

2008

Form RI-1040ES

Rhode Island Resident and Nonresident Estimated Payment Coupons

PURPOSE OF FORM

This form provides a means of paying your Rhode Island income tax on a current basis on income other than salaries or wages subject to withholding. If you are entitled to a refund because the amount paid or credited as estimated tax for the taxable period exceeds your actual tax liability, you must file an income tax return to obtain the refund.

WHO MUST MAKE ESTIMATED PAYMENTS

Every resident and nonresident individual shall make estimated Rhode Island personal income tax payments if his or her estimated Rhode Island personal income tax can be reasonably expected to be \$250 or more in excess of any credits allowable against his or her tax, whether or not he or she is required to file a federal estimated tax for such year.

MODIFICATIONS TO FEDERAL ADJUSTED GROSS INCOME

Taxpayers with modifications increasing or decreasing federal adjusted gross income may refer to Form RI-1040, Schedule 1, lines 23C and 24C for examples of income to be entered as modifications.

JOINT RETURNS

A husband and wife may make joint payments as if they were one taxpayer, in which case the liability with respect to the estimated tax shall be joint and several. No joint payments may be made if husband and wife are separated under a decree of divorce or of separate maintenance. If joint payments are made, but husband and wife determine their Rhode Island income taxes separately, the estimated tax, for such period, may be treated as the estimated tax of either husband or wife, or may be divided between them, as they may elect.

CHANGES IN INCOME

Even though on April 15, 2008 you do not expect your tax to be large enough to require making estimated payments, a change in income may require you to make estimated payments later.

If you file your 2008 income tax return by February 15, 2009 and pay the full balance of tax due, YOU NEED NOT: (a) make an original estimated payment otherwise due for the

first time on January 15, 2009 or (b) pay the last installment of estimated tax otherwise due and payable on January 15, 2009.

HOW TO ESTIMATE YOUR TAX FOR 2008

Your 2008 estimated income tax may be based upon your 2007 income tax liability. If you wish to compute your 2008 estimated income tax, use the enclosed estimated tax worksheet.

WHEN AND WHERE TO MAKE ESTIMATES

Make your first estimated payment for the period January 1, 2008 through December 31, 2008, on or before April 15, 2008. It must be filed along with the payment due to:

STATE OF RHODE ISLAND
Division of Taxation
One Capitol Hill
Providence, RI 02908-5810

PAYMENTS OF ESTIMATED TAX

The estimated tax on line 21 of the worksheet is payable as follows: 25% on or before April 15, 2008; 25% on or before June 15, 2008; 25% on or before September 15, 2008 and 25% on or before January 15, 2009.

AMENDED ESTIMATED PAYMENTS

If, after having paid one or more installments of tax, the taxpayer finds that his or her estimated tax should be increased or decreased by a change in income, he or she must file an amended estimate on or before the next filing date. If an amendment is made after September 15th of the taxable year any balance due should be paid at the time of filing the amendment (**SEE AMENDED ESTIMATED TAX SCHEDULE**).

CREDIT FOR INCOME TAX OVERPAYMENT

Your credit for income tax overpayment from your 2007 Rhode Island income tax return may be deducted from the first installment of your 2008 estimated tax, and any excess credit from succeeding installments. However, if you desire to spread the credit, divide it by the number of installments and enter on line 23 of RI-1040ES worksheet.

CHARGE FOR UNDERPAYMENT OF INSTALLMENTS OF ESTIMATED TAX

An interest charge is imposed for underpayment of an installment of estimated tax. The Rhode Island income tax law follows similar provisions of the Internal Revenue Code with respect to exceptions. Such charge on any

unpaid installment shall be computed on the amount by which the actual payments and credits applied to the tax are less than 80% of such installment at the time it is due. If it appears that there was an underpayment of any installment of estimated tax, you may attach RI-2210 (if any of the exceptions apply) to your RI income tax return explaining why an additional charge should not be made.

PENALTIES

The law imposes penalties and interest charges for failing to pay estimated tax due or for making false or fraudulent statements.

PAYMENT BY CREDIT CARD

TO PAY BY CREDIT CARD: You may use your American Express® Card, Discover® Card, Visa® Card or MasterCard® card. To pay by credit card, call toll free or access by Internet the service provider listed on this page and follow the instructions of the provider. A convenience fee will be charged by the service provider based on the amount you are paying. You will be told what the fee is during the transaction. You will have the option to either continue or cancel the transaction. You can also find out what the fee will be by calling the provider's toll-free automated customer service number or visiting the provider's Web Site shown below. If you paid by credit card, enter on Form RI-1040ES in the lower right hand corner the confirmation number you were given at the end of the transaction and the amount of your tax payment (not including the convenience fee).

Official Payments Corporation

1-800-2PAY-TAX (1-800-272-9829)

On line payments:

www.officialpayments.com

Customer Service:

1-877-754-4413

OTHER QUESTIONS

Obviously the foregoing instructions for completing the forms which follow will not answer all questions that may arise. If you have any doubt regarding completion of your forms, further assistance may be obtained at the Division of Taxation, One Capitol Hill, Providence, RI 02908-5810 or by calling Taxpayer Assistance at (401) 574-8829 and selecting option #3.

PART 1 ESTIMATED RHODE ISLAND INCOME TAX WORKSHEET

| | | |
|---|-----|----------------------------------|
| 1. Federal AGI (Adjusted Gross Income) expected in 2008..... | 1. | |
| 2. Net modifications to Federal AGI..... | 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, whichever is greater..... | 4. | |
| 5. Subtract line 4 from line 3..... | 5. | |
| 6. Number of exemptions in box then multiply by \$3,500 and enter result on line 6..... | 6. | <input type="text"/> X \$3,500 = |
| 7. Taxable income - subtract line 6 from line 5..... | 7. | |
| 8. Figure your 2008 tax on the amount on line 7 (2008 Tax Computation Worksheet)..... | 8. | |
| 9. Alternative Minimum Tax..... | 9. | |
| 10. Other RI Taxes..... | 10. | |
| 11. Total 2008 RI Tax - add lines 8, 9 and 10..... | 11. | |
| 12. Enter your 2007 RI income tax..... | 12. | |
| 13. Enter the SMALLER of line 11 or 12..... | 13. | |
| 14. Estimated Rhode Island credits..... | 14. | |
| 15. Line 13 less line 14..... | 15. | |
| 16. RI Flat Tax - multiply line 3 by 7.0% (.0700)..... | 16. | |
| 17. Credit for income taxes paid to another state..... | 17. | |
| 18. Line 16 less line 17..... | 18. | |
| 19. Enter the SMALLER of line 15 or 18..... | 19. | |
| 20. Rhode Island income tax withheld..... | 20. | |
| 21. Estimated Rhode Island income tax - subtract line 20 from line 19..... | 21. | |
| 22. Computation of installment - check the box when the estimated payment is to be filed and enter the amount indicated | 22. | |
| <input type="checkbox"/> April 15, 2008 Enter 1/4 of line 21. <input type="checkbox"/> June 15, 2008 Enter 1/3 of line 21. <input type="checkbox"/> September 15, 2008 Enter 1/2 of line 21. <input type="checkbox"/> January 15, 2009 Enter amount from line 21. | | |
| 23. Enter amount of 2007 RI overpayment elected for credit to 2008 estimated tax, However, if you desire to spread the credit, divide it by the number of installments and enter here..... | 23. | |
| 24. Amount to be paid with this estimate - subtract line 23 from line 22 and enter here and on RI-1040ES, line 1..... | 24. | |

PART 2 RECORD OF ESTIMATED PAYMENT

| | Column A | Column B | Column C | Column D |
|----------------|--------------|----------|---------------------------------|--|
| Payment Number | Check Number | Date | 2007 Overpayment credit applied | Total amount paid and credited (add column B and Column C) |
| 1. | | | | |
| 2. | | | | |
| 3. | | | | |
| 4. | | | | |
| | | | Total | |

PART 3 AMENDED ESTIMATED TAX SCHEDULE

| | | |
|--|-----|--|
| 25. Amended estimated income tax..... | 25. | |
| 26. Amount of estimated tax paid to date and 2007 overpayment chosen for credit to 2008 estimated tax..... | 26. | |
| 27. Unpaid balance - subtract line 26 from line 25..... | 27. | |
| 28. Balance due - divide line 27 by the remaining number of installments required to be paid..... | 28. | |

Single
\$5,450

Married filing jointly or Qualifying widow(er)
\$9,100

Married filing separately
\$4,550

Head of household
\$8,000

However, people who are over 65, blind or can be claimed as a dependent, see the RI Deduction Schedules on next page.

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 01/02/1944), Blind, **SPOUSE** was 65 or older, (born before 01/02/1944), 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 | \$6,800 |
| | 2 | 8,150 |
| Married filing jointly or Qualifying widow(er) | 1 | 10,150 |
| | 2 | 11,200 |
| | 3 | 12,250 |
| | 4 | 13,300 |
| Married filing separately | 1 | 5,600 |
| | 2 | 6,650 |
| | 3 | 7,700 |
| | 4 | 8,750 |
| Head of household | 1 | 9,350 |
| | 2 | 10,700 |

B. STANDARD DEDUCTION SCHEDULE FOR DEPENDENTS

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

- Add \$300 to your **EARNED INCOME***. Enter the total here..... 1. _____
- Minimum standard deduction..... 2. 900
- Enter the **LARGER** of line 1 or line 2..... 3. _____
- Enter the amount shown below for your filing status.

| | | | |
|---|---------|---|----------------|
| Single..... | \$5,450 | } | 4. _____ |
| Married filing jointly or Qualifying widow(er)..... | 9,100 | | |
| Married filing separately..... | 4,550 | | |
| Head of household..... | 8,000 | | |
- STANDARD DEDUCTION**
 - Enter the **SMALLER** of line 3 or line 4. If under age 65 and not blind, **STOP HERE** and enter this amount on RI Estimated Payment Worksheet, line 4. **OTHERWISE**, go to line 5B..... 5A. _____
 - Check if: **YOU** were 65 or older, (born before 01/02/1944), Blind, **SPOUSE** was 65 or older, (born before 01/02/1944), Blind
 If age 65 or older or blind, multiply the number of boxes checked by: \$1,350 if Single or Head of household; \$1,050 if Married filing jointly, Married filing separately or Qualifying widow(er)..... 5B. _____
 - Add lines 5A and 5B. Enter the total here and on Estimated Rhode Island Income Tax Worksheet, 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 line 27; Federal Form 1040A, line 7 or Federal Form 1040EZ, line 1.

DETACH HERE AND MAIL WITH YOUR PAYMENT

2008 RI-1040ES

STATE OF RHODE ISLAND ESTIMATED PAYMENT COUPON
 DIVISION OF TAXATION * ONE CAPITOL HILL, PROVIDENCE, RI 02908-5810

| |
|---|
| NAME |
| ADDRESS |
| CITY, STATE & ZIP CODE |
| YOUR SOCIAL SECURITY NUMBER |
| SPOUSE'S SOCIAL SECURITY NUMBER, IF JOINT PAYMENT |

Return this coupon with check or money order payable to the R.I. Division of Taxation, One Capitol Hill, Providence, R.I. 02908-5810. Please do not send cash with this coupon.

DUE DATE
JANUARY 15, 2009

ITE

1. ENTER AMOUNT DUE AND PAID \$ 00

2008 RI-1040ES

STATE OF RHODE ISLAND ESTIMATED PAYMENT COUPON
DIVISION OF TAXATION * ONE CAPITOL HILL, PROVIDENCE, RI 02908-5810

| |
|---|
| NAME |
| ADDRESS |
| CITY, STATE & ZIP CODE |
| YOUR SOCIAL SECURITY NUMBER |
| SPOUSE'S SOCIAL SECURITY NUMBER, IF JOINT PAYMENT |

Return this coupon with check or money order payable to the R.I. Division of Taxation, One Capitol Hill, Providence, R.I. 02908-5810. Please do not send cash with this coupon.

DUE DATE
SEPTEMBER 15,
2008

ITE

1. ENTER
AMOUNT DUE
AND PAID

\$

00

FILE ONLY IF YOU ARE MAKING A PAYMENT OF ESTIMATED TAX

DETACH HERE AND MAIL WITH YOUR PAYMENT

2008 RI-1040ES

STATE OF RHODE ISLAND ESTIMATED PAYMENT COUPON
DIVISION OF TAXATION * ONE CAPITOL HILL, PROVIDENCE, RI 02908-5810

| |
|---|
| NAME |
| ADDRESS |
| CITY, STATE & ZIP CODE |
| YOUR SOCIAL SECURITY NUMBER |
| SPOUSE'S SOCIAL SECURITY NUMBER, IF JOINT PAYMENT |

Return this coupon with check or money order payable to the R.I. Division of Taxation, One Capitol Hill, Providence, R.I. 02908-5810. Please do not send cash with this coupon.

DUE DATE
JUNE 15, 2008

ITE

1. ENTER
AMOUNT DUE
AND PAID

\$

00

FILE ONLY IF YOU ARE MAKING A PAYMENT OF ESTIMATED TAX

DETACH HERE AND MAIL WITH YOUR PAYMENT

2008 RI-1040ES

STATE OF RHODE ISLAND ESTIMATED PAYMENT COUPON
DIVISION OF TAXATION * ONE CAPITOL HILL, PROVIDENCE, RI 02908-5810

| |
|---|
| NAME |
| ADDRESS |
| CITY, STATE & ZIP CODE |
| YOUR SOCIAL SECURITY NUMBER |
| SPOUSE'S SOCIAL SECURITY NUMBER, IF JOINT PAYMENT |

Return this coupon with check or money order payable to the R.I. Division of Taxation, One Capitol Hill, Providence, R.I. 02908-5810. Please do not send cash with this coupon.

DUE DATE
APRIL 15, 2008

ITE

1. ENTER
AMOUNT DUE
AND PAID

\$

00

FILE ONLY IF YOU ARE MAKING A PAYMENT OF ESTIMATED TAX

2008

RHODE ISLAND TAX COMPUTATION WORKSHEET

SCHEDULE X - Use if your filing status is SINGLE

| If Taxable Income- RI-1040ES Estimated RI Income Tax Worksheet, line 7 is: | | (a) Enter the amount from RI-1040ES Estimated RI Income Tax Worksheet, line 7 | (b) Multiplication amount | (c) Multiply (a) by (b) | (d) Subtraction amount | (e) Subtract (d) from (c) Enter here and on RI-1040ES Estimated RI Income Tax Worksheet, line 8 |
|--|--------------|--|---------------------------------|----------------------------|------------------------------|---|
| At least | But not over | | | | | |
| \$0 | \$32,550 | | 3.75% | | \$0.00 | |
| \$32,550 | \$78,850 | | 7.00% | | \$1,057.88 | |
| \$78,850 | \$164,550 | | 7.75% | | \$1,649.25 | |
| \$164,550 | \$357,700 | | 9.00% | | \$3,706.13 | |
| Over | \$357,700 | | 9.90% | | \$6,925.43 | |

SCHEDULE Y1 - Use if your filing status is MARRIED FILING JOINT or QUALIFYING WIDOW(ER)

| If Taxable Income- RI-1040ES Estimated RI Income Tax Worksheet, line 7 is: | | (a) Enter the amount from RI-1040ES Estimated RI Income Tax Worksheet, line 7 | (b) Multiplication amount | (c) Multiply (a) by (b) | (d) Subtraction amount | (e) Subtract (d) from (c) Enter here and on RI-1040ES Estimated RI Income Tax Worksheet, line 8 |
|--|--------------|--|---------------------------------|----------------------------|------------------------------|---|
| At least | But not over | | | | | |
| \$0 | \$54,400 | | 3.75% | | \$0.00 | |
| \$54,400 | \$131,450 | | 7.00% | | \$1,768.00 | |
| \$131,450 | \$200,300 | | 7.75% | | \$2,753.88 | |
| \$200,300 | \$357,700 | | 9.00% | | \$5,257.63 | |
| Over | \$357,700 | | 9.90% | | \$8,476.93 | |

SCHEDULE Y2 - Use if your filing status is MARRIED FILING SEPARATELY

| If Taxable Income- RI-1040ES Estimated RI Income Tax Worksheet, line 7 is: | | (a) Enter the amount from RI-1040ES Estimated RI Income Tax Worksheet, line 7 | (b) Multiplication amount | (c) Multiply (a) by (b) | (d) Subtraction amount | (e) Subtract (d) from (c) Enter here and on RI-1040ES Estimated RI Income Tax Worksheet, line 8 |
|--|--------------|--|---------------------------------|----------------------------|------------------------------|---|
| At least | But not over | | | | | |
| \$0 | \$27,200 | | 3.75% | | \$0.00 | |
| \$27,200 | \$65,725 | | 7.00% | | \$884.00 | |
| \$65,725 | \$100,150 | | 7.75% | | \$1,376.94 | |
| \$100,150 | \$178,850 | | 9.00% | | \$2,628.81 | |
| Over | \$178,850 | | 9.90% | | \$4,238.46 | |

SCHEDULE Z - Use if your filing status is HEAD OF HOUSEHOLD

| If Taxable Income- RI-1040ES Estimated RI Income Tax Worksheet, line 7 is: | | (a) Enter the amount from RI-1040ES Estimated RI Income Tax Worksheet, line 7 | (b) Multiplication amount | (c) Multiply (a) by (b) | (d) Subtraction amount | (e) Subtract (d) from (c) Enter here and on RI-1040ES Estimated RI Income Tax Worksheet, line 8 |
|--|--------------|--|---------------------------------|----------------------------|------------------------------|---|
| At least | But not over | | | | | |
| \$0 | \$43,650 | | 3.75% | | \$0.00 | |
| \$43,650 | \$112,650 | | 7.00% | | \$1,418.63 | |
| \$112,650 | \$182,400 | | 7.75% | | \$2,263.50 | |
| \$182,400 | \$357,700 | | 9.00% | | \$4,543.50 | |
| Over | \$357,700 | | 9.90% | | \$7,762.80 | |

WHERE TO GET FORMS, INFORMATION AND TAX ASSISTANCE



On the World Wide Web
www.tax.ri.gov



Telephone
Information (401) 574-8829
Forms (401) 574-8970

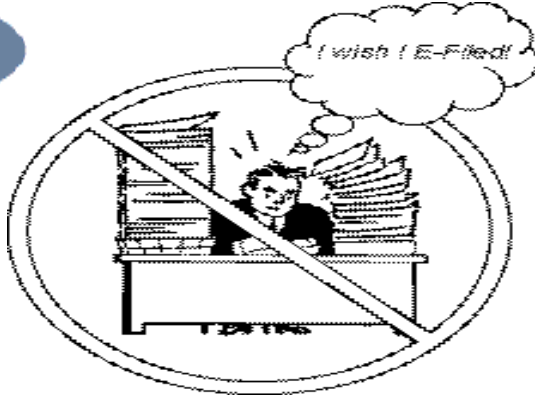


In person
8:30am to 3:30pm

Free walk-in assistance and forms are available
Monday through Friday
8:30am to 3:30pm
One Capitol Hill
Providence, RI 02908-5800

The following non-profit organizations operate Low Income Tax Clinics partially funded by the IRS which assist qualified individuals with tax problems. While this is not a recommendation or endorsement by the R.I Division of Taxation, the information below is supplied as a public service.

Rhode Island Tax Clinic, Inc. (401) 421-1040
Rhode Island Legal Services, Inc. (401) 274-2652



WANT YOUR REFUND FASTER? Ask your preparer about electronic filing with direct deposit and get your refund weeks faster.

DON'T HAVE A PAID PREPARER? Free electronic filing is available through the Free File Alliance. Visit the IRS web site for details and links - www.irs.gov/efile

Directions

From points south

Take 95 north to exit 23 (State Offices). At the end of the exit ramp, go straight through the traffic light onto State Street. Take your first right into the parking lots. The Department of Administration building is the second building on your left.

From points north

Take 95 south to exit 23 (State Offices). At the end of the exit ramp, you can only continue in one direction onto Charles Street. Take a left onto Ashburton Avenue (at the liquor store). This will lead you back onto Charles Street in the opposite direction. At the second traffic light, take a right onto Orms Street (at the Marriott). At the next traffic light, take a left onto State Street. Take your first right into the parking lots. The Department of Administration building is the second building on your left.

RHODE ISLAND DIVISION OF TAXATION MISSION STATEMENT

To assess and collect all revenue that the legislature places under the control of the Tax Administrator in the most efficient and cost effective manner and to foster voluntary compliance with the tax laws by instilling public confidence through professional, impartial and ethical conduct.