

(To be used by Resident and Nonresident Estates and Trusts)

For the Year January 1 - December 31, 2000, or other Taxable Year

Beginning 20, Ending 20

NAME OF ESTATE OR TRUST, FEDERAL EMPLOYER IDENTIFICATION NUMBER, NAME AND TITLE OF FIDUCIARY, ADDRESS OF FIDUCIARY (NUMBER AND STREET), CITY, STATE AND ZIP CODE

(All Fiduciaries Must Complete Schedules II and III on Page 2 of This Return)

RESIDENT ESTATES AND TRUSTS

- A. If there are no modifications to Rhode Island income, enter your federal tax liability from 2000 Federal Form 1041 on Line 1 below and complete Lines 2 through 7 (and Schedules II and III).
B. If the fiduciary has modifications to Rhode Island income, complete Schedule I on Page 2 before entering the federal fiduciary income tax liability on Line 1 below.
C. If you have no modifications to Rhode Island income but are claiming credit for income taxes paid to other states, complete Lines 1 and 2 below before completing Schedule IV on Page 2.

NONRESIDENT ESTATES AND TRUSTS

- D. If the taxable income of the estate or trust is derived solely from Rhode Island sources, follow instructions in (A) or (B) above.
E. If the estate or trust has an allocation of federal taxable income for Rhode Island tax purposes, refer to Schedule III before entering the federal fiduciary income tax liability on Line 1 below.

Table with 2 rows: 1. 2000 FEDERAL INCOME TAX-FEDERAL FORM 1041, LINE 23 OR SCHEDULE 1, LINE 12, PAGE 2. 2. RHODE ISLAND INCOME TAX - 26.0% OF AMOUNT ON LINE 1.

TAX PAYMENTS AND CREDITS

Table with 4 rows: 3. A) CREDIT FOR INCOME TAXES PAID TO OTHER STATES (SCHEDULE IV, PAGE 2) B) PAYMENTS ON 2000 FORM RI 1041ES AND CREDITS CARRIED FORWARD FROM 1999. C) OTHER CREDITS (ATTACH SCHEDULE) D) TOTAL - ADD LINES 3A, 3B AND 3C. ENTER HERE

Table with 4 rows: 4. If Line 2 is larger than Line 3D, enter BALANCE DUE and pay in full with return. CHECK [] If Form 2210 is attached - INTEREST DUE OR -0-\$ 5. If Line 3D is larger than Line 2 enter OVERPAYMENT 6. Amount of overpayment to be refunded 7. Amount of overpayment to be credited to 2001 Estimated Tax

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.

SIGN HERE

Signature of Fiduciary or Officer Representing Fiduciary, Signature of Preparer other than Fiduciary, Address, Date

PLEASE ATTACH CHECK HERE

SCHEDULE I

**RHODE ISLAND
FIDUCIARY MODIFICATIONS TO FEDERAL TAXABLE INCOME**

8.	Federal Taxable Income of Fiduciary		
9.	A) Modifications Increasing Federal Taxable Income (See instructions)		
	B) Modifications Decreasing Federal Taxable Income (See instructions)		
	C) Net Modifications (COMBINE AMOUNTS ON LINES 9A and 9B) ENTER HERE AND IN SCHEDULE III, COL 2, LINE F		
10.	Modified Federal Taxable Income (COMBINE LINES 8 AND 9C)		
11.	Fiduciary Taxable Income From Rhode Island Sources (LINE 10 OR SCHEDULE III, COLUMN 3, LINE F)		
12.	Modified Federal Income Tax on Amount on Line 11 (ENTER HERE AND ON LINE 1, PAGE 1)		

SCHEDULE II (See Specific Instructions)

NAMES AND ADDRESSES OF BENEFICIARIES			SOCIAL SECURITY NUMBER
NAME	ADDRESS	STATE OF RESIDENCE	
A)			
B)			
C)			
D)			
E)			

SCHEDULE III (See Specific Instructions)

SHARES OF FEDERAL TAXABLE INCOME, FIDUCIARY ADJUSTMENT AND NONRESIDENT ALLOCATION

	1. SHARE OF FEDERAL TAXABLE INCOME- FEDERAL FORM 1041	2. NET MODIFICATIONS	3. MODIFIED FEDERAL TAXABLE INCOME (COMBINE COL. 1 AND 2)	4. RHODE ISLAND SOURCE INCOME OF NONRESIDENT BENEFICIARIES (SEE INSTRUCTIONS)
A) BENEFICIARY				
B) BENEFICIARY				
C) BENEFICIARY				
D) BENEFICIARY				
E) BENEFICIARY				
F) FIDUCIARY				
G) TOTAL				

SCHEDULE IV

CREDIT FOR INCOME TAX PAID TO ANOTHER STATE-RHODE ISLAND RESIDENT ESTATE OR TRUST ONLY.

1. RHODE ISLAND INCOME TAX (PAGE 1, LINE 2 THIS RETURN) _____
 2. FEDERAL TAXABLE INCOME FROM OTHER STATE(S). _____
 3. TAX CREDIT COMPUTATION $\frac{\text{Line 2 Above}}{\text{LINE 8 OR LINE 10 SCHEDULE 1}} \times \text{LINE 1 THIS SCHEDULE} =$ _____
 4. TAX DUE AND PAID TO OTHER STATE(S) _____
 5. MAXIMUM TAX CREDIT (LINE 3 OR LINE 4 WHICHEVER IS SMALLER BUT NOT TO EXCEED)
AMOUNT ON LINE 1. (THIS SCHEDULE) _____
- ENTER AMOUNT HERE AND ON LINE 3A, PAGE 1.

ATTACH COPY OF OTHER STATE(S) RETURN.

2000 INSTRUCTIONS FOR FORM RI - 1041 - RHODE ISLAND FIDUCIARY RETURN

GENERAL INSTRUCTIONS

WHO MUST FILE

The fiduciary of a resident estate or trust must file a return on Form RI-1041 if the estate or trust (1) is required to file a federal income tax return for the taxable year or (2) had any Rhode Island taxable income for the taxable year.

The fiduciary of a nonresident estate or trust must file a return on Form RI-1041 if the estate or trust had income or gain derived from Rhode Island sources in excess of its federal exemption pertaining to RI source income.

DEFINITIONS

A resident estate is the estate of a decedent who at his death was a resident individual in this state.

A resident trust means, to the extent that one or more beneficiaries are residents in Rhode Island:

- a) A trust created by will of a decedent who at his death was a resident individual in this state, or
- b) A revocable trust which becomes irrevocable upon the occurrence of any event (including death) which terminates a person's power to revoke, but only after the event, and

only if the person having the power to revoke was a Rhode Island resident individual at the time of such event, or

- c) An irrevocable trust created by or consisting of property contributed by a person who is a resident individual in this state at the time the trust was created or the property contributed (a) while such person is alive and a resident individual in this state, and (b) after such person's death if such person died a resident individual of this state.

PERIOD TO BE COVERED

The fiduciary taxable year for Form RI-1041 shall be the same as the federal taxable year.

WHEN AND WHERE TO FILE

The due date is April 15, 2001 for returns filed for the calendar year 2000 and the 15th day of the fourth month following the close of the taxable year for returns filed for a year ending other than December 31. Mail your return to the State of Rhode Island, Division of Taxation, One Capitol Hill, Providence, RI - Refund returns use Zip code 02908-5806; all others use Zip Code 02908-5808.

WHOLE DOLLAR AMOUNTS

The money items may be shown as whole dollar amounts. Any amount under 50 cents may be eliminated and any amount that is 50 cents or more must be increased to the next highest dollar.

ACCOUNTING PERIODS AND METHODS

The accounting period for which Form RI-1041 is filed and the method of accounting used are the same as for federal income tax purposes. If the taxable year or method of accounting is changed for federal income tax purposes, such change applies similarly to the state fiduciary return.

REPORT OF CHANGE IN FEDERAL TAXABLE INCOME

If the amount of the federal taxable income is changed or corrected by the Federal Government the fiduciary must report to the Rhode Island Division of Taxation such change or correction within 90 days after the final determination of such change or correction. Any fiduciary filing an amended federal income tax return must also file within 90 days thereafter an amended Rhode Island return.

TECHNICAL ASSISTANCE

If you have any questions regarding the preparation of the return, please submit full details to the Division of Taxation, One Capitol Hill, Providence, Rhode Island 02908-5801.

Specific Instructions - Form RI - 1041 - 2000

Print or type the required information in the identification portion of the return.

Enter the federal identification number in the space provided to the right of the address box.

Your federal identification number will be your Rhode Island identification number.

Rhode Island Fiduciary Tax Computation

(All fiduciaries must complete Schedules II and III. See specific instructions.)

Page 2 before entering the federal fiduciary income tax liability on Line 1.

portion of the federal tax liability that pertains to the months and/or days of the previous calendar year.

RESIDENT ESTATES AND TRUSTS

A. If there are no modifications to Rhode Island income, you need only complete the front side of this return, Lines 1 through 7 (and Schedules II and III).

B. If the fiduciary has modifications to Rhode Island income, complete Schedule I on

FISCAL YEAR TAXPAYERS

Taxpayers who file their return on a fiscal year basis instead of a calendar year basis have to apportion their Rhode Island tax when the tax rate has been changed from the previous calendar year.

Use the rate for the previous calendar year to compute the Rhode Island tax based on the

Use the rate for the current calendar year to compute the Rhode Island tax based on the portion of the federal tax liability that pertains to the months and/or days of the current calendar year.

Combine the two amounts together and enter it on Line 2 of the return. Please attach a schedule showing your computations.

C. If you have no modifications to Rhode Island income but are claiming credit for fiduciary income taxes paid to other states, complete Lines 1 and 2 before completing Schedule IV on Page 2.

NONRESIDENT ESTATES AND TRUSTS

D. If the taxable income of the estate or trust is derived solely from Rhode Island sources and has no modifications, complete only the front side of this form, Lines 1 through 7 (and Schedules II and III). If there are modifications, complete Schedule I on page 2 before entering the modified federal fiduciary tax liability on Line 1.

E. If the estate or trust has an allocation of federal taxable income for Rhode Island tax purposes refer to Schedules I, II and III before entering the federal fiduciary income tax liability on Line 1.

Line 1-

Enter your 2000 federal income tax from Federal Form 1041, line 23 or Schedule 1, Line 12, Page 2.

Line 2-

Enter the Rhode Island income tax determined by multiplying the amount on Line 1 by 26.0%.

Line 3A-

Enter the amount of credit for taxes paid to another state from Schedule IV, Line 5, Page 2.

Line 3B-

Enter payments on 2000 Form R.I. 1041ES and credits carried forward from 1999.

Line 3C-

Enter other credits - attach detail.

Line 3D-

Total - Add Lines 3A, 3B and 3C.

Line 4-

If the amount on Line 2 is larger than the amount on Line 3D enter balance due. This amount is payable in full with your return. An amount due of less than one dollar (\$1.00) need not be remitted.

Line 5-

If the amount on Line 3D is larger than the amount on Line 2 enter overpayment.

Line 6-

Enter amount of overpayment on Line 5 to be refunded to the taxpayer.

Line 7-

Enter amount of overpayment on Line 5 to be credited to taxpayer's 2001 estimated tax liability.

Line 9A-

Modifications increasing federal taxable income of fiduciary. Enter the total of the following to the extent the income was from Rhode Island sources:

- (1) Interest income on obligations of any state, or its political subdivisions other than Rhode Island or its political subdivisions.
- (2) Interest or dividend income on obligations or securities of any authority, commission, or instrumentality of the United States, but not of Rhode Island or its political subdivisions, to the extent exempted by the laws of the United States from federal income tax but not from state income taxes.
- (3) Rhode Island fiduciary adjustment as beneficiary of an estate or trust under Section 44-30-17.
- (4) Interest on indebtedness incurred or continued to purchase or carry obligations or securities the income of which is exempt from Rhode Island personal income tax, to the extent such interest has been deducted in determining federal adjusted gross income or taxable income.

Line 9B-

Modifications decreasing federal taxable income of Fiduciary. Enter the total of the following, to the extent the income was from Rhode Island sources:

- (1) Income from obligations of the U.S. Government to the extent included in gross income for federal tax purposes but exempt for state purposes. Example - U.S. Government Series E bond interest.
- (2) Rhode Island fiduciary adjustment as beneficiary of an estate or trust under Section 44-30-17.
- (3) Interest or dividend income on obligations or securities of any authority, commission or instrumentality of the United States to the extent included in gross income for federal income tax purposes but exempt from state income taxes under the laws of the United States.

- (4) Other modifications e.g., nonresident share of capital gains.

Line 9C-

Enter your net modifications (combine amounts on Lines 9A and 9B). Enter here and on Schedule III, Line F, Column 2.

Line 10-

Enter your modified federal taxable income (combine Line 8 and Line 9C).

Line 11-

Enter the taxable income from Rhode Island sources - Line 10 above or from allocation Schedule III, Column 3, Line F.

Line 12-

Modified federal income tax on amount on Line 11. Enter here and on Line 1. Use appropriate federal tax computation schedules.

SCHEDULE II

Insert name, address, state of residence, social security number of all beneficiaries.

SCHEDULE III

Column 1-

Enter beneficiary and fiduciary share of federal taxable income - Federal Form 1041.

Column 2-

Enter each beneficiaries and fiduciaries share of modifications. Furnish schedule showing modifications to each beneficiary.

Column 3-

Combine Column 1 and Column 2 for each beneficiary and fiduciary.

Column 4-

Enter here nonresident's share of Rhode Island income included in Column 3. If amount of income from Rhode Island sources is different from Column 3, attach allocation schedule.

SCHEDULE IV

This schedule pertains only to the fiduciary of a resident estate or trust. The fiduciary of a resident estate or trust is entitled to a credit against his Rhode Island tax liability for income tax paid to other states. The credit **cannot exceed** the Rhode Island tax on Line 1, Schedule IV.