



Rhode Island Department of Revenue **Division of Taxation**

VITA/AARP Presentation

December 2025

Carlita Annicelli

Chief of Personal and Corporate Income Tax Section

Agenda

- About Us: Division of Taxation
- Personal Income Tax Updates
- Tax Portal Updates
- Closing Remarks

About Us

The Division of Taxation: One of six agencies in the Department of Revenue

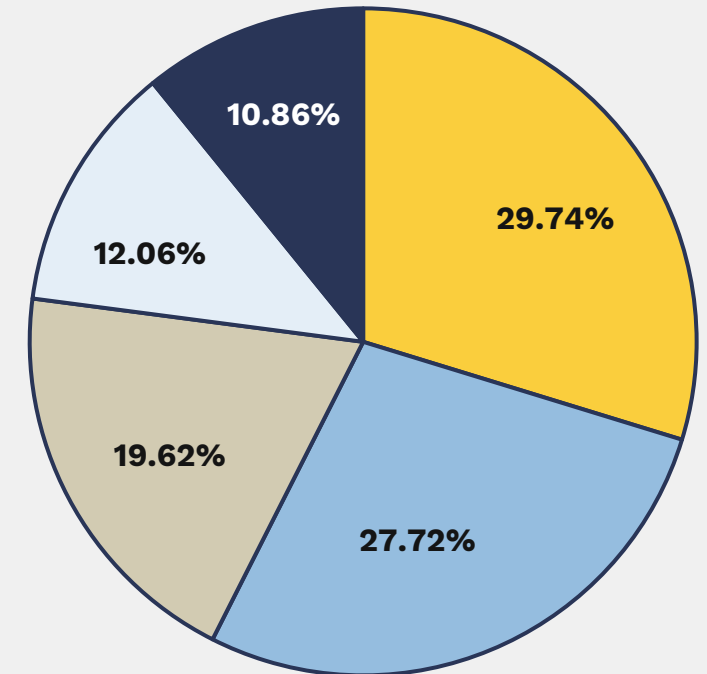
- The Rhode Island Division of Taxation employs **228 tax professionals**, administering more than **62 different taxes and fees**.
- Taxes represent **the most significant source of General Fund revenue** for Rhode Island – funds used to help pay for vital services including public safety, education, transportation, and recreation for all Rhode Islanders.
- Each year, the Division **collects and distributes more than \$5.45 billion** in funds to the State, municipalities, and other agencies (as of FY 25).

Our Mission

- To foster voluntary compliance with the Rhode Island tax laws and instill public confidence through professional, impartial and ethical conduct.
- To administer and collect all taxes as required by Rhode Island law in the most efficient and cost-effective manner.
- To assist taxpayers by helping them understand and meet their tax responsibilities.

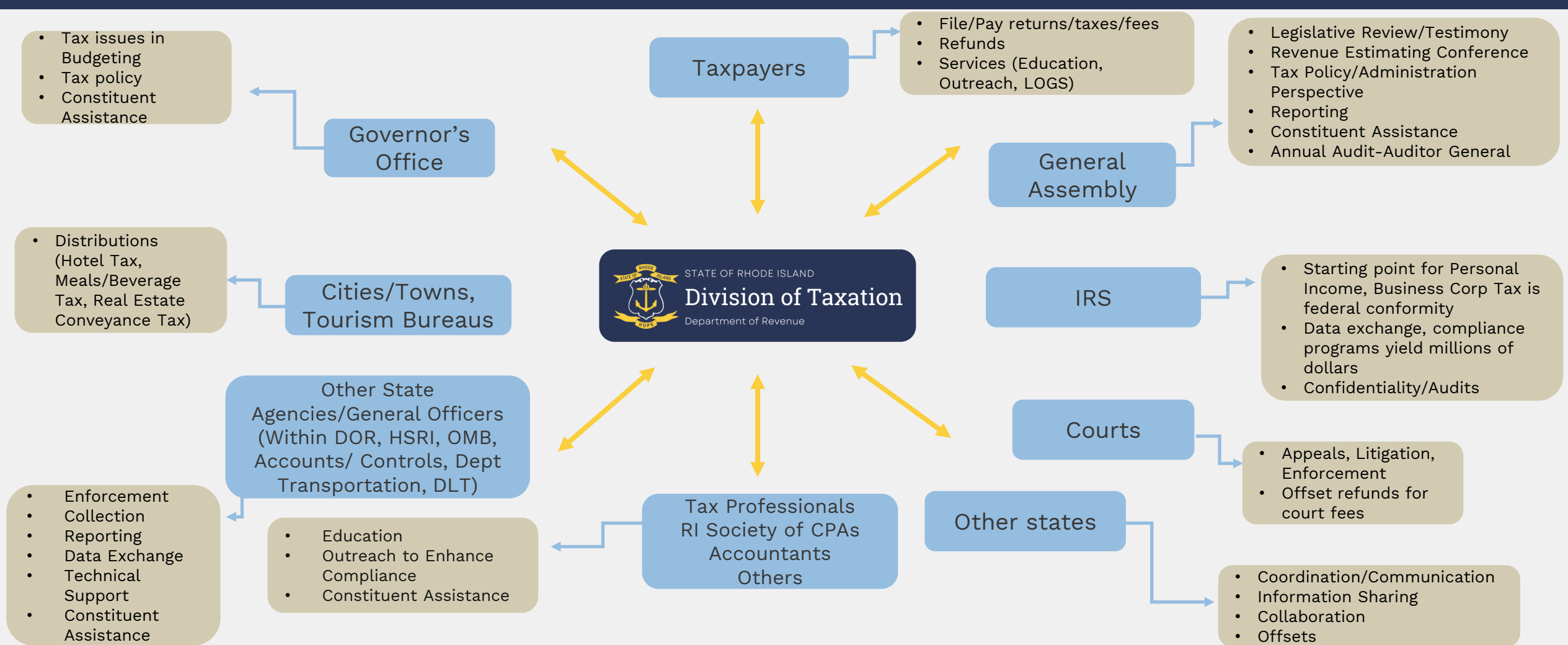
Total State Tax Revenue Collected by the Division of Taxation for Fiscal Year 2025 (\$, In Millions)

FY25 Receipts: \$5.45B

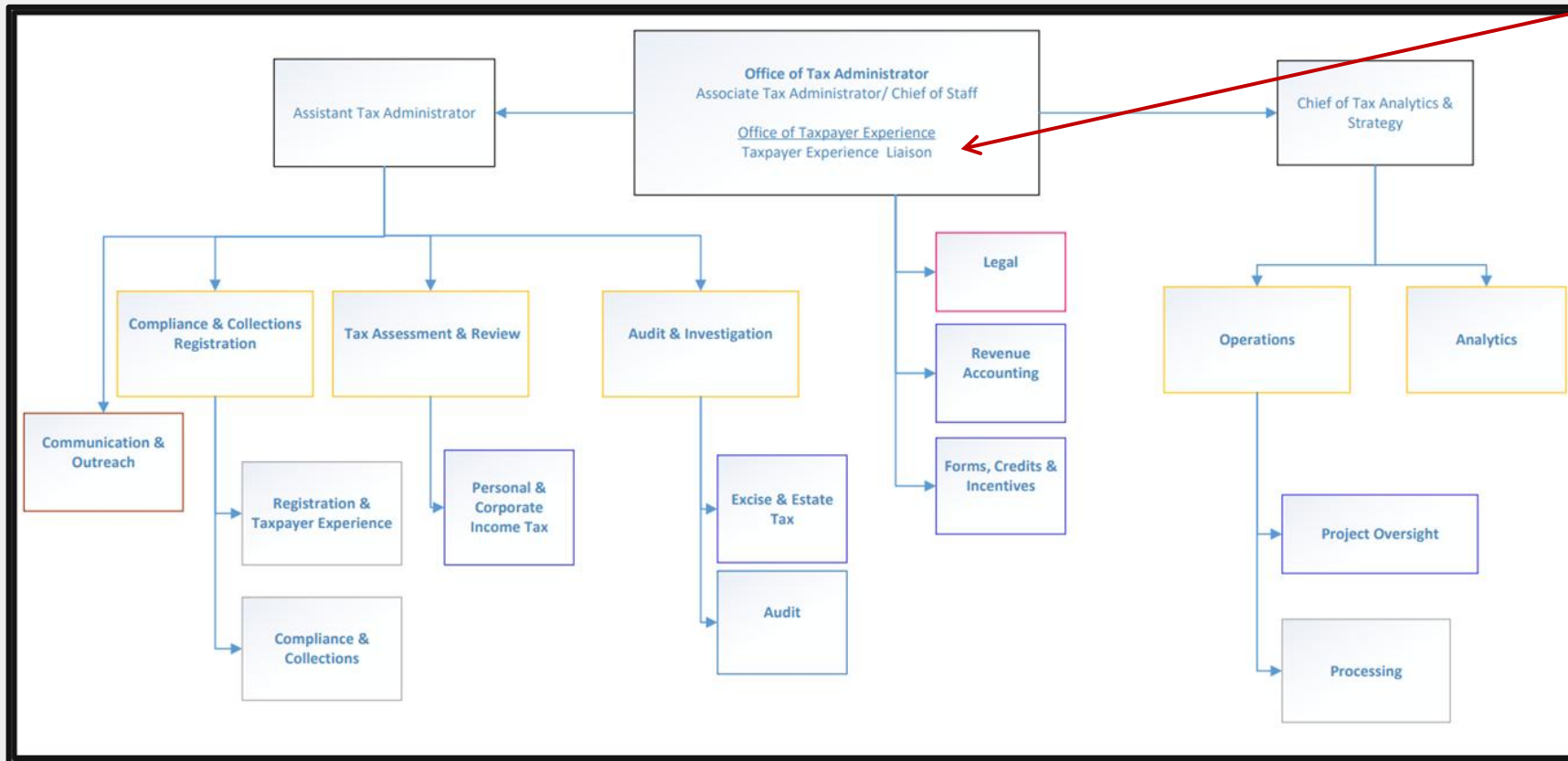


■ Withholding ■ Sales ■ Corp ■ PIT ■ Estate, M&B, Hotel & Other

About Us: Key Stakeholders/Interactions



Taxpayer Experience Office/Team

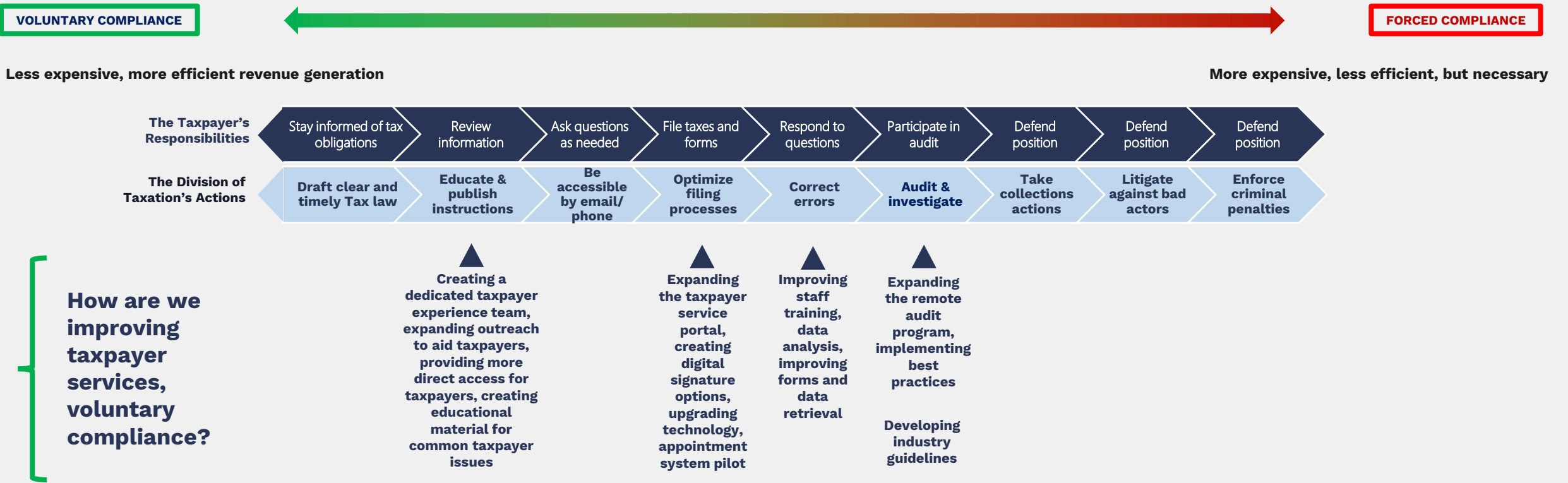


Taxpayer Experience Office Team

- Tax Administrator
- Asst Tax Administrator
- **External Facing: Taxpayer Experience Liaison**
- **Internal Taxpayer Experience Team**
(With Initial Focus on Collections/Compliance)
- Continue Improvements Across Agency at all Taxpayer Contact Points

Division of Taxation: Mission

The Tax Administration Efficiency Continuum

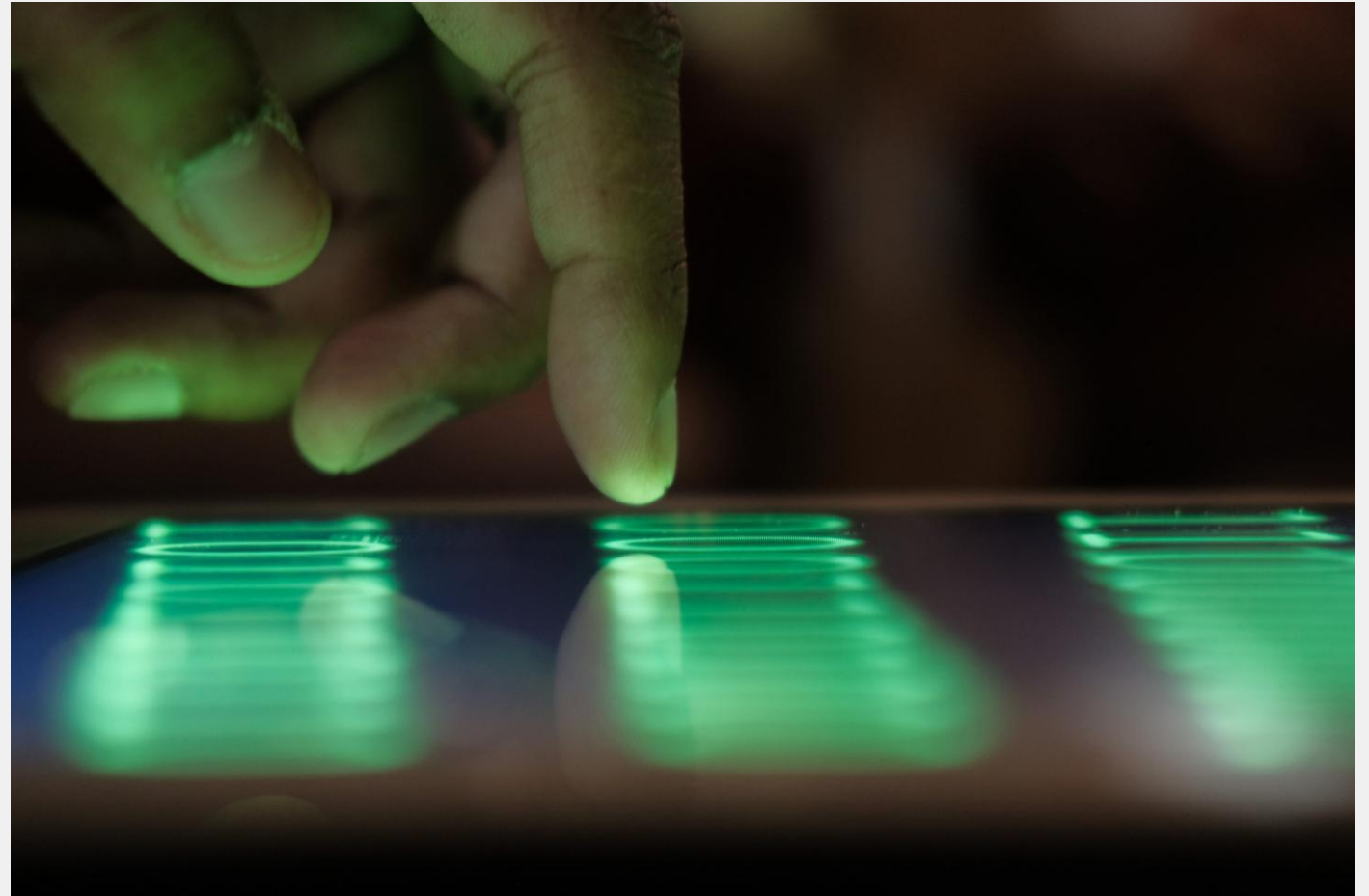


Preventing Fraud

Tips and Best Practices

Fraud Trends

- IRS/States/Tax Software Industry collaborating on fraud detection and prevention and monitoring data/trends through the IDTTRF-ISAC and the Security Summit.
- [How Do You Report Suspected Tax Fraud Activity? | Internal Revenue Service \(irs.gov\)](#)
- [Dirty Dozen | Internal Revenue Service \(irs.gov\)](#)
- Criminals are becoming more creative, with better technology, and means to perpetrate fraud.



Preventing Fraud

Fraud Guidance webpage: <https://tax.ri.gov/guidance/fraud-guidance>



STATE OF RHODE ISLAND

Division of Taxation

Department of Revenue

Fraud Protection

HOW-TO



Monitor your accounts

Monitor your financial statements, online accounts, and government correspondence for signs of fraud or identity theft.



Get an IP PIN

Get an identity protection PIN - learn how at <https://www.irs.gov/identity-theft-fraud-scams/get-an-identity-protection-pin>.



Strengthen your passwords

Use strong, unique, passwords for all online accounts. Do not reuse passwords.



Freeze your credit

Freeze your credit with all three bureaus; learn how at <https://www.usa.gov/credit-freeze>.



Use MFA verification

Enable multi-factor authentication on all of your online accounts.



Remain vigilant

Keep up these good habits. The danger of fraud does not lessen over time.

Preventing Fraud

How to Mitigate Fraud

- ☑ Consistently update software and operating systems with latest patches—outdated applications and operating systems are the most targeted vulnerabilities for ransomware.
- ☑ Train your staff about phishing, cyber security and to look carefully at emails before responding. Check and double check.
- ☑ Use multifactor authentication and strong passwords.
- ☑ Back up data on a regular basis—maintain it on a separate device and store it offline.
- ☑ Implement a disaster recovery plan.
- ☑ Check the Taxpayer Portal: [RI Taxpayer Portal](#).
- ☑ Visit [How Do You Report Suspected Tax Fraud Activity? | Internal Revenue Service \(irs.gov\)](#).
- ☑ Reach out to the RI Division of Taxation: [Contact Us | RI Division of Taxation](#).

Personal and Corporate Income Tax

- Personal Exemptions \$5,100
- Standard Deduction
 - Single \$10,900
 - Joint/Qualifying Widow(er) \$21,800
 - HOH \$10,900
 - Married filing Separately \$16,350

- Exemption and Deduction Phaseout Amounts
 - \$254,250 – \$283,250

2025 Tax Year
Inflationary changes

- Social Security Amounts
 - Single \$107,000
 - Joint \$133,500
- Pension and Annuity
 - Single \$107,000
 - Joint \$133,500

- Property Tax Relief Credit \$700
 - Income Limitation \$40,730

Personal and Corporate Income Tax

TY 2025 Updated Filing Options

MeF

- RI-1040
- RI-1120C, RI-1120S, RI-1065 (with PTE & PTW Schedules)
- RI-1041 (with PTE & PTW Schedules)
 - (PTE for corp. only)
 - May issue a K1 to its beneficiaries, but it cannot receive a K1 that notes PTE credit.
- Return Payments
- Extensions

Portal

- Extensions
- Estimates

Estimates Available on Paper*

- RI-1040ES
- BUS-EST
- RI-1041ES

*Please note, if the taxpayer is an entity subject to RI's Electronic Filing Mandate, filing on paper may subject the taxpayer to penalties.

Personal and Corporate Income Tax

Pension and Annuity Modification

- Modification cap TY 25 = \$50,000
- Inflation increase to current AGI limit
 - TY 25:
 - Single: \$107,000
 - Joint: \$133,500
- Modification is based on full retirement age of 66 years and 10 months
 - Born on or before March 1, 1959
- Does not include IRAs

Social Security Income Modification

- Tax Year 2025 = No modification cap
- The AGI limits and full age of retirement are the same as the Pension and Annuity Modification

Retirement
Income
Modifications
– Tax Year
2025

Military Pension Modification

- Tax Year 2025 = No modification cap

For more information regarding retirement income see the annual [Rhode Island Retirement Income Tax Guide](#)

Personal and Corporate Income Tax

Earned Income Tax Credit Reminders

- The Rhode Island EITC is in addition to the Federal EITC.
 - Rhode Island EITC rate is a percentage of the Federal EITC amount: **2024-2025=16.0%**.
- RI EITC is a refundable credit, which means the credit will be refunded to the taxpayer to the extent it exceeds the taxpayer's tax liability.
- RI tax preparer's regulation includes guidance on due diligence requirements and records retention for EITC and RI-1040H Property Tax Credit. [Tax Preparer's Regulation 280-RICR-20-55-4.](#)

Personal and Corporate Income Tax

Earned Income Tax Credit Reminders

- RI conforms to federal eligibility and income thresholds.
 - We do also review and approve or deny, if denial is warranted.
 - If credit ineligibility is suspected, we may need to take extra steps to validate the EITC claim.
- Other points to consider:
 - Returns without expenses.
 - Documentation for income reporting (e.g. requests for licenses, records, statements, etc.).

Personal and Corporate Income Tax

Earned Income Tax Credit Reminders

- NAICS Codes:
 - Schedule C must be submitted with a valid NAICS code
 - NAICS code should be 6 digits & match closely to a valid business activity code (per IRS)
 - Check that invalid NAICS codes are not carried over from prior years

Visit [census.gov](https://www.census.gov) for more information on NAICS Codes.

SCHEDULE C (Form 1040)		Profit or Loss From Business (Sole Proprietorship)		OMB No. 1545-0074
Department of the Treasury Internal Revenue Service		Attach to Form 1040, 1040-SR, 1040-SS, 1040-NR, or 1041; partnerships must generally file Form 1065. Go to www.irs.gov/ScheduleC for instructions and the latest information.		2024 Attachment Sequence No. 09
Name of proprietor			Social security number (SSN)	
A	Principal business or profession, including product or service (see instructions)			B Enter code from instructions
C	Business name. If no separate business name, leave blank.			D Employer ID number (EIN) (see instr.)
E	Business address (including suite or room no.)			

Personal and Corporate Income Tax

Income Tax Forms Best Practices

Common Errors/Best Practices:

- Incorrect Federal identification numbers - ID numbers are used to verify withholding amounts and should be completed correctly.
- Use the correct code for the document on Sch W (“P” or “G”).
- Late employer filings could delay withholding verification.
- “Other payments” on RI-1040, line 14f and RI-1040NR, line 17e, generally will be used for extension payments only - do not include RI-TDI.

Personal and Corporate Income Tax

Income Tax Forms Best Practices

Common Errors/Best Practices:

- Do NOT include Non-resident Real Estate Withholding on Schedule W (should be included on RI-1040NR, Line 17c).
- Make sure the taxpayer's name is consistent year to year.
- Accurately complete non-resident allocation indicators and schedules.
- Include all schedules with Amended RI-1040, even if nothing has changed.

Personal and Corporate Income Tax

Income Requests

Penalty Waivers

- Requests should be in writing and all balances should be paid in full less the penalty.
- Allow at least 30 days to process.
- Notification will be sent to the taxpayer once processed.

Requests for Information

- Responses should be **received within 20 days** of request.
- Documentation can be mailed, emailed, faxed, or submitted through drop box.
- **Email** or **fax** encouraged, as it allows for proof of receipt.
- Once response is submitted, please allow **5 business days** before checking the status.
- **Only send copies**, we are not responsible for originals sent via mail.

Personal and Corporate Income Tax

H.R. 1 (Public Laws No.: 119-21) Rhode Island Response

Tip and Overtime Income Exemptions

- Below the line deductions on federal return
- No RI impact (since below the line deduction)

Research and Experimental Expenses (Section 174A)

- [ADV 2025-18](#)
- Decoupling from accelerated expensing
- Max 20% per year

Filing guidance for individuals and entities

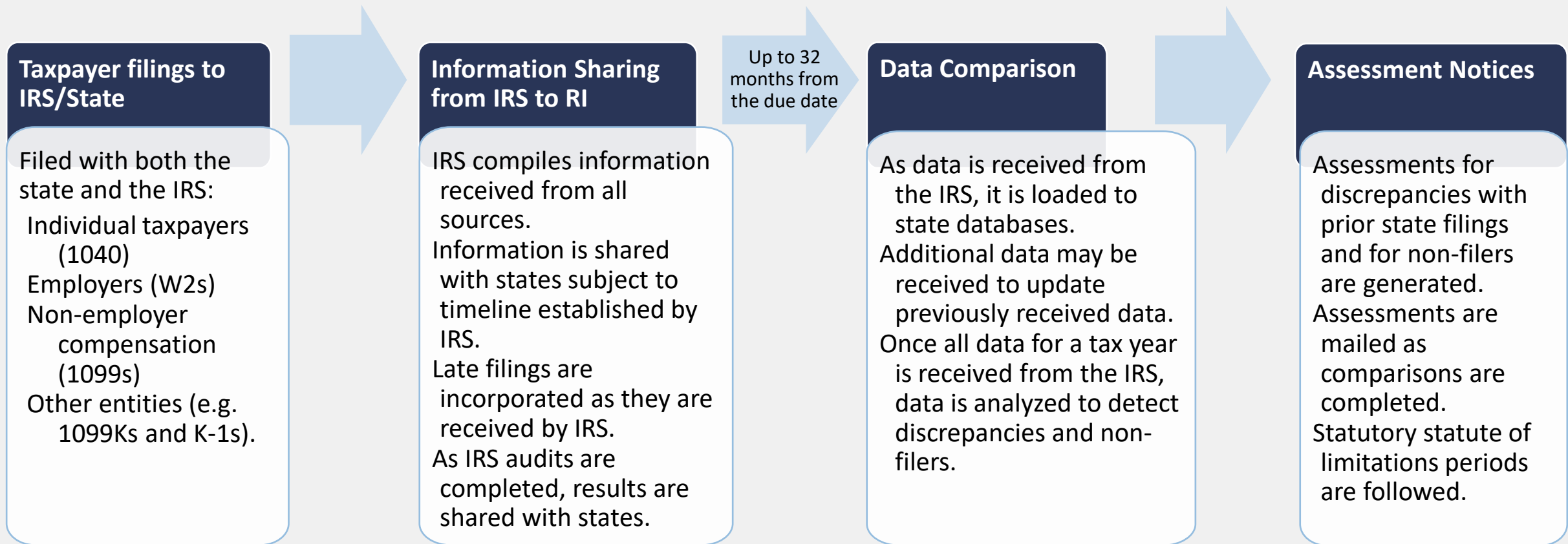
- [ADV 2025-20](#)

Dedicated webpage

- <https://tax.ri.gov/guidance/hr-1-public-laws-no-119-21>

Personal and Corporate Income Tax

For IRS compliance audits, the Division receives and reviews information as available from the IRS as follows:



Personal and Corporate Income Tax

Single Member LLC vs Sole Proprietor

Single Member LLC

- Entity separate from its owner
- Registered as an entity with RI Department of State
- Has liability protection—limited to investment
- Registration date—dissolution date
- Subject to annual charge (currently \$400) on separate tax form for state purposes

Similarities

- Files Form 1040 reporting on Schedule C, E or F to pay federal income taxes
- Files RI-1040/RI-1040NR to pay state income tax on Federal AGI including Schedule C income

Sole Proprietor

- Owner is the entity
- Can register a trade name with local municipality
- Personal liability
- No dissolution to close business
- No separate filing requirement or annual charge

Personal and Corporate Income Tax

Withholding

How do I file 1099s?

- If you are an individual submitting 1099s for your business:
 - You can upload your 1099 file in your Withholding account in the Taxpayer Portal.
- If you are an accounting firm submitting 1099s for your client(s):
 - You can upload your 1099 file in the Taxpayer Portal.
- If you are a payroll company or third-party vendor registered as a bulk filer:
 - You can upload bulk files containing your clients 1099 information via the Taxpayer Portal.
 - *To register as a bulk filer, complete and submit the Payroll Letter of Intent found on the [Software Developers page](#).*
- NOTES:
 - Regardless of the filer type, the 1099 file must be in the proper [FIRE format](#). See the [Withholding Filing Requirements Guide](#) for information.
 - 1099s should be filed with the Division of Taxation if there is **Rhode Island income** listed on the 1099.

Taxpayer Portal

Same-Day Services

Don't Have a Portal User Account?

Use our Same-Day Services

[Make a Payment \(same day withdrawal\)](#)

[File a Form \(alone or with payment\)](#)

Estimated Payments - Business

ESTIMATED PAYMENT

Authentication

* ID Type

* ID

Enter ID

* Notice ID

Enter Notice ID

Taxpayer Portal

Same-Day Services


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[Make a Payment \(same day withdrawal\)](#)

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Estimated Payments - Business



State of Rhode Island
DIVISION OF TAXATION
One Capitol Hill
Providence, RI 02908-5800



Phone: (401) 574-8941
TTY Via 711
Fax: (401) 574-8915
Email: Tax.Collections@tax.ri.gov

NOTICE OF ASSESSMENT

Account ID: [REDACTED]
Tax Type: SALES-FILING
Notice ID: [REDACTED]
Bill Due Date: [REDACTED]

Taxpayer Portal

Same-Day Services

Estimated Payments - Personal

Don't Have a Portal User Account?

Use our Same-Day Services

[Make a Payment \(same day withdrawal\)](#)

[File a Form \(alone or with payment\)](#)

ESTIMATED PAYMENT

* indicates required field

Please authenticate your identity by providing the Federal Adjusted Gross Income (AGI) reported on your 2023 Rhode Island Individual Income Tax Return. If you have not filed for 2023 or otherwise are unable to authenticate, please contact the Division at 401-574-8484 between 8:30 am and 3:30 pm Monday through Friday for assistance.

Authentication

* Primary SSN

Spouse SSN

JOINT FILERS ONLY

* AGI reported for Tax Year noted above

\$

Adjusted Gross Income

Taxpayer Portal

Same-Day Services


Don't Have a Portal User Account?

Use our Same-Day Services

[Make a Payment \(same day withdrawal\)](#)

[File a Form \(alone or with payment\)](#)

Estimated Payments - Personal

State of Rhode Island Division of Taxation		2024 Form RI-1040		Resident Individual Income Tax Return				24100199990101					
Your social security number				Spouse's social security number									
Your first name		MI	Last name			Suffix							
Spouse's name		MI	Last name			Suffix							
Address													
City, town or post office				State		ZIP code							
City or town of legal residence				Check each box that applies. Otherwise, leave blank.		Primary deceased? <input type="checkbox"/>		Spouse deceased? <input type="checkbox"/>		New address? <input type="checkbox"/>		Amended Return? * <input type="checkbox"/>	
ELECTORAL CONTRIBUTION		If you want \$5.00 (\$10.00 if a joint return) to go to this fund, check here. (See instructions. This will not increase your tax or reduce your refund.)				<input type="checkbox"/> Yes		If you wish the 1st \$2.00 (\$4.00 if a joint return) be paid to a specific party, check the box and fill in the name of the political party. Otherwise, it will be paid to a nonpartisan general account. <input type="checkbox"/>					
FILING STATUS Check one		Single <input type="checkbox"/>		Married filing jointly <input type="checkbox"/>		Married filing separately <input type="checkbox"/>		Head of household <input type="checkbox"/>		Qualifying widow(er) <input type="checkbox"/>			
INCOME, TAX AND CREDITS		1 Federal AGI from Federal Form 1040 or 1040-SR, line 11						1					

Taxpayer Portal

Same-Day Services

Extension Filing **and** Payments

- Business
 - Authentication requires Notice ID
- Personal
 - Authentication requires AGI for previous full tax year (i.e. 2023)

Don't Have a Portal User Account?

Use our Same-Day Services

[Make a Payment \(same day withdrawal\)](#)

[File a Form \(alone or with payment\)](#)

Taxpayer Portal

Same-Day Services

Bill Payments

Don't Have a Portal User Account?

Use our Same-Day Services

[Make a Payment \(same day withdrawal\)](#)

[File a Form \(alone or with payment\)](#)

BILL PAYMENT

Authentication

* ID Type

* ID

Enter ID

* Invoice Number

Enter your invoice number

Taxpayer Portal

Don't Have a Portal User Account?

Use our Same-Day Services

[Make a Payment \(same day withdrawal\)](#)


[File a Form \(alone or with payment\)](#)

Same-Day Services

Bill Payments

-----Detach-----

State of Rhode Island
DIVISION OF TAXATION
NOA Bill Voucher


[REDACTED]

Return this voucher with your payment

Make check(s) payable to: **Rhode Island Division of Taxation**

Include Account ID [REDACTED] on the check Date: [REDACTED]

Rhode Island Division of Taxation
One Capitol Hill
Providence, RI 02908-5800

Tax Type: SALES-FILING

[REDACTED]

Invoice Number: [REDACTED]
Due Date: [REDACTED]
Balance Due: [REDACTED]

Amount Enclosed: \$ _____

Taxpayer Portal

Same-Day Services

In Summary – Authentication Requirements

- Business Estimated Payment
 - Notice ID#
- Personal Estimated Payment
 - Prior Federal AGI
- Business Extension Filing **and** Payments
 - Notice ID#
- Personal Extension Filing **and** Payments
 - Prior Federal AGI
- Bill Payments
 - Invoice Number
- File a Form
 - Prior payment amount for the tax type

Member Sign In

Maximum of 3 sign-in Attempts are allowed. After 3 failed sign-in attempts, the account will be locked. Please use the Forgot UserID and/or Forgot Password links or wait 15 minutes to retry.

User ID

Password

SIGN IN

[Forgot User ID?](#) [Forgot password?](#)

New User?

[Create a New User](#)

Don't Have a Portal User Account?

Use our Same-Day Services

[Make a Payment \(same day withdrawal\)](#)

[File a Form \(alone or with payment\)](#)

Compliance and Collections

Section Contact Information

Compliance and Collections Section

- Phone: 401-574-8941
- Email: Tax.Collections@tax.ri.gov

Taxpayer Portal Section

- Phone: 401-574-8484
- Email: Tax.Portal@tax.ri.gov

Personal and Corporate Income Tax

Section Contact Information

Personal Income Tax

- Phone: 401-574-8829 Option #3
- Email: Tax.Assist@tax.ri.gov

Non-resident Real Estate Withholding


- Phone: 401-574-8829 Option#4
- Email: Tax.NonRes713@tax.ri.gov

Corporate Income Tax

- Phone: 401-574-8829 Option #6
- Email: Tax.Corporate@tax.ri.gov

More Tax Resources

- Sign up for our emails
 - Tax news delivered to your inbox
 - Quarterly newsletters
 - Important updates



STATE OF RHODE ISLAND
Division of Taxation
Department of Revenue

Subscribe for tax news

Sign up to receive free RI tax news updates in your inbox.

Even More Tax Resources

- Advisories
 - www.tax.ri.gov > “Guidance” > “Advisories” > select the appropriate year
<https://tax.ri.gov/guidance/advisories>
- Tax Compliance Days
 - www.tax.ri.gov > “About Us” > “Tax Compliance Day”
 - <https://tax.ri.gov/about-us/tax-compliance-day>
- Compliant Taxpayer Profiles
 - www.tax.ri.gov > “About Us” > “Taxpayer Experience Office” > scroll to “Outreach and Useful Materials”
 - <https://tax.ri.gov/sites/g/files/xkgbur541/files/2024-01/2024%20Taxpayer%20Profiles%20132024.pdf>
- Upcoming Events
 - www.tax.ri.gov > “About Us” > “Taxpayer Experience Office” scroll to “Calendar Events/Upcoming Events” > “This Month’s Calendar” Events or “Upcoming Calendar Events”
 - [Taxpayer Experience Office | RI Division of Taxation](#)
- Past presentations
 - www.tax.ri.gov > “About Us” > “Taxpayer Experience Office” scroll to “Calendar Events/Upcoming Events” > select the appropriate year
 - [Taxpayer Experience Office | RI Division of Taxation](#)

Thank you



STATE OF RHODE ISLAND

Division of Taxation

Department of Revenue

Contact Us

401-574-8983

Taxpayer.Experience@tax.ri.gov

One Capitol Hill

Providence, RI 02908



Questions

