

RI -1120C – Test 1

Scenario: Taxpayer named Colt, Inc, at 45 Anytown Street, North Providence, RI 02904. The return will have an overpayment of \$765,500.00, \$200,000.00 of which will be carried to the next tax year.

Additional information:

FEIN 11-0007600
Federal Taxable Income: \$ 1,628,224,989.00
Estimated payments: \$ 3,000,000.00
Pass-through withholding: \$ 1,800,000.00
Other payments: \$ 1,500,000.00
Apportionment ratio: 0.300551

This test will use the following sections, schedules(s) and form(s).

RI-1120C
Schedule A
Schedule B
Schedule C
Schedule H
Schedule B-CR

Schedule A

Line 1: Federal taxable income	\$ 1,628,224,989.00
Line 5: Rhode Island Apportionment Ratio	0.300551
Line 6: Apportioned Rhode Island taxable income	\$ 164,778,574.00
Line 7: Research & development adjustments	\$ 25,000,000.00
Line 8a: Pollution control and hazardous waste	\$ 25,000,000.00
Line 8b: Capital investment deduction	\$ 0.00
Line 9: Total adjustments	\$ 50,000,000.00
Line 10a: Rhode Island adjustable taxable income	\$ 114,778,574.00
Line 11: Total tax	\$ 8,034,500.00
Line 12: Rhode Island Credits from Schedule B-CR	\$ 3,500,000.00
Line 13: Tax	\$ 4,534,500.00
Line 14a: Recapture of Credits	\$ 600,000.00
Line 14b: Jobs Growth Tax	\$ 400,000.00
Line 15: Total Tax Due	\$ 5,534,500.00

RI -1120C – Test 1 (continued)

Schedule B

Line 1a: Net operating loss deduction	\$ 36,300,000.00
Line 1b: Special deduction	\$ 1,000,000,000.00
Line 1c: Exempt dividends and interest	\$ 3,045,230.00
Line 1d: Foreign Dividend Gross up	\$ 5,000,000.00
Line 1e: Bonus depreciation & Section 179 adjustment	\$ 35,000,000.00
Line 1f: Modification for Tax Incentives	\$ 700,000.00
Line 1g: Total Deductions	\$ 1,080,045,230.00

Schedule C

Line 1a: Interest	\$ 15,000.00
Line 1b: Rhode Island corporate taxes	\$ 25,000.00
Line 1c: Bonus depreciation	\$ 25,194.00
Line 1d: Taxable Portion of PPP Loan	\$ 10,000.00
Line 1e: Total Additions	\$ 75,194.00

Schedule D Pass-through Withholding Paid on Entity's Behalf

Pass-through entity	FEIN	Pass-through withholding
Wilson Corporation	05-0018512	\$ 1,000,000.00
Distance Inc	06-1234567	\$ 800,000.00

Schedule H Apportionment

RECEIPTS	COLUMN A RHODE ISLAND	COLUMN B EVERYWHERE
Line 1a: Rhode Island Sales	\$60,110,200.00	\$200,110,131.00
Line 1a: Sales Under 44-11-14(a)(2)(i)(B)	\$ 0.00	
Line 1b: Dividends	\$ 37,568,875.00	\$125,000,000.00
Line 1c: Interest	\$631,157,100.00	\$2,100,000,000.00
Line 1d: Rents	\$27,049,590.00	\$90,000,000.00
Line 1e: Royalties	\$3,005,510.00	\$10,000,000.00
Line 1f: Capital gains	\$12,055,040.00	\$40,000,000.00
Line 1g: Ordinary income	\$15,027,550.00	\$50,000,000.00
Line 1h Other income	\$18,033,060.00	\$ 60,000,000.00
Line 1i: Income exempt from taxation	\$21,038,570.00	\$ 70,000,000.00
Line 1j: Total	\$825,045,495.00	\$2,745,110,131.00
Line 2: Ratio in Rhode Island	0.300551	

RI -1120C – Test 1 (continued)

Schedule B-CR

Line 1: RI-2276-Tax Credit for Contributions to Scholarships	\$ 100,000.00
Line 2: RI-2441-Adult and Child Day Care Assistance	\$ 30,000.00
Line 3: RI-286B-Historic Preservation	\$ 650,000.00
Line 4: RI-2874-Employers Apprenticeship Credit	\$ 160,000.00
Line 5: Residential Renewable Energy Systems	\$ 150,000.00
Line 6: RI-3468-Investment Tax Credit	\$ 255,000.00
Line 7: RI-3675-Employment Tax Credit	\$ 90,000.00
Line 8: RI-5009-Educational Assistance and Development	\$ 165,000.00
Line 9: RI 5442-Low-Income Housing	\$ 500,000.00
Line 10: RI-6324-Adult Education Tax Credit	\$ 5,000.00
Line 11: RI-6754-Rhode Island New Qualified Jobs	\$ 414,000.00
Line 12: RI-7233-Rhode Island Small Business Development Fund	\$ 0.00
Line 13: RI-7253 – Rebuild Rhode Island Tax Credit	\$ 310,000.00
Line 14: RI-7695E- Research and Development Expense	\$ 135,000.00
Line 15: RI-769P-Research and Development Property	\$ 400,000.00
Line 16: RI-8201 Motion Picture Production Company	\$ 135,000.00
Line 17: RI-8826-Disabled Access Credit	\$ 1,000.00
Line 18: RI-9261- Jobs Development Rate Reduction	\$ 0.00
Line 19: Total Rhode Island Credits	\$ 3,500,000.00

RI -1120C – Test 2

Scenario: Designated Agent/Taxpayer named Champions, Inc, at 27 161st Street, Bronx, NY 10451 is filing a calendar year end return and is a Combined Filer. The return will have a tax balance due of \$400.00.

Additional information:

FEIN 11-0008812

Federal Taxable Income:	\$2,500,000.00
Estimated payments:	\$ 0.00
Other payments:	\$ 400.00
Apportionment ratio	0.000125

This test will use the following sections, schedules(s) and form(s).

RI-1120C
Schedule A
Schedule B
Schedule C
Schedule H
Schedule CGM

Schedule A

Line 1: Federal taxable income	\$	2,500,000.00
Line 5: Rhode Island Apportionment Ratio		0.000125
Line 6: Apportioned Rhode Island taxable income	\$	0.00
Line 7: Research & development adjustments	\$	0.00
Line 8a: Pollution control and hazardous waste	\$	0.00
Line 8b: Capital investment deduction	\$	50,000.00
Line 9: Total adjustments	\$	50,000.00
Line 10a: Rhode Island adjustable taxable income	\$	0.00
Line 11: Total tax	\$	800.00
Line 12: Rhode Island Credits from Schedule B-CR	\$	0.00
Line 13: Tax	\$	800.00
Line 14a: Recapture of Credits	\$	0.00
Line 14b: Jobs Growth Tax	\$	0.00
Line 15: Total Tax Due	\$	800.00

RI -1120C – Test 2 (continued)

Schedule B

Line 1a: Net operating loss deduction	\$ 45,000,000.00
Line 1b: Special deduction	\$ 130,000,000.00
Line 1c: Exempt dividends and interest	\$ 22,000,000.00
Line 1d: Foreign Dividend Gross up	\$ 70,000,000.00
Line 1e: Bonus depreciation & Section 179 adjustment	\$ 18,000,000.00
Line 1f: Modification for Tax Incentives	\$ 31,345,600.00
Line 1g: Total Deductions	\$ 316,345,600.00

Schedule C

Line 1a: Interest	\$ 37,524.00
Line 1b: Rhode Island corporate taxes	\$ 12,250.00
Line 1c: Bonus depreciation	\$ 36,000.00
Line 1d: Taxable Portion of PPP Loan	\$ 19,880.00
Line 1e: Total Additions	\$ 105,654.00

Schedule H Apportionment

RECEIPTS	COLUMN A RHODE ISLAND	COLUMN B EVERYWHERE
Line 1a: Rhode Island Sales	\$25,000.00	\$200,000,000.00
Line 1a: Sales Under 44-11-14(a)(2)(i)(B)	\$ 0.00	
Line 1b: Dividends	\$ 15,625.00	\$125,000,000.00
Line 1c: Interest	\$262,500.00	\$2,100,000,000.00
Line 1d: Rents	\$11,250.00	\$90,000,000.00
Line 1e: Royalties	\$1,250.00	\$10,000,000.00
Line 1f: Capital gains	\$5,000.00	\$40,000,000.00
Line 1g: Ordinary income	\$6,250.00	\$50,000,000.00
Line 1h Other income	\$7,500.00	\$ 60,000,000.00
Line 1i: Income exempt from taxation	\$8,750.00	\$ 70,000,000.00
Line 1j: Total	\$343,125.00	\$2,745,000,000.00
Line 2: Ratio in Rhode Island	0.000125	

Schedule-CGM contains 2 members and the designated agent:

CGM Member Name	FEIN	Nexus	CGM Member Address
Champions, Inc	11-0008812	Yes	27 161 st STREET, BRONX, NY 10451
Core Four, Inc	11-0008813	Yes	34 SPRINGFIELD BLVD, SAN DIEGO, CA 10678
Clipper, Inc	11-0008814	No	1 CLIPPER WAY, TUSCON, AZ 14712

Please note: The combined group is required to attach a computational schedule or schedules with columns which report the income and apportionment information of all entities of the taxpayer member's combined group, as well as any supporting information required to substantiate the amounts in the computation schedule or schedules. The schedule format used for Federal consolidated returns is preferable.

The computational schedule(s) must be attached/uploaded as a PDF when the MeF return is transmitted.

MeF Notes

Where to find the MeF registration form and schema information

<https://tax.ri.gov/resources/software-developers>

Rhode Island requires testing and registration every year.

Manifest Information:

- Here is the list of items we expect in the `StateSubmissionType` element in the manifest.
 - "RI1120C"
 - "RI1120S"
 - "RI1065"

Business Rules:

- Must be an original filing we do not allow duplicates.
- The other is the software ID must be approved.

Rule Number Rule Text

X0000-002	Incorrect Transmission data.
X0000-003	SubmissionId in the submission file mismatches SubmissionId in the manifest file.
X0000-004	No submission file found in state submission directory.
X0000-005	The XML data has failed schema validation.
X0000-006	MeF Gateway experiences system error.
X0000-007	Other State Submission
X0000-008	The namespace declarations in the root element of the return ('Return' element) is incorrect.
1040-060	Software Developer ID must be approved for Individual Efile.
1040-062	Transmission cannot be a duplicate of a previously accepted transmission.
1120-060	Software Developer ID must be approved for Individual Efile.
1120-062	Transmission cannot be a duplicate of a previously accepted transmission.