

State of Rhode Island Division of Taxation
Form K-1 - 2022
Taxpayer's Share of Income, Deductions, Credits, Etc.

INSTRUCTIONS

Complete the Entity Information and Taxpayer Information boxes with the entity's identification number, name, address, and entity type, and the taxpayer's identification number, name and address.

If this is either an amended or final K-1, please indicate by checking the applicable box.

In the boxes provided, enter the taxpayer's state of residency, Rhode Island apportionment ratio and ownership percentage of the entity. Rhode Island residents should enter 100% on the apportionment percentage line. The apportionment ratio should be calculated to six (6) decimal places.

All amounts reported on Rhode Island Schedule K-1 should reflect the taxpayer's share of income, not the entity's amounts. Amounts should be based on the Rhode Island apportionment ratio of the entity, as well as the taxpayer's ownership percentage.

Section I - Taxpayer's Income and Deduction Information

1. Enter the taxpayer's apportioned amount of Ordinary Business Income from Federal Form 1120S or 1065, Schedule K, line 1.
2. Enter the taxpayer's apportioned amount of Interest and Dividends from Federal Form 1120S, Schedule K, lines 4 and 5a or Federal Form 1065, Schedule K, lines 5 and 6a.
3. Enter the taxpayer's apportioned amount of Income from the Sale or Exchange of Property from Federal Form 1120S, Schedule K, lines 7, 8a and 9 or Federal Form 1065, Schedule K, lines 8, 9a and 10.
4. Enter the taxpayer's apportioned amount of Rents and Royalties from Federal Form 1120S, Schedule K, lines 2, 3c and 6 or Federal Form 1065, Schedule K, lines 2, 3c and 7.
5. Enter the taxpayer's apportioned amount of Miscellaneous Income from Federal Form 1120S, Schedule K, line 10 or Federal Form 1065, Schedule K, lines 4c and 11.
6. Enter the taxpayer's apportioned amount of Section 179 deduction from Federal Form 1120S, Schedule K, line 11 or Federal Form 1065, Schedule K, line 12.
7. Enter the taxpayer's apportioned amount of Other Deductions from Federal Form 1120S, Schedule K, lines 12a, 12b, 12c and 12d or Federal Form 1065, Schedule K, line 13a, 13b, 13c(2) and 13d.

Section II - Taxpayer's Other Additions

1. Enter the taxpayer's apportioned amount of income from obligations of any state or its political subdivisions, other than Rhode Island under RIGL 44-30-12(1) and RIGL 44-30-12(2) from Form RI-1120S, Schedule C, line 1a or Form RI-1065, Schedule C, line 1a.
2. Enter the taxpayer's apportioned amount of bonus depreciation that has been taken for federal purposes that must be added back to Rhode island income under RIGL 44-61-1 from Form RI-1120S, Schedule C, line 1b or Form RI-1065, Schedule C, line 1b.
3. Enter the taxpayer's apportioned amount of Pass-through Entity tax elected to be paid under RIGL §44-11-2.3 that has been taken for federal purposes that must be added back to Rhode island income from Form RI-1120S, Schedule C, line 1d or Form RI-1065, Schedule C, line 1d.
4. Enter the taxpayer's apportioned amount of the taxable portion of any Paycheck Protection Program Loan received by the entity. Under RIGL §44-11-11, the amount of any Paycheck Protection Program loan for-

given for federal income tax purposes under the Coronavirus Aid, Relief, and Economic Security Act, Consolidated Appropriations Act, 2021 and/or any other subsequent federal stimulus relief package that exceeds \$250,000 must be added back as income to Rhode Island.

Section III - Taxpayer's Other Deductions

1. Enter the taxpayer's apportioned amount of income from obligations of the US government included in Federal AGI, but exempt from state income taxes from Form RI-1120S, Schedule B, line 1a or Form RI-1065, Schedule B, line 1a. This amount should be reduced by any investment interest incurred or continued on the obligation which has been taken as a federal itemized deduction.
2. Enter the taxpayer's apportioned amount of Elective deduction for new research and development facilities under RIGL 44-32-1 from Form RI-1120S, Schedule E, line 1 or Form RI-1065, Schedule E, line 1.
3. Enter the amount of Qualifying Investment in a certified venture capital partnership under RIGL 44-32-2 from Form RI-1120S, Schedule E, line 2 or Form RI-1065, Schedule E, line 2.
4. Enter the taxpayer's apportioned amount of bonus depreciation that has already been taken on the Federal return that has not yet been subtracted from Rhode Island income under RIGL 44-61-1 from Form RI-1120S, Schedule B, line 1b or Form RI-1065, Schedule B, line 1b.
5. Enter the taxpayer's apportioned amount of section 179 depreciation that has already been taken on the Federal return that has not yet been subtracted from Rhode Island income from Form RI-1120S, Schedule B, line 1b or Form RI-1065, Schedule B, line 1b.
6. Enter the taxpayer's apportioned amount for the Tax Incentives for Employers program under RIGL 44-55 from Form RI-1120S, Schedule B, line 1c or Form RI-1065, Schedule B, line 1c.
7. ONLY FOR MEMBERS/SHAREHOLDERS OF CASH BASIS ENTITIES
Enter the taxpayer's apportioned amount of the pass-through entity tax claimed on Form RI-PTE in tax year 2021.

Section IV - Composite Filing Information

1. Enter the amount of Rhode Island source income from this entity for this taxpayer included in a composite filing made by the entity.
2. Enter the amount of tax paid on behalf of the taxpayer by the entity with it's composite tax return.

A copy of the composite filing showing the amount of income and tax paid on behalf of the taxpayer must still be attached to the taxpayer's Rhode Island income tax return.

Section V - RI-1096PT Pass-through Withholding Information

1. Enter the amount of Rhode Island source income from this entity for this taxpayer included in a RI-1096PT filing made by this entity.
2. Enter the amount of withholding tax paid on behalf of the taxpayer by the entity with it's RI-1096PT filing. This amount should agree with the amount of withholding on the RI-1099PT issued from the entity to the taxpayer.

Form RI-1099PT must still be attached to the taxpayer's Rhode Island income tax return.

INSTRUCTIONS (CONTINUED)

Section VI - RI-PTE Pass-through Entity Election Information

1. Enter the amount of Rhode Island source income from this entity for this taxpayer included on the Pass-through Entity Election Tax Return filed by the entity.
2. Enter the amount of Pass-through Entity tax elected to be paid on behalf of the taxpayer by the entity with its RI-PTE filing. This amount should agree with the amount of elected tax on the RI-1099E issued from the entity to the taxpayer.

Form RI-1099E should be attached to the taxpayer's Rhode Island income tax return.

Section VII - Taxpayer's Credit Breakdown

For lines 1 through 5, enter the amount of credit passed through from the entity to the taxpayer. For more information on each credit, refer to the law reference found after each credit, or the instructions on page I-7 of the 2022 RI-1040 Rhode Island Resident Individual Income Tax Return booklet, or pages I-9 and I-10 of the 2022 RI-1040NR Rhode Island Nonresident Individual Income Tax Return booklet.

DRAFT
11/15/2022