tax Clinic, Inc. (401) 421-1040  
Rhode Island Legal Services, Inc. (401) 274-2652



**WANT YOUR REFUND FASTER?** Ask your preparer about electronic filing with direct deposit and get your refund weeks faster.

**DON'T HAVE A PAID PREPARER?** Free electronic filing is available through the Free File Alliance. Visit the IRS web site for details and links - [www.irs.gov/efile](http://www.irs.gov/efile)

### Directions

#### From points south

Take 95 north to exit 23 (State Offices). At the end of the exit ramp, go straight through the traffic light onto State Street. Take your first right into the parking lots. The Department of Administration building is the second building on your left.

#### From points north

Take 95 south to exit 23 (State Offices). At the end of the exit ramp, you can only continue in one direction onto Charles Street. Take a left onto Ashburton Avenue (at the liquor store). This will lead you back onto Charles Street in the opposite direction. At the second traffic light, take a right onto Orms Street (at the Marriott). At the next traffic light, take a left onto State Street. Take your first right into the parking lots. The Department of Administration building is the second building on your left.

### RHODE ISLAND DIVISION OF TAXATION MISSION STATEMENT

To assess and collect all revenue that the legislature places under the control of the Tax Administrator in the most efficient and cost effective manner and to foster voluntary compliance with the tax laws by instilling public confidence through professional, impartial and ethical conduct.