

# 2022 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 Tax Credits for Contributions to Qualified Scholarship Organizations, Historic Preservation Investment Tax Credit, Historic Preservation Tax Credits 2013, the Incentives for Innovation and Growth Credit, the Rhode Island Qualified Jobs Incentive Program, the Rhode Island Small Business Development Fund, the Rebuild Rhode Island Tax Credit, the Motion Picture Production Company Tax Credit, and the Musical and Theatrical Production 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.

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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.

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#### 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 the minimum tax. 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-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 4 - 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 5 - 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 6 - 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 7 - 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 the minimum tax. 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 8 - 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 9 - 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

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#### Line 10 - 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 11 - RI-7233

##### **Rhode Island Small Business Development Fund**

Small business fund investors, upon making a capital investment in a small business development fund, earn a vested right to a credit against the entity's state tax liability. The small business fund investor must be approved by, and receive a tax credit certificate from, the Rhode Island Commerce Corporation. **The original certificate must be attached to the return.** Any unused amounts may be carried forward for 7 years.

RIGL §42-64.33

CAN BE USED ON FORM T-71

**CANNOT BE USED ON FORMS RI-1120C, T-72, T-74 and T-86.**

#### Line 12 - 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 13 - 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 14 - 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 15 - 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 16 - 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 17 - 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 18 - Total Rhode Island Credits

Add lines 1 through 17. 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 12

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