

# 2016 INSTRUCTIONS FOR SCHEDULE B-CR

## BUSINESS ENTITY CREDIT SCHEDULE

### TO BE USED WITH FORMS RI-1120C, T-71, T-72, T-74 & T-86

All supporting documentation for any credit being used must be attached to the return being filed in order for credit to be given. If complete documentation is not submitted, the credit will be disallowed until proper documentation is provided.

Original certificates must be provided for the Historic Preservation Investment Tax Credit, Historic Preservation Tax Credits 2013, the Motion Picture Production Company Tax Credit, the Musical and Theatrical Production Tax Credit, the Credit for Contributions to Qualified Scholarship Organizations, the Incentives for Innovation and Growth Credit, the Anchor Institution Tax Credit, the Rhode Island Qualified Jobs Incentive Program and the Rebuild Rhode Island Tax Credit.

If tax is equal to the minimum income tax, no credit amount shall be listed, or allowed.

If you are using amounts carried forward from prior years, attach a schedule showing the year of credit origination and any amounts used to date.

Any missing or incomplete documentation will cause a delay in processing your return, and may cause a credit amount listed to be disallowed.



**NOT ALL CREDITS CAN BE USED ON EVERY RETURN. REFER TO THE INSTRUCTIONS FOR EACH CREDIT TO SEE IF THAT CREDIT IS ALLOWABLE AGAINST THE TAX ON THE RETURN BEING FILED.**

**TAKING A CREDIT NOT ALLOWED ON THE RETURN BEING FILED MAY RESULT IN A DELAY IN PROCESSING THE RETURN AND WILL RESULT IN THE CREDIT BEING DISALLOWED.**



#### Line 1 - RI-2276

##### Tax Credits for Contributions to Scholarship Organizations

For business entities that make contributions to qualified scholarship organizations. The entity must apply for approval of the tax credit and will receive a tax credit certificate issued by the Division of Taxation. **The original certificate must be attached to the return.** The credit must be used in the tax year that the entity made the contribution. Unused amounts **CANNOT** be carried forward.

RIGL §44-62

CAN BE USED ON FORMS RI-1120C, T-71, T-72, T-74 and T-86

#### Line 2 - RI-2441

##### Daycare Assistance and Development Credit

For employers and others providing daycare to employees. Credits 30% of qualified expenses. This credit cannot reduce your tax below \$500. Form RI-2441 must be completed and attached to the return.

RIGL §44-47

CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74

#### Line 3 - RI-2647

##### Anchor Institution Tax Credit

For Rhode Island businesses playing a substantial role in the decision of a qualified business to relocate a minimum number of jobs. The Rhode Island business must be approved by the Rhode Island Commerce Corporation and must possess a tax credit certificate issued by the Rhode Island Division of Taxation. **The original certificate must be attached to the return.** Any unused amounts **CANNOT** be carried forward to future years.

RIGL §42-64.30

CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74

#### Line 4 - RI-286B

##### Historic Structures - Tax Credit (Historic Preservation Investment Tax Credit) and Historic Preservation Tax Credits 2013

For approved rehabilitation of certified historic structures. **The original certificate must be attached to the return.** Any unused credit amount may be carried forward for ten (10) years.

RIGL §44-33.2 and RIGL §44-33.6

CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74

#### Line 5 - RI-2874

##### Employer's Apprenticeship Program

For any taxpayer who employs a machine tool and metal trade apprentice or plastic process technician apprentice duly enrolled and registered under the terms of a qualified program (as determined by the state apprenticeship council) is entitled to a tax credit for each eligible apprentice for fifty percent (50%) of actual wages paid, or four thousand eight hundred dollars (\$4,800), whichever is less; provided, that the apprenticeships meet certain requirements. Form RI-2874 must be completed and attached to the return.

RIGL §44-11-41

CAN BE USED ON FORM RI-1120C

**CANNOT BE USED ON FORMS T-71, T-72, T-74 and T-86.**

#### Line 6 - RI-2880

##### Residential Renewable Energy System Tax Credit

For approved for specific types of residential systems approved by the RI energy office. Credit letter, application form and approval form from the RI Office of Energy Resources must be attached. Unused amounts **CANNOT** be carried forward to future years.

RIGL §44-57

CAN BE USED ON FORM RI-1120C

**CANNOT BE USED ON FORMS T-71, T-72, T-74 and T-86.**

#### Line 7 - RI-2949

##### Jobs Training Tax Credit

For training specifically approved by the RI Human Resource Investment Council. Form RI-2949 must be completed and attached to the return.

RIGL §42-64.6

CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74

#### Line 8 - RI-3468

##### Investment Tax Credit

For manufacturing and other property. Proper documentation must be attached to your return. If using a 10% ITC, the 10% Certification letter from the Department of Labor and Training must be included with your documentation. Form RI-3468 must be completed and attached to the return.

RIGL §44-31

CAN BE USED ON FORMS RI-1120C, T-71 and T-74

#### Line 9 - RI-3675

##### Employment Tax Credit

For an employer participating in the bonus program under RIGL §40-40-6.3. A written certificate from the Director of Human Services must be attached to your return. The credit cannot reduce your tax below \$500.00. Any unused amounts **CANNOT** be carried forward to future years.

RIGL §44-39.1

CAN BE USED ON FORMS RI-1120C, T-71, T-72, T-74 and T-86

#### Line 10 - RI-4482

##### Incentives for Innovation and Growth

An eligible qualified innovative company may apply for a tax credit certificate

# 2016 INSTRUCTIONS FOR SCHEDULE B-CR

## BUSINESS ENTITY CREDIT SCHEDULE

### TO BE USED WITH FORMS RI-1120C, T-71, T-72, T-74 & T-86

in an amount equal to fifty percent (50%) of any investment made in the company, not to exceed \$100,000. Unused amounts may be carried forward for 3 years. **The original certificate must be attached to the return.**

#### RIGL §44-63

**CAN BE USED ON FORM RI-1120C**

**CANNOT BE USED ON FORMS T-71, T-72, T-74 and T-86.**

#### Line 11 - RI-5009

##### **Educational Assistance and Development Tax Credit**

Form RI-5009 must be completed and attached to the return.

#### RIGL §44-42

**CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74**

#### Line 12 - RI-6324

##### **Adult Education Credit**

For employers offering specific types of adult education. Form RI-6324 must be completed and attached to the return.

#### RIGL §44-46

**CAN BE USED ON FORMS RI-1120C, T-71, T-72, T-74 and T-86**

#### Line 13 - RI-6754

##### **Rhode Island New Qualified Jobs Incentive Act 2015**

For Rhode Island businesses creating new full-time jobs that did not previously exist in this state. The Rhode Island business must be approved by the Rhode Island Commerce Corporation and must possess a tax credit certificate issued by the Rhode Island Division of Taxation. **The original certificate must be attached to the return.** Any unused amounts may be carried forward for 4 years.

#### RIGL §44-48.3

**CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74**

#### Line 14 - RI-7253

##### **Rebuild Rhode Island Tax Credit**

For Rhode Island businesses demonstrating that even though the business has committed capital investment or owner equity of at least 20% of the total project cost there exists a project financing gap which will likely cause the project not to be completed. The Rhode Island business must be approved by the Rhode Island Commerce Corporation and must possess a tax credit certificate issued by the Rhode Island Division of Taxation. **The original certificate must be attached to the return.** Any unused amounts may be carried forward for 4 years.

#### RIGL §42-64.20

**CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74**

#### Line 15 - RI-769E

##### **Research and Development Expense Credit**

For federally defined excess RI expenses in laboratory or experimental research. Credit is 22.5% of qualified credit on first \$25,000 and 16.9% of the credit above \$25,000. This credit cannot reduce your tax by more than 50%. Any unused credit may be carried forward for 7 years. Form RI-7695E must be completed and attached to the return.

#### RIGL §44-32-3

**CAN BE USED ON FORMS RI-1120C and T-71**

#### Line 16 - RI-769P

##### **Research and Development Property Credit**

For property in laboratory or experimental research. Credit is 10% of cost or basis of property. Any unused credit may be carried forward for 7 years. A modification under 44-32-1 may not be claimed for property used in this credit.

#### RIGL §44-32-2

**CAN BE USED ON FORMS RI-1120C and T-71**

#### Line 17 - RI-8201

##### **Motion Picture Production Tax Credit or**

##### **Musical and Theatrical Production Tax Credits**

For certified production costs as determined by the Rhode Island Film and Television Office and the Division of Taxation. **The original certificate must be attached to the return.** Any unused credit amount may be carried forward for three (3) years.

##### **Motion Picture Production Tax Credit:**

#### RIGL §44-31.2

**CAN BE USED ON FORMS RI-1120C, T-71 and T-74**

##### **Musical and Theatrical Production Tax Credit:**

#### RIGL §44-31.3

**CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74**

#### Line 18 - RI-8826

##### **Disabled Access Credit for Small Businesses**

Form RI-8826 must be completed and attached to the return.

#### RIGL §44-54

**CAN BE USED ON FORMS RI-1120C and T-72**

#### Line 19 - RI-9261

##### **Jobs Development Rate Reduction Credit**

For business entities approved by the Economic Development Corporation. Form RI-9261 must be completed and attached to the return.

#### RIGL §42-64.5

**CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74**

#### Line 20 - RI-ZN02

##### **Distressed Areas Economic Revitalization Act - Wage Credit**

Approved benchmark page with new hire information and approval letter from the Enterprise Zone Council must be attached.

#### RIGL §42-64.3-6

**CAN BE USED ON FORMS RI-1120C, T-71, T-72 and T-74**

#### Line 21 - Total Rhode Island Credits.

Add lines 1 through 20. Enter the total credit amount on this line and on the applicable line for the form being filed. See below for the applicable line.

**Form RI-1120C - Schedule A, line 13**

**Form T-71 - Schedule A, line 8a**

**Form T-72 - Schedule B, line 2**

**Form T-74 - Schedule A, line 10**

**Form T-86 - line 5**