

Liquidator:	Reviewer:	<b>2013</b>	COMMONWEALTH OF PUERTO RICO DEPARTMENT OF THE TREASURY	<b>2013</b>	Serial Number
Field audited by:		<b>COMPOSITE RETURN</b>			
Date: ____/____/____		<b>PARTNERS AND INDIVIDUAL MEMBERS OF</b>			
R   M   N		<b>PARTNERSHIPS AND LIMITED LIABILITY COMPANIES</b>			
		TAXABLE YEAR BEGINNING ON _____ AND ENDING ON _____			

Name of the Partnership or Limited Liability Company \_\_\_\_\_

Postal Address \_\_\_\_\_

Zip Code \_\_\_\_\_

Location of Principal Industry or Business (Number, Street, City) \_\_\_\_\_

Check the corresponding box, if applicable:  
 First return       Last return

Merchant's Registration Number \_\_\_\_\_

Employer Identification Number \_\_\_\_\_

Industrial Code \_\_\_\_\_ Municipal Code \_\_\_\_\_

Telephone Number - Extension ( ) - \_\_\_\_\_

Date Created \_\_\_\_\_

Day \_\_\_\_ / Month \_\_\_\_ / Year \_\_\_\_

Place Created \_\_\_\_\_

**CHANGE OF ADDRESS**  
 Yes     No

AMENDED RETURN

Receipt Stamp

**Part I QUESTIONNAIRE**

1. Type of taxpayer: <input type="radio"/> Partnership <input type="radio"/> Limited Liability Company	4. Number of partners or members who are United States citizens _____
2. Number of partners or members for whom this composite return is being filed _____	5. Number of partners or members who are NOT United States citizens _____
3. Percentage share of the partnership represented by the partners included on line 2 _____	6. Only with respect to partners or members who are United States citizens, indicate: (a) Number of spouses _____ (b) Number of dependents _____

**Part II DETERMINATION OF TAX**

1. Income subject to ordinary tax rates (From Part V, line 3) .....	(1)	00
2. Less:		
A) Personal exemption – Partners or members who are United States citizens (Line 4, Part I x \$3,500) ..	(2A)	00
B) Personal exemption – Spouses of partners or members who are United States citizens (Line 6(a), Part I x \$3,500)(2B)	(2B)	00
C) Exemption for dependents – (Line 6(b), Part I x \$2,500) .....	(2C)	00
D) Total personal exemption and exemption for dependents (Add lines 2(A) through 2(C)) .....	(2D)	00
3. Net income (Subtract line 2(D) from line 1) .....	(3)	00
4. Net income subject to 0% rate (Line 2, Part I x \$9,000) .....	(4)	00
5. Net income subject to 33% rate (Subtract line 4 from line 3) .....	(5)	00
6. Tax (Line 5 x 33%) .....	(6)	00
7. Income subject to 10% rate (From Part V, line 6) .....	(7)	00
8. Tax (Line 7 x 10%) .....	(8)	00
9. Income subject to ____% rate (From Part V, line 9) .....	(9)	00
10. Tax (Line 9 x ____%) .....	(10)	00
11. Income subject to ____% rate (From Part V, line 12) .....	(11)	00
12. Tax (Line 11 x ____%) .....	(12)	00
13. REGULAR TAX BEFORE THE CREDIT (Add lines 6, 8, 10 and 12) .....	(13)	00
14. Credit for taxes paid to the United States, its possessions and foreign countries .....	(14)	00
15. TOTAL TAX DETERMINED:		
A) Regular tax (Subtract line 14 from line 13) .....	(15A)	00
B) Excess of alternate basic tax over regular tax (From Part VI, line 11) .....	(15B)	00
C) Total tax determined (Add lines 15A and 15B) .....	(15C)	00
16. Less: Tax Credits (From Part III, line 19) .....	(16)	00
17. TAX LIABILITY (Subtract line 16 from line 15C) .....	(17)	00

**Part III CREDITS**

18. A) Credit for investment in a Capital Investment Fund, Tourism Fund, other funds or direct investments (Schedule Q) .....	(18A)	00
B) Credit attributable to losses in a Capital Investment Fund or other funds (Schedule Q) .....	(18B)	00
C) Credit for tax withheld at source from Industrial Development dividends (Act No. 8 of 1987) .....	(18C)	00
D) Credit for the purchase of tax credits (Submit detail) .....	(18D)	00
E) Credit for the payment of additional duties on luxury vehicles under Act 42-2005 (See instructions) .....	(18E)	00
F) Returning Heroes and Wounded Warriors work opportunity tax credit (Schedule B4 Flow-through Entity) .....	(18F)	00
G) Credit of 50% of the additional tax on gross income (See instructions) .....	(18G)	00
H) Other credits not included on the preceding lines (Submit detail) (See instructions) .....	(18H)	00
19. Total Credits (Add lines 18(A) through 18(H). Transfer to Part II, line 16) .....	(19)	00

**Part IV TAX DUE OR PAID IN EXCESS**

20. Tax Withheld or Paid:		
A) Estimated tax payments made during the year .....	(20A)	00
B) Tax withheld at source on dividends and interest .....	(20B)	00
C) Amount paid with automatic extension of time .....	(20C)	00
D) Total Tax Withheld or Paid (Add lines 20(A) through 20(C)) .....	(20D)	00
21. AMOUNT OF TAX DUE (If line 20(D) is less than line 17 from Part II, subtract line 20(D) from line 17 and enter the result here) .....	(21)	00
22. A) Less: Amount paid with the return .....	(22A)	00
B) Interest .....	(22B)	00
C) Surcharges _____ and Penalties .....	(22C)	00
23. BALANCE OF TAX DUE (Line 21 less line 22(A)) .....	(23)	00
24. AMOUNT OVERPAID (If line 20(D) is larger than line 17 from Part II, enter the difference here) .....	(24)	00
25. A) To be credited to estimated tax for 2014 .....	(25A)	00
B) Contribution to the San Juan Bay Estuary Special Fund .....	(25B)	00
C) Contribution to the Special Fund for the University of Puerto Rico .....	(25C)	00
D) TO BE REFUNDED (Subtract lines 25(A), 25(B) and 25(C) from line 24) .....	(25D)	00

Part V COMPUTATION OF TAXABLE INCOME

Table with 13 main rows and sub-rows (A-I) for each. Columns include description, line number, and Total Amount. Rows include: 1. Income (or losses) subject to ordinary tax rates, 2. Charitable contributions, 3. Total income subject to ordinary rates, 4. Income (or losses) subject to 10% rate, 5. Charitable contributions, 6. Total income subject to 10% rate, 7. Income (or losses) subject to \_\_\_% rate, 8. Charitable contributions, 9. Total income subject to \_\_\_% rate, 10. Income (or losses) subject to \_\_\_% rate, 11. Charitable contributions, 12. Total income subject to \_\_\_% rate, 13. Total income (Add lines 3, 6, 9 and 12).

Part VI COMPUTATION OF THE ALTERNATE BASIC TAX

Table with 11 main rows and sub-rows (a-c). Columns include description, line number, and Total Amount. Rows include: 1. Income subject to ordinary rates, 2. Plus: Distributable share in the adjustments for purposes of the alternate basic tax, 3. Net income subject to alternate basic tax, 4. Net income subject to alternate basic tax per partner, 5. If the amount on line 4 is less than \$150,000 enter zero. Otherwise, determine the alternate basic tax as follows: (a) From \$150,000 to \$250,000, multiply line 3 by 10%. (b) Over \$250,000 but not over \$500,000, multiply line 3 by 15%. (c) Over \$500,000, multiply line 3 by 24%, 6. Additional tax on the aggregated amount of the distributable share of gross income from the partnership with respect to the partners or members included on the Combined Return, 7. Alternate basic tax before the credit for taxes paid to foreign countries, the United States, its territories and possessions, 8. Credit for taxes paid to foreign countries, the United States, its territories and possessions, 9. Alternate basic tax, 10. Net regular tax, 11. Excess of Net Alternate Basic Tax over Net Regular Tax.

I declare under penalty of perjury that this return (including schedules and statements attached) has been examined by me, and to the best of my knowledge and belief is a true, correct, and complete return. The declaration of the person who prepares this return is with respect to the information received, and this information may be verified.

Signature and registration information section. Includes fields for: Name of Managing Partner, Officer or Agent (Print); Signature of Managing Partner, Officer or Agent; Date; Specialist's name (Print); Name of the Firm or Business; Registration No.; Self-employed Specialist (fill-in here) with a radio button; Specialist's signature; Date.

NOTE TO TAXPAYER: Indicate if you made payments for the preparation of your return: Yes No. If you answered "Yes", require the Specialist's signature and registration number.

**Schedule I (C)**

Rev. 02.14



**INDIVIDUAL PARTNER OR MEMBER  
COMPOSITE RETURN**

**Affidavit**

(To be filed with Form 482(C) or Form 480.20(C))

**2013**

Taxable year beginning on \_\_\_\_\_, \_\_\_\_\_ and ending on \_\_\_\_\_, \_\_\_\_\_

Name \_\_\_\_\_

Social Security Number \_\_\_\_\_

Address \_\_\_\_\_

**Personal Circumstances**

Citizen of the United States:  Yes  No

If yes:

Personal Exemptions (1 if single, 2 if married)

\_\_\_\_\_ Number of dependents ..... \_\_\_\_\_

The undersigned taxpayer under oath, being duly sworn, hereby certifies and agrees as follows:

1. My name, social security number, address and personal circumstances are as stated above.

2. I was not a resident of Puerto Rico during any part of the captioned taxable year.

3. I am a partner or member of the pass-through entity described in Item 4.

4. Name of Entity: \_\_\_\_\_

Entity's Employer Identification Number: \_\_\_\_\_

Entity's address: \_\_\_\_\_

Type of Entity:  Partnership engaged in trade or business in Puerto Rico

Limited liability company (LLC)

Pass-thru entity member of a Partnership engaged in trade or business in Puerto Rico (Resident Partnership)

Name of the Resident Partnership \_\_\_\_\_

Employer Identification Number (EIN) of the Resident Partnership \_\_\_\_\_

Taxpayer's participation in the entity's income, gains or losses: \_\_\_\_\_%

5. The type of income for which this affidavit and agreement applies is:

Distributed or undistributed Puerto Rico income from a partnership

Distributed or undistributed Puerto Rico income from an LLC taxed as a partnership

6. I have no other Puerto Rico source income or source of income taxable in Puerto Rico other than from the entity described in item 4.

7. I agree to be included in the composite return to be filed by the entity described in item 4, and that any refund resulting thereof be disbursed to said entity.

8. This affidavit applies for the captioned taxable year.

The undersigned understands that any false statement contained herein could be punished by fine, imprisonment or both.

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

Signature of partner or member \_\_\_\_\_

Date \_\_\_\_\_



Rev. 05.14

Commonwealth of Puerto Rico  
Department of the Treasury

**COMPOSITE RETURN  
PARTNER AND INDIVIDUAL MEMBERS OF PARTNERSHIPS  
AND LIMITED LIABILITY COMPANIES  
FORM 482.0(C)  
GENERAL INSTRUCTIONS**

**WHO MUST FILE THIS RETURN?**

The partners of a partnership engaged in industry or business in Puerto Rico are considered engaged, in their individual character, to such industry or business in Puerto Rico according to the provisions of Section 1071.01 of the Code. Therefore, as long as the partnership is engaged in the conduct of an industry or business in Puerto Rico, its nonresident individual partners (whether they are United States citizens or foreign citizens) earn income related to the conduct of an industry or business in Puerto Rico.

According to the provisions of Administrative Determination No. 12-07 of March 14, 2012, nonresident individual partners of a partnership engaged in industry or business in Puerto Rico may choose to file this combined return.

This return must be filed by the partnership on behalf of the nonresident individual partners that choose to be included in the Combined Return and duly complete Schedule I (C), following the instructions provided below. This mechanism of a combined return is an election of each nonresident individual partner who is a partner or member of a partnership or limited liability company ("LLC") that are treated as partnerships under the Code. Therefore, from now on, these instructions refer to a partner or member of one of such entities as the "Partner" and to the entity as "Partnership".

**EXCEPTION:** Section 1091.07(b) provides that, subject to those conditions, limitations and exceptions established by the Secretary, nonresident individual partners that are treated as engaged in industry or business in Puerto Rico only because of Section 1071.01, can be exempted from the obligation to file income tax return if the income tax withheld by the Partnership and submitted to the Department of the Treasury on behalf of this partner satisfies their tax responsibility in Puerto Rico.

Nonresident individual partners who choose NOT to be included in the combined return (or who cannot file the combined return because of having earned other income from Puerto Rico sources or being a part-year resident of Puerto Rico) will have the obligation to file an income tax return in Puerto Rico in their individual character, according to the provisions of the Code.

**WHEN AND WHERE IT MUST BE FILED?**

This Combined Return must be filed not later than the 15<sup>th</sup> day of the fourth month following the closing of the taxable year of the partnership that files on behalf of its nonresident individual partners who chose to meet their tax responsibility by filing this Combined Return.

The return must be filed in the Department of the Treasury, Returns Processing Bureau, located at 10 Paseo Covadonga, Intendente Ramírez Building in Old San Juan, or sent by mail to the following address:

DEPARTMENT OF THE TREASURY  
PO BOX 9022501  
SAN JUAN PR 00902-2501

**AUTOMATIC EXTENSION OF TIME TO FILE THE RETURN**

A three (3) month automatic extension of time to file the return will be granted if it is requested not later than the due date to file the return. This will be done using Form AS 2644.

The Partnership, on behalf of the nonresident individual partners who request to meet their tax responsibility by means of the combined return, may request this extension of time filing the Request for Extension of Time to File the Income Tax Return (**Form AS 2644**), as follows:

- On the first line of Part I of Form AS 2644, the Partnership will include its employer identification number, leaving blank the social security number;
- On the second line of Part I under the Individual's First Name, you must write "Nonresident partners filing combined return Form 482.0(C)";
- On the next lines of Part I, the Partnership will include its address, telephone and business;
- Part II will be left blank;
- The Partnership will complete Parts III and IV based on the aggregated income of the Partners included in the combined return and the tax on the same, computed as described in the Instructions of Part II of Form 482.0(C);
- In Part V check the Box a of Line 17 that indicates Form 482.0(C); and
- The request for extension of time must be sworn under oath and signed by the managing Partner, administrator or other authorized representative of the Partnership.

An extension of time to file the return does not extend the time for the payment of the corresponding tax.

### COLUMN OF CENTS

While completing the return, the column of cents will not be used. That way we can expedite its processing. **It is important to remind you that it is not about rounding off, but eliminating the cents. See the following example:**

**\$480.90 = \$480**

**\$475.25 = \$475**

### TAXPAYER'S ASSISTANCE

For additional information on the technical content of this pamphlet or to clarify any doubts, please call the Consulting Section at **(787) 722-0216**.

### SCHEDULE THAT COMPLEMENTS THE RETURN

The partnership must file this Return on behalf of those nonresident individual partners who complete the affidavit using Schedule I (C) - Individual Partner or Member Composite Return. Form 482(C) must include a Schedule I (C) for each partner included on line 2 of Part I (Questionnaire) of the Combined Return, Form 482.0(C).

The Partnership must include with this Return the **originals** of the affidavits, as submitted by the partners.

## INSTRUCTIONS TO COMPLETE THE RETURN

### HEADING OF THE RETURN

If the taxable year of the Partnership or Limited Liability Company (“LLC”) is a calendar year, there is no need to enter the date on which the taxable year begins and ends, only the corresponding year. Otherwise, if it is a fiscal year, you must enter the date on which the taxable year begins and ends in the space provided on the Combined Return.

Enter in the corresponding space the name, address and employer identification number of the Partnership. Your employer identification number is required to process the return.

Indicate in the corresponding box if this is the first or last return being filed. Enter in the corresponding box the Partnership’s date and place of creation. Complete the information requested and include the corresponding documents.

If the Partnership is engaged in industry or business, enter in the corresponding box the merchant’s registration certificate.

### CHANGE OF ADDRESS

To notify a change of address at the moment of filing the return, check the applicable box and write the new address clearly and legibly in the space provided for this purpose in the return’s heading. On the other hand, if you change your address **at any other moment during the taxable year, you must notify it by using Form SC 2898 (Change of Address)**. This form is available at the Forms and Publications Division, Office 603 of the Department of the Treasury in Old San Juan, or you may request it by calling (787) 722-0216. Also, you may obtain it by accessing our website: [www.hacienda.pr.gov](http://www.hacienda.pr.gov).

### PART I – QUESTIONNAIRE

**Line 1** – Check in the corresponding box to indicate if it is a Partnership or a Limited Liability Company.

**Line 2** – Indicate the number of partners or members for whom this Composite Return is being filed. For each one of them, you must include a Schedule I (C) duly completed as detailed later on in the instructions of said schedule.

**Line 3** – Enter the percentage share in the partnership represented by the partners for whom the Combined Return is being filed, as indicated on line 2. In order to calculate the percentage, add the percent indicated by each one of the nonresident individual partners on line 4 of Schedule I (C).

**Line 4** – Enter the number of partners or members who are United States citizens, as indicated by each nonresident individual partner in the **Personal Circumstances** box of Schedule I (C).

**Line 5** – Enter the number of partners or members who are NOT United States citizens, as indicated by each nonresident individual partner in the **Personal Circumstances** box of Schedule I (C).

**Line 6** – Only with respect to partners or members who are American citizens, as indicated on line 4, enter (a) the number of spouses and (b) number of dependents as indicated by each one of the nonresident individual partners in the **Personal Circumstances** box of Schedule I (C).

### PART II – DETERMINATION OF TAX

The tax responsibility of the Partners included in the Combined Return will be determined in the aggregate.

#### Line 1 – Income subject to ordinary tax rates

Transfer the income subject to ordinary tax rates as determined in Part V, line 3.

#### Line 2 – Personal exemptions and exemption for dependents

To complete the information required on this line, consider only those nonresident individual partners who have indicated to be American citizens when completing the **Personal Circumstances** box of Schedule I (C).

The Partnership may claim for the benefit of all partners, the personal exemptions and exemption for dependents corresponding to the partners who are American citizen. The Partnership cannot claim personal exemptions and exemption for dependents with respect to partners who are not American citizens.

**Line 2(A)** – Enter the amount resulting from multiplying \$3,500 by the amount of nonresident individual partners who are American citizens, as indicated on line 4 of Part I – Questionnaire.

**Line 2(B)** - Enter the amount resulting from multiplying \$3,500 by the amount of nonresident individual partners who are American citizens and informed to be married and claim the personal exemption of their spouses, as indicated on line 6(a) of Part I – Questionnaire.

**Line 2(C)** - Enter the amount resulting from multiplying \$2,500 by the amount of dependents informed by the nonresident individual partners who are American citizens, as indicated on line 6(b) of Part I – Questionnaire.

**Line 2(D)** – Add the total of personal exemptions as indicated on lines 2(A) through 2(C).

**Line 4 – Net income subject to 0% rate**

For taxable years beginning between January 1 and December 31, 2013, the first bracket of net income subject to tax subject to 0% rate is \$9,000. Therefore, you must enter on this line the amount resulting from multiplying \$9,000 by the amount of nonresident individual partners as indicated on line 2 of Part I - Questionnaire.

**Line 5 - Net income subject to 33% rate**

The maximum income tax rate for taxable years beginning between January 1 and December 31, 2013 is 33%. Therefore, the excess of net income subject to tax in excess of \$9,000 per Partner (as computed on line 4 in the aggregate) is taxed at 33%. Enter on this line the amount resulting from subtracting line 4 from line 3.

**Line 7 - Net income subject to 10% rate**

Transfer the income subject to 10% rate as determined in Part V, line 6.

**Line 9 – Income subject to \_\_\_% rate**

Transfer the income subject to \_\_\_% rate (as informed on line 7 of Part V) as determined in Part V, line 9.

**Line 11 – Income subject to \_\_\_% rate**

Transfer the income subject to \_\_\_% rate (as informed on line 10 of Part V) as determined in Part V, line 12.

**Line 14 – Credit for taxes paid to the United States, its possessions and foreign countries**

If one or more Form 480.60 S corresponding to the nonresident individual partners included on this Return report any amount in Part V of said form, you must complete a Combined Schedule C.

Enter on line 1(h) of Part I of the Combined Schedule C, in the corresponding column, the amount resulting from adding the amount reported on line 1 of Part V of Forms 480.60 S only with respect to the nonresident individual partners included on this Return.

Enter on line 1 of Part II of the Combined Schedule C, in the corresponding column, the amount resulting from adding the amount reported on line 2 of Part V of Forms 480.60 S only with respect to the nonresident individual partners included on this Return.

Complete the rest of the Combined Schedule C as indicated in the Instructions of Schedule C Individual.

**PART III – CREDITS**

Act 40-2013 established a moratorium to certain tax credits and the essential requirement to all credit holders to inform

the Secretary of the Treasury the amount of credits granted and approved as of June 30, 2013. Every taxpayer owning a tax credit must refer to the Internal Revenue Circular Letter No. 13-08 of July 22, 2013 (“CC 13-08”), that establishes the information and procedures related to the tax credits affected by Act 40-2013.

**Every taxpayer that wants to claim a tax credit, must submit with the return, copy of Form 480.71.1 “Informative Return for Tax Credit Holders” duly filed with the Department, as provided by CC 13-08.**

**Line 18(A)** – Enter the sum of the amounts reported on line 1 of Part IV of Form 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 18(B)** - Enter the sum of the amounts reported on line 2 of Part IV of Form 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 18(C)** - Enter the sum of the amounts reported on line 3 of Part IV of Form 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 18(D)** - Enter the sum of the amounts reported on line 4 of Part IV of Form 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 18(E)** - Enter the sum of the amounts reported on line 5 of Part IV of Form 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 18(F)** - Enter the sum of the amounts reported on line 6 of Part IV of Form 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 18(G)** - Enter the sum of the amounts reported on line 7 of Part IV of Form 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 18(H)** - Enter the sum of the amounts reported on line 8 of Part IV of Form 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**PART IV – TAX DUE OR PAID IN EXCESS**

**Line 20 – Tax Withheld or Paid**

Enter the amount paid for income tax on lines 20A, 20B and 20C, as it corresponds.

**Line 20(A) – Estimated tax payments made during the year**

Enter the estimated tax payments (30% in the case of American citizens or 29% in the case of aliens) made during the year by the Partnership on behalf of the partners included on the Combined Return only.

Add the amounts reported on lines 4, 5, 6, 7, 10, 11 and 17 (Column of “Tax Withheld”) of Part III of the Informative Return

480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 20(B) – Tax withheld at source on dividends and interest**

Enter the distributable share of the tax withheld at source on dividends and interest reported by the Partnership only with respect to the partners included on the Combined Return.

Add the amounts reported on lines 8 and 9 (Column of “Tax Withheld”) of Part III of the Informative Return 480.60 S corresponding to the nonresident individual partners included on the Combined Return.

**Line 20(C) – Amount paid with automatic extension of time**

If for any reason the Partnership understands that it will not be able to file the return on time, an extension of time must be requested not later than the due date to file the return. The request must be presented as indicated in the section for “Request for Extension of Time to File the Income Tax Return” of these instructions.

Enter on this line the amount paid by the Partnership, if any, when filing **Form AS 2644**.

**Line 22 – Amount paid with the return**

The Partnership may pay its tax by submitting the payment with the return. The tax payment that accompanies the return must be made by check or money order payable to the Secretary of the Treasury. **In the same, indicate the Partnership’s employer identification number and Form 482.0(C) - 2013.**

**INTEREST, SURCHARGES AND PENALTIES**

**Interest**

The Code provides for the payment of interest at a 10% annual rate over any tax balance that is not paid by its due date.

**Surcharges**

When the payment of interest is applicable, a surcharge of 5% of the amount due will be assessed, if the delay in payment exceeds 30 days, but not over 60 days; or 10% of the amount due, if the delay exceeds 60 days.

**Penalties**

The Code imposes a progressive penalty from 5% to 25% of the total tax for late filing unless you can show reasonable cause for the delay.

Also, any person required under the Code to file a return, declaration, certification or report, who voluntarily fails to file such return, declaration, certification or report within the term or terms required by the Code or regulations, in addition to other penalties, shall be guilty of a misdemeanor.

**If any person voluntarily fails to file the above mentioned return, declaration, certification or report (within the terms required by the Code or regulations) with the intention to avoid or defeat any tax imposed by the Code, in addition to other penalties, he or she shall be guilty of a third degree felony.**

**Line 23 - Balance of Tax Due**

This is the amount of tax that you owe and that you must pay on or before April 15 or, if you are filing on a fiscal year basis, on or before the fifteenth day of the fourth month after the close of the taxable year.

If this amount is not paid on the date provided by the Code, it will be subject to interest, surcharges and/or penalties as detailed in the instructions of line 22.

**Line 24 – Amount Overpaid**

An overpayment of tax or refund arises when the total tax withheld, paid and refundable credits, including any amount paid with the automatic extension of time (if any) exceeds the tax determined.

**Any overpayment of income tax will be applied against any exigible tax liability imposed by the Code.**

In the absence of liability from previous years, you may elect to contribute all or part of the overpayment of tax to the 2014 estimated tax, the San Juan Bay Estuary Special Fund or the Special Fund for the University of Puerto Rico.

If you elect to do so, enter the amount that you want to credit to your estimated tax for the taxable year 2014 on line 25A, or the amount you wish to contribute to any of these Funds on lines 25B and 25C, respectively. Enter any balance to be refunded on line 25D.

If a refund is claimed, the Department will pay it to the Partnership since the nonresident individual partners included on the Combined Return authorized to do so by completing Schedule I (C).

The Partnership must keep for its records evidence of the estimated tax payments (copy of canceled or substitute checks, copy of money orders, etc.).

**PART V – COMPUTATION OF TAXABLE INCOME**

**Line 1 - Income (or losses) subject to ordinary tax rates**

**Line 1(A) – Net income (or loss) from the trade or business of the partnership or limited liability company**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return on the net income or loss of the business generated by the partnership. Do not include on this line income, gains or losses identified on other lines of this Part.

Add the total of the amounts reported on line 5 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line.

**Line 1(B) – Short-term capital gain (or loss) on the sale or exchange of capital assets**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return on the gain or loss derived from the sale or exchange of capital assets owned by the Partnership for six months or less. Do not include on this line income, gains or losses identified on other lines of this Part.

Add the total of the amounts reported on line 2 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line. If such total is less than zero, enter zero.

**Line 1(C) – Loss on the sale or exchange of property used in the business**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return from the loss on the sale or exchange of property used in the business. Do not include on this line income, gains or losses identified on other lines of this Part.

Add the total of the amounts reported on line 4 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line. If such total is more than zero, enter zero on this line and enter the total on line 4(B) of this Part V.

The loss deduction will be limited to the amount resulting from multiplying the number of partners included on the Combined Return (line 2, Part I – Questionnaire) by \$1,000.

**Line 1(D) – Net income (or loss) from partially exempt income (Net of exemption)**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return on the net income or loss from operations covered under Act 52-1983, Act 47-1987, Act 78-1993, Act 225-1995 or Act 74-2010. Do not include on this line income, gains or losses identified on other lines of this Part.

Add the total of the amounts reported on line 6 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line.

**Line 1(E) – Distributable share on income or loss from partnerships or special partnerships owned by the partnership or limited liability company**

The Partnership can be a partner in other partnership (inferior partnership) or in a special partnership. Enter on this line the

distributable share of the nonresident individual partners included on this Combined Return on the income or loss of the inferior partnership or special partnership attributable to the partnership if it pays taxes based on ordinary rates.

Add the total of the amounts reported on line 10 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed on an ordinary rate basis. If such total is less than zero, enter zero.

**Line 1(F) - Other income**

Enter the total of other income not included on previous lines as long as such income is taxed on an ordinary rate basis. If on this line you included income from different concepts, you must submit a schedule showing a breakdown of such income.

Add the total of the amounts reported on line 11 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed on an ordinary rate basis.

**Line 2 – Charitable contributions**

Enter here the distributable share of the nonresident individual partners included on this Combined Return on the total contributions or donations paid during the taxable year, by the Partnership, to nonprofit religious, charitable, scientific, literary, educational or museological organizations, or to organizations for the prevention of cruelty or abuse of children, the elderly or disabled, or to animals, organizations for the prevention of domestic violence or hate crimes, or to organizations of war veterans in the United States or Puerto Rico. However, no part of the net earnings of any organization to which you contribute may benefit any particular shareholder.

Add the total of the amounts reported on line 16 of Part III of Form 480.60 S – Partnership Informative Return of each one of the nonresident individual partners included on the Combined Return. Enter on this line the percent (%) of said amount resulting from dividing the total income subject to ordinary rates (reported on line 1(G)) between the sum of the amounts reported on lines 1(G), 4(I), 7(C) and 10(C).

**The deduction will not exceed 50% of the net income reported on line 1(G).**

**Line 4 – Income (or losses) subject to 10% rate**

**Line 4(A) – Long-term gain (or loss) on sale or exchange of capital assets**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return from the gain or loss on the sale or exchange of capital assets held by the Partnership for more than six months. Do not include on this line income, gains or losses identified on other lines of this Part.

Add the total of the amounts reported on line 1 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line. If such total is less than zero, enter zero.

**Line 4(B) – Gain on the sale or exchange of property used in the business**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return from the gain on the sale or exchange of property used in the business. Do not include on this line income, gains or losses identified on other lines of this Part.

Add the total of the amounts reported on line 4 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line. If such total is less than zero, enter zero.

**Line 4(C) – Eligible distribution of dividends from corporations**

The nonresident individual partners included on the Combined Return can inform their distributable share on the dividends received by the partnership and claim a credit for their distributable share on the 10% tax withheld.

Add the total of the amounts reported on line 8 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line.

**Line 4(D) – Distributable share on income or loss from partnerships or special partnerships owned by the partnership or limited liability company**

The Partnership can be a partner in other partnership (inferior partnership) or special partnership. Enter on this line the distributable share of the nonresident individual partners included on the Combined Return on income or loss of the inferior partnership or special partnership attributable to the partnership if it is taxed at the 10% rate.

Add the total of the amounts reported on line 10 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed at the 10% rate. If such total is less than zero, enter zero.

**Line 4(E) – Interest income from deposits in financial institutions located in Puerto Rico**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return on the interest income from deposits in financial institutions located in Puerto Rico if such income is taxed at the 10% rate.

Add the total of the amounts reported on line 9 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed at the 10% rate.

**Line 4(F) – Interest income from certain bonds, notes, obligations and mortgages**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return on the interest income from certain bonds, notes, obligations and mortgages if such income is taxed at the 10% rate.

Add the total of the amounts reported on line 7 of Part III of Form 480.60 S (Column of "Amount") representing interest income from certain bonds, notes, obligations and mortgages only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed at the 10% rate.

**Line 4(G) – Gain (or loss) on sale or exchange of substantially all assets dedicated to an activity under Act 78-1993 (Net of exemption)**

Include on this line the distributable share of the nonresident individual partners included on this Combined Return from the gain or loss on the sale or exchange of substantially all assets dedicated to an activity under Act 78-1993. Do not include on this line income, gains or losses identified on other lines of this Part.

Add the total of the amounts reported on line 3 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line.

**Line 4(H) – Other income**

Include the total of other income not included on previous lines as long as such income is taxed at the 10% rate. If this line includes income from different concepts, you must submit a schedule itemizing the same.

Add the total of the amounts reported on line 11 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed at the 10% rate.

**Line 5 – Charitable contributions**

Add the amounts of charitable contributions reported on line 16 of Part III of Form 480.60 S – Partnership Informative Return of each one of the nonresident individual partners included on the Combined Return. Enter on this line the percent (%) of said amount resulting from dividing the total income subject to the 10% rate (reported on line 4(I)) between the sum of the amounts reported on lines 1(G), 4(I), 7(C) and 10(C).

**The deduction will not exceed 50% of the net income reported on line 4(I).**

For additional details refer to the instructions of line 2, of this Part V.

**Line 7 - Income (or loss) subject to \_\_\_% rate**

Enter on this line the distributable share of the nonresident individual partners on the Partnership's income or losses subject to a preferential rate other than 10%.

Include the applicable percent on line 7 and include an explanatory schedule with the Combined Return.

**Line 7(A) – Distributable share on income or loss from partnerships or special partnerships owned by the partnership or limited liability company**

The Partnership can be a partner in other partnership (inferior partnership) or special partnership.

Enter on this line the distributable share of the nonresident individual partners included on the Combined Return on income or loss of the inferior partnership or special partnership attributable to the partnership if it is taxed at the preferential rate informed on line 7.

Add the total of the amounts reported on line 10 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed at the preferential rate informed on line 7.

**Line 7(B) – Other income**

Include the total of other income not included on previous lines as long as such income is taxed at the preferential rate informed on line 7. If this line includes income from different concepts, you must submit a schedule itemizing the same.

Add the total of the amounts reported on line 11 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed at the rate informed on line 7.

**Line 8 – Charitable Contributions**

Add the amounts of charitable contributions reported on line 16 of Part III of Form 480.60 S – Partnership Informative Return of each one of the nonresident individual partners included on the Combined Return. Enter on this line the percent (%) of said amount resulting from dividing the total income subject to the rate indicated on line 7 (reported on line 7(C)) between the sum of the amounts reported on lines 1(G), 4(I), 7(C) and 10(C).

**The deduction will not exceed 50% of the net income reported on line 7(C).**

For additional details refer to the instructions of line 2, of this Part V.

**Line 10 - Income (or loss) subject to \_\_\_% rate**

Enter on this line the distributable share of the nonresident individual partners on the Partnership's income or losses subject to a preferential rate other than 10% or the rate informed on line 7.

Include the applicable percent on line 10 and include an explanatory schedule with the Combined Return.

**Line 10(A) – Distributable share on income or loss from partnerships or special partnerships owned by the partnership or limited liability company**

The Partnership can be a partner in other partnership (inferior partnership) or special partnership.

Enter on this line the distributable share of the nonresident individual partners included on the Combined Return on income or loss of the inferior partnership or special partnership attributable to the partnership if it is taxed at the preferential rate informed on line 10.

Add the total of the amounts reported on line 10 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed at the preferential rate informed on line 10.

**Line 10(B) – Other income**

Include the total of other income not included on previous lines as long as such income is taxed at the preferential rate informed on line 10. If this line includes income from different concepts, you must submit a schedule itemizing the same.

Add the total of the amounts reported on line 11 of Part III of Form 480.60 S (Column of "Amount") only with respect to the nonresident individual partners included on the Combined Return and include the total on this line as long as such amount is taxed at the rate informed on line 10.

**Line 11 – Charitable contributions**

Add the amounts of charitable contributions reported on line 16 of Part III of Form 480.60 S – Partnership Informative Return of each one of the nonresident individual partners included on the Combined Return. Enter on this line the percent (%) of said amount resulting from dividing the total income subject to the rate indicated on line 10 (reported on line 10(C)) between the sum of the amounts reported on lines 1(G), 4(I), 7(C) and 10(C).

**The deduction will not exceed 50% of the net income reported on line 10(C).**

For additional details refer to the instructions of line 2, of this Part V.

**PART VI – COMPUTATION OF THE ALTERNATE BASIC TAX**

An alternate basic tax will be assessed when the same is larger than the regular tax, as determined in this Part.

**Line 2 – Distributable share in the adjustments for purposes of the alternate basic tax**

Enter the distributable share in the adjustments for purposes of the alternate basic tax.

Add the total of the amounts reported on lines 13 (Exempt income subject to alternate basic tax) and 14 (Adjustments for purposes of the alternate basic tax) of Part III of Form 480.60 S (Column of “Amount”) only with respect to the nonresident individual partners included on the Combined Return and include the total on this line.

**Line 4 – Determination of the Alternate Basic Tax per Partner or Member**

Enter the amount resulting from dividing the amount determined on line 3 between the total of nonresident individual partners included on the Combined Return, as reported on line 2 of Part I.

In the amount resulting from said division is equal or more than \$150,000, continue with line 5. If on the contrary, the amount is less than \$150,000, **enter zero** on line 5 and continue on line 6.

**Line 6 – Additional tax on the aggregated amount of the distributable share of gross income from the partnership with respect to the partners or members included on the Combined Return**

Enter on this line the amount that results from the application of the table provided below to the aggregate amount of the distributable share on the gross income from partnership, as such income have been reported on Forms 480.60 S of the nonresident individual partners included on this Return.

Determine the aggregated amount of the distributable share of the partnership’s gross income adding the total amounts reported on line 17 of Part III of Form 480.60 S (amount of “Column”) for each one of the nonresident individual partners included on the Combined Return. Divide said amount between the total nonresident individual partners as indicated on line 2, Part I. If the result is less than \$1,000,000, enter zero on this line. If the result is equal or more than \$1,000,000 use said amount to determine the applicable Additional Tax rate according to the following table (except if a reduced rate is applicable, as explained later on):

**If the aggregate amount of the distributable share on the partnership’s gross income were:      The tax rate will be:**

From \$1,000,000 to \$3,000,000	.20%
Over \$3,000,000, but not over \$300,000,000	.50%
Over \$300,000,000, but not over \$600,000,000	.70%
Over \$600,000,000, but not over \$1,500,000,000	.80%
Over \$1,500,000,000	.85%

Once the applicable Additional Tax rate is determined, multiply said rate by the aggregate amount of the distributable share on gross income from the partnership adding the total amounts reported on line 17 of Part III of Form 480.60 S (Column of “Amount”) for each one of the nonresident individual partners included on the Combined Return. Enter the result of said multiplication on line 6 of this Part VI.

In the case that the Partnership has requester a waiver according to the provisions of the Code, Regulations and other official publications issued by the Secretary of the Treasury, and the same has been approved with respect to each one of the nonresident individual partners included on this Combined Return, enter the reduced rate as notified to the nonresident individual partners by the Secretary of the Treasury.

If the reduced Additional Tax rate does not apply to all nonresident individual partners included on this Combined Return, you must submit a schedule in which the Additional Tax is determined separately for the partners to whom the reduced tax is applicable and for the partners to whom the Additional Tax as per table is applicable.

**Line 8 – Credit for taxes paid to foreign countries, the United States, its territories and possessions**

To determine the alternate basic tax, you may claim the credit for taxes paid to the United States, its possessions and foreign countries with certain adjustments. Therefore, to determine the credit to be claim on this line it is necessary to recalculate the credit determined on the Combined Schedule C Individual for purposes of the regular tax (line 14 of Part II of the return) substituting the tax determined by the alternate basic tax reflected on line 9 of this Part VI and the net income subject to regular tax by the net income subject to alternate basic tax, as determined on line 3 of this Part VI.

## INSTRUCTIONS TO COMPLETE SCHEDULE I (C)

### SCHEDULE I (C) "INDIVIDUAL PARTNER OR MEMBER COMPOSITE RETURN (To be filed with Form 482.0(C))"

The Combined Return filed by the Partnership, along with the affidavit submitted by the Partner, will constitute for all purposes of the Code, the income tax return of said Partner.

Every nonresident individual partner must exercise the option to meet his/her tax responsibility by filing a Combined Return, submitting an affidavit on Schedule I (C) to the Partnership every year as explained below:

#### HEADING SCHEDULE I (C)

Include the Name, Address, Social Security number and personal circumstances (if he/she is an American Citizen and if so, the number of personal exemptions and dependent's exemptions that he/she is entitled to claim). If the partner is single, he/she must enter one (1) personal exemption and if married, two (2) personal exemptions. The rules to determine the amount of dependents to which he/se is entitled to claim are the same that apply to every individual. For additional information, refer to the instructions of the Unique Form of the Individual Income Tax Return.

Also, he/she must certify under oath the following:

1. That the information provided in the Heading of Schedule I (C) is correct;
2. That he/she was not a resident of Puerto Rico during any part of the taxable year for which the election to file the Combined Return (Form 482.0(C)) is being made;
3. That he/she is a partner or member of the Partnership described on line 4;
4. The name, employer identification number and address of the Entity of which he/she is a partner, the type of entity, and the participation percent on the entity's income, gains and losses;
5. The type of income for which the affidavit applies (i.e. if it is regarding Puerto Rico income derived by a Partnership or a Limited Liability Company that pays taxes as a Partnership);
6. That he/she does not derive other income from Puerto Rico sources and that his/her only source of taxable income in Puerto Rico is the Partnership;
7. That he/she agrees to be included on the combined return and that any refund resulting from the same will be disbursed directly to the Partnership; and
8. That the affidavit applies to the year indicated in the upper right corner of Schedule I (C).

The nonresident individual partner must sign and date the Schedule certifying under oath that the information provided is true, correct and complete.