

RI-1040 RHODE ISLAND RESIDENT INDIVIDUAL INCOME TAX RETURN

2003

NAME AND ADDRESS <div style="border: 1px solid black; border-radius: 10px; padding: 2px; display: inline-block;">please print or type</div>	First Name _____ Initial _____ Last Name _____	Your Social Security Number _____	
	Spouse's First Name _____ Initial _____ Last Name _____	Spouse's Social Security Number _____	
	Present Home Address (Number and street, including apartment number or rural route) _____		Daytime Telephone Number (____) _____
	City, Town or Post Office _____ State _____ Zip code _____	City or Town of Legal Residence _____	

Electoral Contribution \$5.00 (\$10.00 if a joint return) See instructions. (This will not increase your tax or reduce your refund.) Check Yes No If you wish the 1st \$2.00 (\$4.00 if a joint return) to be paid to a specific party, check the 1st box and fill in the name of the political party. If you wish it to be paid to a nonpartisan general account, check the 2nd box. _____ Nonpartisan general account

FILING STATUS Check only one box 1 Single 2 Married filing jointly 3 Married filing separately 4 Head of Household 5 Qualifying widow(er)

INCOME, TAX AND CREDITS	1. Federal AGI (Adjusted Gross Income) - Federal Form 1040, line 34; 1040A, line 21; 1040EZ, line 4 or Telefile, line 1.....	1.	
	2. Net modifications to Federal AGI (if no modifications, enter zero on this line) - Page 2, Schedule I, Line 25.....	2.	
	3. Modified Federal AGI - combine lines 1 and 2 (add net increases or subtract net decreases).....	3.	
	4. Deductions - RI standard deduction (left margin) or amount from Federal Schedule A, line 28, whichever is greater. If you itemize and line 3 is over \$139,500 (\$69,750 if married filing separate) see itemized deduction schedule on page 7.....	4.	
	5. Subtract line 4 from line 3.....	5.	
	6. Exemptions - Enter federal exemptions in 6A then multiply by \$3,050 and enter result in 6B. If line 3 is over \$104,625, see worksheet on page I-4 for exemption amount..... 6A. <input type="checkbox"/> X \$3,050 =	6B.	
	7. RI TAXABLE INCOME - subtract line 6B from line 5.....	7.	
	8. A. RI income tax <input type="checkbox"/> RI Tax Table or Rate Schedules <input type="checkbox"/> RI Schedule CGW <input type="checkbox"/> RI Schedule D <input type="checkbox"/> RI Schedule J <input type="checkbox"/> RI-8615 <input checked="" type="checkbox"/> Check only one box	8A.	
	B. Other RI taxes from page 3, RI Schedule OT, line 15.....	8B.	
	9. RI alternative minimum tax from page 6, Form RI-6251, line 14.....	9.	
	10. Total RI income tax - add lines 8A, 8B and 9.....	10.	
	11. A. RI percentage of allowable Federal credits from page 2, schedule II, line 34.....	11A.	
	B. Other RI credits - indicate credit form number(s) _____ attach forms.....	11B.	
	C. RI credit for income taxes paid to other states from page 2, schedule III, line 41.....	11C.	
	12. Total RI credits - add lines 11A, 11B and 11C.....	12.	
	13. RI income tax after credits - subtract line 12 from line 10 (not less than zero).....	13.	
	14. RI use/sales tax from page 3, Schedule T-205P, line 24 (see instructions).....	14.	
15. Total RI tax - add lines 13 and 14.....	15.		
16. RI checkoff contributions from page 2, schedule IV, line 42G (contributions reduce your refund or increase your balance due).....	16.		
17. TOTAL RI TAX AND CHECKOFF CONTRIBUTIONS - add lines 15 and 16.....	17.		

PAYMENTS AND PROPERTY TAX RELIEF CREDIT	18. A. RI 2003 income tax withheld (please attach forms W-2, 1099, etc.).....	18A.		Check <input checked="" type="checkbox"/> if extension is attached. <input type="checkbox"/>
	B. 2003 estimated tax payments and amount applied from 2002 return.....	18B.		
	C. Property tax relief credit from RI-1040H, line 15 or 22 (attach form RI-1040H).....	18C.		
	D. RI earned income credit from page 3, RI Schedule EIC, line 9.....	18D.		
	E. Other payments.....	18E.		
	F. TOTAL PAYMENTS AND CREDITS - add lines 18A, 18B, 18C, 18D and 18E.....	18F.		

AMOUNT DUE	19. If line 17 is LARGER than line 18F, Subtract line 18F from 17. YOU OWE THIS AMOUNT. Complete RI-1040V. Check <input checked="" type="checkbox"/> if RI-2210 or RI-2210A is attached - enter interest due \$ _____ or enter zero..... ☹️	19.	
	20. If line 18F is LARGER than 17, subtract line 17 from 18F. THIS IS THE AMOUNT YOU OVERPAID 😊	20.	
REFUND	21. Amount of overpayment to be refunded.....	21.	
	22. Amount of overpayment to be applied to 2004 estimated tax.....	22.	

RI SCHEDULE I RI MODIFICATIONS TO FEDERAL AGI

23. A. Modifications INCREASING Federal AGI - income from obligations of any state or its political subdivisions, other than RI (attach documentation)..... 23A.
B. Other modifications INCREASING Federal AGI (see instructions - attach documentation)..... 23B.
C. Total modifications INCREASING Federal AGI - add lines 23A and 23B..... 23C.
24. A. Modifications DECREASING Federal AGI - income from obligations of the US government included in Federal AGI but exempt from state income taxes (attach documentation)..... 24A.
B. Other modifications DECREASING Federal AGI (see instructions - attach documentation)..... 24B.
C. Total modifications DECREASING Federal AGI - add lines 24A and 24B (Enter as a negative amount)..... 24C. ()
25. NET MODIFICATIONS TO FEDERAL AGI - combine lines 23C and 24C (enter here and on page 1, line 2)..... 25.

RI SCHEDULE II ALLOWABLE FEDERAL CREDITS

26. RI income tax from page 1, line 10..... 26.
27. Foreign tax credit from Federal Form 1040, line 44..... 27.
28. Credit for child and dependent care expenses from Federal Form 1040, line 45 or 1040A, line 29..... 28.
29. Credit for the elderly or the disabled from Federal Form 1040, line 46 or 1040A, line 30..... 29.
30. Federal mortgage interest credit from Federal Form 8396, line 11..... 30.
31. Other federal credits (see instructions for credits) from Federal Form 1040, lines 52 and 67..... 31.
32. Total - add lines 27, 28, 29, 30 and 31..... 32.
33. Tentative allowable federal credits - multiply line 32 by 25% (.25)..... 33.
34. MAXIMUM CREDIT - (line 26 or 33 whichever is SMALLER) - Enter here and on page 1, line 11A..... 34.

RI SCHEDULE III CREDIT FOR INCOME TAXES PAID TO ANOTHER STATE

NOTE: Attach signed copy of the other state return.

35. RI income tax (page 1, line 10) less allowable federal credits (page 2, line 34)..... 35.
36. Adjusted gross income from other state. If more than one state - see instructions..... 36.
37. Modified federal AGI - page 1, line 3..... 37.
38. Divide line 36 by line 37..... 38.
39. Tentative credit - multiply line 35 by line 38..... 39.
40. Tax due and paid to other state (see specific instructions) Insert name of state paid 40.
41. MAXIMUM TAX CREDIT (line 35, 39 or 40 whichever is the smallest) Enter here and on page 1, line 11C..... 41.

RI SCHEDULE IV RI CHECKOFF CONTRIBUTIONS

NOTE: Contributions reduce your refund or increase your balance due.

42. A. Drug program account..... \$1.00 \$5.00 \$10.00 Other
B. Olympic Contribution Yes No \$1.00 Contribution (\$2.00 if a joint return)
C. RI Organ Transplant Fund.....
D. RI Council on the Arts.....
E. RI Nongame Wildlife Fund.....
F. Childhood Disease Victims' Fund.....
G. TOTAL CONTRIBUTIONS - add lines 42A, 42B, 42C, 42D, 42E and 42F - Enter here and on page 1, line 16..... 42G.

Under penalties of perjury, I declare that I have examined this return, and to the best of my knowledge and belief, it is true, correct and complete.

Your Signature Date Spouse's Signature Date
If you do not need forms mailed to you next year, check box. May the division contact your preparer about this return? Yes No
Paid preparer's signature and address SSN, PTIN or EIN Telephone number

Name(s) shown on Form RI-1040

Your Social Security Number

RI SCHEDULE EIC RHODE ISLAND EARNED INCOME CREDIT

Table with 9 rows for RI SCHEDULE EIC. Includes items like Rhode Island income tax, Federal earned income credit, Rhode Island percentage (25%), and TOTAL RI EARNED INCOME CREDIT.

RI SCHEDULE OT OTHER RHODE ISLAND TAXES

TAX ON LUMP-SUM DISTRIBUTIONS, PARENTS' ELECTION TO REPORT CHILD'S INTEREST AND DIVIDENDS, RECAPTURE OF FEDERAL TAX CREDITS AND OTHER MISCELLANEOUS FEDERAL INCOME TAXES.

Table with 15 rows for RI SCHEDULE OT. Includes items like Tax on lump-sum distributions, Parents' election to report child's interest, and OTHER RHODE ISLAND TAXES (25%).

RI-8615 TAX FOR CHILDREN UNDER AGE 14 WHO HAVE INVESTMENT INCOME

Table with 4 rows for RI-8615. Includes Child's tax from Federal form 8615, Rhode Island percentage (25%), and TAX.

T-205P INDIVIDUAL CONSUMER'S USE/SALES TAX RETURN

Table with 10 rows for T-205P. Includes Schedule of purchases subject to the use/sales tax, Total sales price of purchases, Rhode Island percentage (7%), and TOTAL AMOUNT DUE.

RI Schedule CGW RHODE ISLAND CAPITAL GAINS WORKSHEET 2003

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

NOTE:

- Use this form **ONLY** if you did not calculate your tax on Federal Schedule D **AND**;
 1. you checked the box on Federal Form 1040, line 13a, **OR**
 2. you entered an amount on Federal Form 1040A, line 10a.
- You must attach this schedule to RI-1040 or RI-1040NR and check the box labeled RI Schedule CGW on line 8A.

1. RI taxable income, RI-1040 or RI-1040NR, line 7.....	1.		
2. Enter the amount of capital gains from Federal Form 1040, line 13a or 1040A, line 10a.....	2.		
3. Subtract line 2 from line 1 (if zero or less, enter zero).....	3.		
4. Figure the tax on the amount on line 3. Use the 2003 RI Tax Table or Tax Rate Schedule, whichever applies.....	4.		
5. Enter the SMALLER of the amount on line 1 above OR			
<ul style="list-style-type: none"> ● \$47,450 If Married filing jointly or Qualifying widow(er) ● \$28,400 If Single ● \$38,050 If Head of household ● \$23,725 If Married filing separately 	}	5.	
6. Is the amount on line 3 equal to or more than the amount on line 5?			
<input type="checkbox"/> Yes. Leave lines 6 through 8 blank; go to line 9 and check the "NO" box.			
<input type="checkbox"/> No. Enter the amount from line 3.....	6.		
7. Subtract line 6 from line 5.....	7.		
8. Multiply line 7 by 2.5% (.025).....	8.		
9. Are the amounts on lines 2 and 7 the same?			
<input type="checkbox"/> Yes. Leave lines 9 through 12 blank and go to line 13.			
<input type="checkbox"/> No. Enter the SMALLER of line 1 or line 2.....	9.		
10. Enter the amount, if any, from line 7.....	10.		
11. Subtract line 10 from line 9. (if zero or less, enter zero).....	11.		
12. Multiply line 11 by 5% (.05).....	12.		
13. Add lines 4, 8 and 12.....	13.		
14. Figure the tax on the amount on line 1. Use the 2003 RI Tax Table or Tax Rate Schedule, whichever applies.....	14.		
15. Tax on all taxable income (including capital gains). Enter the SMALLER of line 13 or line 14. Also enter this amount on RI-1040 or RI-1040NR, page 1, line 8A and check the RI Schedule CGW box.....	15.		

RI Schedule D

RHODE ISLAND CAPITAL GAINS AND LOSSES

2003

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

1. RI taxable income, RI-1040 or RI-1040NR, line 7 **(IF THIS LINE IS ZERO OR LESS, DO NOT COMPLETE THIS FORM)**..... 1. _____

2. Enter the **SMALLER** of Federal Schedule D, lines 17a or 16..... 2. _____

3. Enter the amount from Federal Form 4952, line 4g..... 3. _____

4. Subtract line 3 from line 2..... 4. _____

5. Combine Federal Schedule D, line 7b and Federal 28% Rate Gain Worksheet on page D-8, lines 1 through 5. **(if zero or less, enter zero)**.... 5. _____

6. Enter the **SMALLER** of line 5 above or Federal Schedule D, line 20. **(not less than zero)**..... 6. _____

7. Enter the amount from Federal Schedule D, line 19..... 7. _____

8. Add lines 6 and 7..... 8. _____

9. Subtract line 8 from line 4. **(if zero or less, enter zero)**..... 9. _____

10. Subtract line 9 from line 1. **(if zero or less, enter zero)**..... 10. _____

11. Enter the **SMALLER** of the amount on line 1 above **OR**

- \$47,450 If Married filing jointly or Qualifying widow(er)
- \$28,400 If Single
- \$38,050 If Head of household
- \$23,725 If Married filing separately

..... 11. _____

12. Enter the **SMALLER** of line 10 or 11..... 12. _____

13. Subtract line 4 from line 1. **(if zero or less, enter zero)**..... 13. _____

14. Enter the **LARGER** of line 12 or line 13..... 14. _____

15. Figure the tax on the amount on line 14. Use the 2003 RI Tax Table or Tax Rate Schedule, whichever applies..... 15. _____

IF LINES 11 AND 12 ARE THE SAME, SKIP LINES 16 THROUGH 21 AND GO TO LINE 22. OTHERWISE, GO TO LINE 16.

16. Subtract line 12 from line 11..... 16. _____

17. Qualified 5 year gain, if any, from Federal Schedule D, line 35..... 17. _____

18. Enter the **SMALLER** of line 16 or line 17..... 18. _____

19. Multiply line 18 by 2.00% (.02)..... 19. _____

20. Subtract line 18 from line 16..... 20. _____

21. Multiply line 20 by 2.5% (.025)..... 21. _____

IF LINES 1 AND 11 ARE THE SAME, SKIP LINES 22 THROUGH 34 AND GO TO LINE 35. OTHERWISE, GO TO LINE 22.

22. Enter the **SMALLER** of line 1 or line 9..... 22. _____

23. Enter the amount from line 16 above. **(if line 16 is blank, enter zero)**..... 23. _____

24. Subtract line 23 from line 22..... 24. _____

25. Multiply line 24 by 5.00% (.05)..... 25. _____

IF LINE 7 IS ZERO OR BLANK, SKIP LINES 26 THROUGH 31 AND GO TO LINE 32. OTHERWISE, GO TO LINE 26.

26. Enter the smaller of line 4 or line 7..... 26. _____

27. Add lines 4 and 14..... 27. _____

28. Enter the amount from line 1 above..... 28. _____

29. Subtract line 28 from line 27. **(if zero or less, enter zero)**..... 29. _____

30. Subtract line 29 from line 26. **(if zero or less, enter zero)**..... 30. _____

31. Multiply line 30 by 6.25% (.0625)..... 31. _____

IF LINE 6 IS ZERO, SKIP LINES 32 THROUGH 34 AND GO TO LINE 35. OTHERWISE, GO TO LINE 32.

32. Add lines 14, 16, 24 and 30..... 32. _____

33. Subtract line 32 from line 1..... 33. _____

34. Multiply line 33 by 7.00% (.07)..... 34. _____

35. Add lines 15, 19, 21, 25, 31 and 34..... 35. _____

36. Figure the tax on the amount on line 1. Use the 2003 RI Tax Table or Tax Rate Schedule, whichever applies..... 36. _____

37. Tax on all taxable income **(including capital gains)**. Enter the **SMALLER** of line 35 or line 36. Also enter this amount on RI-1040 or RI-1040NR, page 1, line 8A and check the RI Schedule D box..... 37.

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

PART 1 ALTERNATIVE MINIMUM TAX

1. Federal Alternative Minimum Taxable Income - Federal Form 6251, line 28..... 1. _____
2. Exemption If your filing status is... and line 1 is not over then enter on line 2 }
Single or Head of household \$112,500 \$35,750
Married filing jointly or Qualifying widow(er) 150,000 49,000
Married filing separately 75,000 24,500
(If line 1 is OVER the amount shown above for your filing status, see page I-8 of the instructions.)
3. Subtract line 2 from line 1..... 3. _____
4. If you figured your tax on RI Schedule D or CGW, complete part 2 and enter the amount from line 36 here. If you figured your tax using the tax table or tax rate schedule and line 3 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 3 by 6.5% (.065). Otherwise, multiply line 3 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result 4. _____
5. Alternative minimum tax foreign tax credit - Federal Form 6251, line 32..... 5. _____
6. RI Rate..... 6. 25%
7. Multiply line 5 by line 6..... 7. _____
8. Tentative minimum tax - subtract line 7 from line 4..... 8. _____
9. RI tax from RI-1040 or RI-1040NR, page 1, line 8A..... 9. _____
10. Foreign tax credit - RI-1040 or RI-1040NR, line 27..... 10. _____
11. RI Rate..... 11. 25%
12. Multiply line 10 by line 11..... 12. _____
13. RI income tax less foreign tax credit - subtract line 12 from line 9..... 13. _____
14. RI Alternative minimum tax - subtract line 13 from line 8 (if zero or less enter zero). Enter here and on RI-1040 or RI-1040NR, page 1, line 9..... 14. []

PART 2 ALTERNATIVE MINIMUM TAX USING MAXIMUM CAPITAL GAINS RATES

15. Enter the amount from line 3 above..... 15. _____
16. Amount from RI Schedule D, line 9 or RI Schedule CGW, line 2 (refigured for AMT, if necessary)..... 16. _____
17. Amount from RI Schedule D, line 7 or RI Schedule CGW enter zero (refigured for AMT, if necessary) 17. _____
18. A. Add lines 16 and 17..... 18A. _____
B. Amount from RI Schedule D, line 4 or RI Schedule CGW, line 2 (refigured for AMT, if necessary) 18B. _____
C. Enter the SMALLER of line 18A or 18B..... 18C. _____
19. Enter the SMALLER of line 15 or line 18C..... 19. _____
20. Subtract line 19 from line 15..... 20. _____
21. If line 20 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 20 by 6.5% (.065). Otherwise, multiply line 20 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result..... 21. _____
22. Enter the amount from RI Schedule D, line 16 or RI Schedule CGW, line 7..... 22. _____
23. Enter the SMALLER of line 15 or line 16..... 23. _____
24. Enter the SMALLER of line 22 or line 23 (if zero, go to line 30)..... 24. _____
25. Qualified 5 year gain, if any, from RI Schedule D, line 17 (as refigured for AMT, if necessary)..... 25. _____
26. Enter the SMALLER of line 24 or line 25..... 26. _____
27. Multiply line 26 by 2.00% (.02)..... 27. _____
28. Subtract line 26 from line 24..... 28. _____
29. Multiply line 28 by 2.50% (.025)..... 29. _____
30. Subtract line 24 from line 23..... 30. _____
31. Multiply line 30 by 5.00% (.05)..... 31. _____
IF LINE 17 IS ZERO OR BLANK, SKIP LINES 32 AND 33 AND GO TO LINE 34. OTHERWISE, GO TO LINE 32.
32. Subtract line 23 from line 19..... 32. _____
33. Multiply line 32 by 6.25% (.0625)..... 33. _____
34. Add lines 21, 27, 29, 31 and 33..... 34. _____
35. If line 15 is less than \$175,000 (\$87,500 if Married filing separately) then multiply line 15 by 6.5% (.065). Otherwise, multiply line 15 by 7% (.07) and subtract \$875 (\$438 if Married filing separately) from the result..... 35. _____
36. Enter the SMALLER of lines 34 or 35 here and on line 4 above..... 36. _____

RI Deduction Schedules for RI-1040 or RI-1040NR, line 4

2003

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

A. STANDARD DEDUCTION SCHEDULE FOR PEOPLE AGE 65 OR OLDER OR BLIND

DO NOT use this schedule if someone can claim you, or your spouse if filing jointly, as a dependent. Instead use RI Deduction Schedule B below.

Check if: **YOU** were 65 or older, (born before 01/02/1939), **Blind**, **SPOUSE** was 65 or older, (born before 01/02/1939), **Blind**

A. Enter the number of boxes checked above..... A. _____

If your filing status is	AND the number on line A is	THEN your RI standard deduction is
Single	1	\$5,900
	2	7,050
Married filing jointly or Qualifying widow(er)	1	8,900
	2	9,850
	3	10,800
	4	11,750
Married filing separately	1	4,925
	2	5,875
	3	6,825
	4	7,775
Head of household	1	8,150
	2	9,300

B. STANDARD DEDUCTION SCHEDULE FOR DEPENDENTS

Use this schedule **ONLY** if someone can claim you, or your spouse if filing jointly, as a dependent.

1. Add \$250 to your **EARNED INCOME***. Enter the total here..... 1. _____

2. Minimum standard deduction..... 2. 750

3. Enter the **LARGER** of line 1 or line 2..... 3. _____

4. Enter the amount shown below for your filing status.

Single.....	\$4,750	}	4. _____
Married filing jointly or Qualifying widow(er).....	7,950		
Married filing separately.....	3,975		
Head of household.....	7,000		

5. STANDARD DEDUCTION

A. Enter the **SMALLER** of line 3 or line 4. If under age 65 and not blind, **STOP HERE** and enter this amount on RI-1040 or RI-1040NR, line 4. **OTHERWISE**, go to line 5B..... 5A. _____

B. Check if: **YOU** were 65 or older, (born before 01/02/1939), **Blind**, **SPOUSE** was 65 or older, (born before 01/02/1939), **Blind**
If age 65 or older or blind, multiply the number of boxes checked by: \$1,150 if Single or Head of household; \$950 if Married filing jointly, Married filing separately or Qualifying widow(er)..... 5B. _____

C. Add lines 5A and 5B. Enter the total here and on RI-1040 or RI-1040NR, line 4..... 5C. _____

***EARNED INCOME** includes wages, salaries, tips professional fees and other compensation received for personal services you performed. It also includes any amount received as a scholarship that you must include in your income. Generally, your earned income is the total of the amount(s) you reported on Federal Form 1040, lines 7, 12 and 18 minus the amount, if any, on Federal Form 1040, line 29.

C. ITEMIZED DEDUCTION SCHEDULE

(If you claimed a modification on RI-1040 or RI-1040NR, line 2; you must recalculate your Federal Schedule A before you complete this schedule)

1. Add the amounts from Federal Form, Schedule A, lines 4, 9, 14, 18, 19, 26 and 27..... 1. _____

2. Add the amounts from Federal Form, Schedule A, lines 4, 13 and 19 plus any gambling and casualty or theft losses included on line 27..... 2. _____

3. Is the amount on line 2 less than the amount on line 1?

No. **STOP HERE!** Your deduction is not limited. Enter the amount from line 1 above on RI-1040 or RI-1040NR, line 4.

Yes. Subtract line 2 from line 1..... 3. _____

4. Multiply line 3 above by 80% (.80)..... 4. _____

5. Enter the amount from RI-1040 or RI-1040NR, line 3..... 5. _____

6. Enter \$139,500 (\$69,750 if Married filing separately)..... 6. _____

7. Is the amount on line 6 less than the amount on line 5?

No. **STOP HERE!** Your deduction is not limited. Enter the amount from line 1 above on RI-1040 or RI-1040NR, line 4.

Yes. Subtract line 6 from line 5..... 7. _____

8. Multiply line 7 by 3% (.03)..... 8. _____

9. Enter the **SMALLER** of line 4 or line 8..... 9. _____

10. Total itemized deductions - Subtract line 9 from line 1 - Enter the result here and on RI-1040 or RI-1040NR, line 4..... 10. _____

Name(s) shown on Form RI-1040 or RI-1040NR

Your Social Security Number

PART 1 REQUIRED ANNUAL PAYMENT

1. Enter your **2003** RI income tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18D..... 1. _____
2. Enter 80% of the amount shown on line 1..... 2. _____
3. RI withheld taxes paid for **2003** from RI-1040, line 18A or RI-1040NR, lines 18A and 18C..... 3. _____
4. Subtract line 3 from line 1 - (if the result is \$250.00 or less do not complete the rest of this form)..... 4. _____
5. Enter your **2002** RI tax from RI-1040, line 13 or RI-1040NR, line 15..... 5. _____
6. Enter the **SMALLER** of line 2 or line 5..... 6. _____

PART 2 SHORTCUT METHOD

You can use this method if you meet the following conditions (Otherwise, you must complete RI-2210 to figure your underestimating interest):

- ① You made no estimated payments **OR** all 4 estimated payments were equal and paid by the appropriate due dates;
- ② **AND** you did not complete RI-2210, part 5 (Annualized Income Installment Worksheet).
7. Enter the amount from Part 1, line 6 above..... 7. _____
8. Enter the total withholding and estimated tax you paid from RI-1040, lines 18A and 18B or RI-1040NR, lines 18A, 18B and 18C. 8. _____
9. Underpayment - subtract line 8 from line 7..... 9. _____
10. Multiply line 9 by 7.9808% (.079808)..... 10. _____
11. If the amount on line 9 was paid on or after 4/15/04, then enter \$0
If the amount on line 9 was paid before 4/15/04, then make the following calculation:
The amount on line 9 (times) the number of days paid before 4/15/04 (times) .00022 and enter the result here..... 11. _____
12. **UNDERESTIMATING INTEREST** - subtract line 11 from line 10 - enter here and in the space provided on RI-1040 or RI-1040NR, line 19..... 12.

INSTRUCTIONS

PURPOSE OF THIS FORM

Individuals (except qualified farmers and fishermen) should use this form to determine if their income tax was sufficiently prepared throughout the year by having RI tax withheld or by paying RI estimated tax; if not, a charge may be imposed on the underpayment of the taxes. Complete Part 1 of this form to determine if the payment of the charge may be avoided.

WHO CAN FILE THIS FORM

You can use this form only if you meet the following conditions ① You made no estimated payments **OR** all 4 estimated payments were equal and paid by the appropriate due dates **AND** ② You are not completing the Annualization Income Worksheet on RI-2210. If you do not meet these conditions, you must file RI-2210. RI-2210 is available online www.tax.ri.gov or by calling our forms department at (401) 222-1111.

FARMERS AND FISHERMEN

If you meet **BOTH** of the following tests, you may be exempt from the charge for underpayment of estimated tax: ① Gross income from farming or fishing is at least 2/3 (two thirds) of your annual gross income **AND** ② you filed form RI-1040 or RI-1040NR and paid the tax due on or before March 1, 2004. If you meet both of these tests, write next to line 1 "EXEMPT, FARMER/FISHERMAN" and do not complete the rest of this form. Attach this form to your return or mail to: The RI Division of Taxation - One Capitol Hill - Providence, RI 02908-5806 if the return has been previously filed.

PART 1 REQUIRED ANNUAL PAYMENT

- Line 1 Enter your **2003** Rhode Island tax from RI-1040, line 13 less line 18D or RI-1040NR, line 15 less line 18D.
- Line 2 Multiply line 1 by 80% (.80).
- Line 3 Enter the amount of **2003** Rhode Island income taxes withheld from RI-1040, line 18A or RI-1040NR, lines 18A and 18C.
- Line 4 Subtract line 3 from line 1. If the result is \$250.00 or less, you do not owe any underestimating interest and need not complete the rest of this form.
- Line 5 Enter your **2002** Rhode Island income tax from RI-1040, line 13 or RI-1040NR, line 15. If you had no federal tax liability for **2002** and you were a Rhode Island resident during all of **2002**, and your **2002** federal tax was (or would have been had you been required to file) for a full 12 months, then enter zero (0).
- Line 6 Enter the **SMALLER** of line 2 or line 5 (including zero). If line 6 is zero, you do not owe any underestimating interest and need not complete the rest of this form. However, you must attach this form to your Rhode Island return.

PART 2 SHORTCUT METHOD

- Line 7 Enter the amount from part 1, line 6.
- Line 8 Enter the amount of estimated and withholding tax you paid for **2003** from RI-1040, lines 18A and 18B or RI-1040NR, lines 18A, 18B and 18C
- Line 9 Subtract line 8 from line 7.
- Line 10 Multiply line 9 by 7.9808% (.079808).
- Line 11 If you paid the tax balance due before 4/15/2004, multiply the number of days paid before 4/15/2004 by the amount on line 9 by .00022 and enter the amount on line 11.
- Line 12 Subtract line 11 from line 10. Enter here and in the space provided on RI-1040 or RI-1040NR, line 19.