



# 2021 INSTRUCTIONS FOR FILING RI-1040C

For more information on filing a Composite Return or to obtain forms, refer to the Rhode Island Division of Taxation's website : [www.tax.ri.gov](http://www.tax.ri.gov) or call (401) 574-8829, option #3.

**Line 14** - Enter any Rhode Island nonresident withholding from pass-through entities from Form RI-1099PT, box 9 that was made on behalf of entity members before electing to be included on the composite return. Be sure to attach the Form(s) RI-1099PT to the composite filing.

**Line 15** - Other payments: If an extension was filed, enter the amount paid with the extension and attach the extension form, Form RI-4868C, to your return.

**Line 16** - Total Payments: Add lines 12, 13, 14 and 15.

**Line 17** - Amount due: If line 11 is larger than line 16, subtract line 16 from line 11. This is the amount of tax you owe.

**Line 18** - Underestimating interest due.

**Line 19** - Total amount due: Add the tax due from line 17 to the underestimating interest due from line 18. This is the total amount due. Complete payment voucher RI-1040C-V and send in with return and payment made to R.I. Division of Taxation.

**Line 20** - Overpayment: If line 11 is smaller than line 16, subtract line 11 from line 16. This is your overpayment amount.

If there is an amount due on line 18 from underestimating interest, subtract line 18 from line 20.

If the amount of underestimating interest from line 18 is more than the amount of overpayment from line 20, subtract line 20 from line 18 and enter the result on line 19.

**Line 21** - Enter the amount of the overpayment from line 20 that you would like refunded.

**Line 22** - Enter the amount of the overpayment from line 20 that you would like applied to your 2022 RI-1040C estimated tax.

## SECTION C: APPORTIONMENT

In the apportionment section, you will be using a three factor formula to determine the Rhode Island apportionment ratio for the qualified electing nonresident members.

In column A, enter the Rhode Island portion of each item. In column B, enter the Total (from everywhere) amount of each item.

### Average Net Book Value

**Line 23a** - Enter the Rhode Island and the Total amounts for **Inventory**.

**Line 23b** - Enter the Rhode Island and the Total amounts for **Depreciable Assets**.

**Line 23c** - Enter the Rhode Island and the Total amounts for **Land**.

**Line 23d** - Enter the Rhode Island and the Total amounts for **Rent** (8 times the annual net rental rate).

**Line 23e** - Total the Net Book Value items - Add lines 23a, 23b, 23c and 23d.

**Line 23f** - Average Rhode Island Net Book Value Ratio - divide line 23e in column A by line 23e in column B **(Calculate ratio to four decimal places.)**

### Receipts

**Line 24a** - Enter the Rhode Island amount for sales under R.I.G.L. 44-11-14(a)(2)(i)(B), the amount for all other Rhode Island sales and the Total amount for **Gross Receipts**.

**Due to the passage of R.I.G.L. 44-11-14(a)(2)(i)(B), gross sales of tangible personal property where shipments are made from an office, store, warehouse, factory or other place of storage in this state and the taxpayer is not in the state of purchase must now be included in the Receipts section of the Rhode Island apportionment column. This gross receipts amount will be listed separately on the apportionment schedule from the amount of all other Rhode Island sales.**

**Line 24b** - Enter the Rhode Island and the Total amounts for **Dividend**.

**Line 24c** - Enter the Rhode Island and the Total amounts for **Interest**.

**Line 24d** - Enter the Rhode Island and the Total amounts for **Rents**.

**Line 24e** - Enter the Rhode Island and the Total amounts for **Royalties**.

**Line 24f** - Enter the Rhode Island and the Total amounts for **Net Capital Gains**.

**Line 24g** - Enter the Rhode Island and the Total amounts for **Ordinary Income**.

**Line 24h** - Enter the Rhode Island and the Total amounts for **Other Income**.

**Line 24i** - Enter the Rhode Island and the Total amounts for **Income Exempt from Federal Taxation**.

**Line 24j** - Total the Receipts items - Add lines 24a, 24b, 24c, 24d, 24e, 24f, 24g, 24h and 24i.

**Line 24k** - Average Rhode Island Receipts Ratio - Divide line 24j in column A by line 24j in

column B. **(Calculate ratio to four decimal places.)**

### Salaries

**Line 25a** - Enter the Rhode Island and the Total amounts for Salaries and Wages paid or incurred.

**Line 25b** - Average Rhode Island Salaries Ratio - Divide line 25a in column A by line 25a in column B. **(Calculate ratio to four decimal places.)**

### Rhode Island Apportionment Ratio

**Line 26** - Total the three ratios by adding lines 23f, 24k and 25b.

**Line 27** - Apportionment Ratio: If all three ratio factors were used, divide line 26 by the number 3. If all three ratio factors were not used, divide line 26 by the number of ratios used. **(Calculate ratio to four decimal places.)** Enter the number here on line 27 and on page 1, Section 7.

## SECTION D: MEMBER INFORMATION

Enter the names, addresses, social security numbers, amount of Rhode Island source income and the amount of Rhode Island tax for each qualified electing nonresident member.

If more space is needed, attach additional schedules to the return.

## SIGN AND DATE THE RETURN

An officer representing the pass-through entity must sign and date the return. An unsigned return cannot be processed. Any paid preparer who prepares the return must also sign as "preparer." If a firm or corporation prepares the return, the return should be signed in the name of preparer on behalf of the firm or corporation.

If you wish to allow the R.I. Division of Taxation to contact your paid preparer should questions arise regarding your return, please check the box below your preparer's information.