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20

Electronic Filing Confirmation Number

REVOCABLE TRUST OR GRANTOR TRUST INFORMATIVE RETURN

Grantor's Distributable Share on Income, Losses and Credits

Control Number

Control No. Original Informative Return

Taxable year beginning on ... 20 and ending on ... 20

AMENDED (Day Month Year)

Grantor's Name

Social Security Number

Address

Trust Name

Employer Identification Number

Address

Part I GRANTOR'S INFORMATION

- 1. Type of Trust: 1 Revocable Trust 2 Grantor Trust
2. Grantor's Share Percentage in the Corpus of the Trust: %
3. Did the grantor make contributions to the Trust during the year? Yes No
4. Does the grantor have loans or other obligation with the Trust? Yes No

Part II ANALYSIS OF THE GRANTOR'S SHARE IN THE CORPUS OF THE TRUST

- A. Contributions in cash or other property to the Corpus of the Trust made by the grantor during the year
B. Distributions or withdrawals paid to the Grantor during the year (Do not include taxes withheld)

Part III DISTRIBUTABLE SHARE PER CATEGORY

Table with columns: Category, Amount, Tax Withheld. Rows include 1. Income (or losses) and 2. Deductions.

Part IV	TAXES PAID TO FOREIGN COUNTRIES AND THE UNITED STATES, ITS STATES, TERRITORIES AND POSSESSIONS					
	Name of the country, state, territory or possession	Foreign Country, State, Territory or Possession of the United States			United States	Total
		A	B	C		
1.	Net income from sources within the country, state, territory or possession ⁽¹⁾	00	00	00	00	00
2.	Tax paid or accrued during the year ⁽²⁾	00	00	00	00	00

Part V CREDITS (See instructions)
 Use lines 1 through 17 of this part to report only the tax credits that are considered Pre Tax Credits Manager. The Post Tax Credits Manager credits are reported in Part VII.

A. CREDITS SUBJECT TO THE LIMITATION PROVIDED UNDER SECTION 1051.13 OF THE CODE		Pre Tax Credits Manager	
1.	Credit for investment in housing infrastructure (Act 98-2001, as amended) (See instructions)	(1)	00
2.	Credit for investment in the acquisition, construction or rehabilitation of affordable rental housing to the elderly (Chapter 2 of Act 140-2001, as amended) (See instructions)	(2)	00
3.	Credit for construction investment in urban centers (Act 212-2002, as amended) (See instructions)	(3)	00
4.	Credit for the establishment of an eligible conservation easement or donation of eligible land (Act 183-2001, as amended) (See instructions)	(4)	00
5.	Credit for the purchase of tax credits (Complete Part VI) (See instructions)	(5)	00
6.	Other credits subject to limitation not included on the preceding lines (Submit detail)	(6)	00
B. CREDITS NOT SUBJECT TO THE LIMITATION PROVIDED UNDER SECTION 1051.13 OF THE CODE			
7.	Credit for investment in Tourism Development (Act 78-1993, Act 74-2010 and Act 60-2019)	(7)	00
8.	Credit for: <input type="radio"/> Section 4(a) of Act 8 of 1987 or <input type="radio"/> Section 3(b) of Act 135-1997 (See instructions)	(8)	00
9.	Credit for investment in film industry development (Act 27-2011) - Film Project (See instructions)	(9)	00
10.	Credit for investment in film industry development (Act 27-2011) - Infrastructure Project (See instructions)	(10)	00
11.	Credit for the purchase or transmission of television programming made in Puerto Rico (Section 1051.14) (See instructions)	(11)	00
12.	Credit for contributions to former governors foundations (See instructions)	(12)	00
13.	Credit for payments of Membership Certificates by Ordinary and Extraordinary Members of Employees-Owned Special Corporations (See instructions)	(13)	00
14.	Credit for investment (Section 6 of Act 73-2008 and Section 5A of Act 135-1997)	(14)	00
15.	Credit for investment in opportunity zones (Act 60-2019)	(15)	00
16.	Credit for the purchase of tax credits (Complete Part VI) (See instructions)	(16)	00
17.	Other credits not subject to limitation not included on the preceding lines (Submit detail)	(17)	00

Part VI BREAKDOWN OF THE PURCHASE OF TAX CREDITS (See instructions)
 Use this part to report only the tax credits acquired through purchase and that are considered Pre Tax Credits Manager. The purchase of Post Tax Credits Manager credits is reported in Part VII.

Fill in the oval corresponding to the act (or acts) under which you acquired the credit and enter the amount:		Pre Tax Credits Manager	
A. CREDITS SUBJECT TO THE LIMITATION PROVIDED UNDER SECTION 1051.13 OF THE CODE			
1.	<input type="radio"/> Solid Waste Disposal (Act 159-2011)	(1)	00
2.	<input type="radio"/> Capital Investment Fund (Act 46-2000)	(2)	00
3.	<input type="radio"/> Housing Infrastructure (Act 98-2001)	(3)	00
4.	<input type="radio"/> Conservation Easement (Act 183-2001)	(4)	00
5.	<input type="radio"/> Revitalization of Urban Centers (Act 212-2002)	(5)	00
6.	<input type="radio"/> Other: _____ (Submit detail)	(6)	00
7.	Total credit for the purchase of tax credits subject to the limitation (Add lines 1 through 6. Transfer to Part V, line 5)	(7)	00
B. CREDITS NOT SUBJECT TO THE LIMITATION PROVIDED UNDER SECTION 1051.13 OF THE CODE			
8.	<input type="radio"/> Tourism Development (Act 78-1993 and Act 74-2010)	(8)	00
9.	<input type="radio"/> Tourism Eligible Investment (Act 60-2019)	(9)	00
10.	<input type="radio"/> Film Project Investment (Act 27-2011 and Act 60-2019)	(10)	00
11.	<input type="radio"/> Investment in Research and Development Activities (Section 5(c) of Act 73-2008, Article 2.11(c) of Act 83-2010 and Section 3030.01 of Act 60-2019)	(11)	00
12.	<input type="radio"/> Economic Incentives (Industrial Investment) (Section 6 of Act 73-2008)	(12)	00
13.	<input type="radio"/> Opportunity Zones (Act 60-2019)	(13)	00
14.	<input type="radio"/> Other: _____ (Submit detail)	(14)	00
15.	Total credit for the purchase of tax credits not subject to the limitation (Add lines 8 through 14. Transfer to Part V, line 16)	(15)	00

Part VII TAX CREDITS POST TAX CREDITS MANAGER (See instructions)

The tax credits reported in this part must be duly registered in the Tax Credits Manager.		Post Tax Credits Manager
1. Credit for stockholders who are individuals (Act 8 of 1987, as amended; or Act 135-1997, as amended)	(1)	00
2. Credit to hospital units for eligible payroll expenses (Act 168 of 1968, as amended)	(2)	00
3. Credit for investment in machinery and equipment for the generation and use of energy (Act 73-2008, as amended - Section 5(d))	(3)	00
4. Credit for investment in machinery and equipment for the generation and use of energy (Act 73-2008, as amended - Section 5(d)(3)(B) applicable only to eligible businesses under Section 2(d)(1)(H))	(4)	00
5. Credit for the purchase of products manufactured in Puerto Rico (Act 135-1997, as amended; Act 73-2008, as amended; Act 83-2010, as amended; or Act 60-2019, as amended)	(5)	00
6. Technology transfer investment credit (Act 73-2008, as amended - Section 5(f); Act 83-2010, as amended - Article 2.11(d); or Act 60-2019, as amended)	(6)	00
7. Credit for investment in research and development activities (Act 73-2008, as amended - Section 5(c); Act 83-2010, as amended - Article 2.11(c); or Act 60-2019, as amended)	(7)	00
8. Credit for industrial investment (Act 135-1997, as amended - Section 5A; or Act 73-2008, as amended - Section 6)	(8)	00
9. Credit for contributions to former governors foundations (Act 1-2011, as amended - Section 1051.10)	(9)	00
10. Credit for construction investment in urban centers (Act 212-2002, as amended)	(10)	00
11. Credit for Puerto Rico conservation easement (Act 183-2001, as amended)	(11)	00
12. Credit for investment in rental housing to the elderly (Act 77-2015, as amended)	(12)	00
13. Credit for investment in film project (Act 27-2011, as amended; or Act 60-2019, as amended)	(13)	00
14. Credit for investment in housing infrastructure (Act 98-2001, as amended)	(14)	00
15. Credit for investment in infrastructure project for film projects (Act 27-2011, as amended)	(15)	00
16. Credit for investment in opportunity zones (Act 60-2019, as amended)	(16)	00
17. Credit for payments of membership certificates employees-owned special corporations (Act 1-2011, as amended - Section 1113.14)	(17)	00
18. Credit for the purchase or transmission of television programming made in Puerto Rico (Act 1-2011, as amended - Section 1051.14)	(18)	00
19. Credit for tourism investment - Alternate credit (Act 74-2010, as amended; or Act 60-2019, as amended)	(19)	00
20. Credit for tourism investment - Regular credit (Act 74-2010, as amended)	(20)	00
21. Other Post Tax Credits Manager credits not included on the preceding lines (Submit detail)	(21)	00

Part VIII RECAPTURE OF CREDIT CLAIMED IN EXCESS

1. Recapture of credit claimed in excess to be paid this year (Schedule B Individual, Part I, line 3)	(1)	00
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Retention Period: Ten (10) years

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FILING.



Rev. 08.25

Government of Puerto Rico
Department of the Treasury

REVOCABLE TRUST OR GRANTOR TRUST INFORMATIVE RETURN

GRANTOR'S DISTRIBUTABLE SHARE ON INCOME, LOSSES AND CREDITS

FORM 480.60 F

INSTRUCTIONS

GENERAL INSTRUCTIONS

WHO MUST FILE THE REVOCABLE TRUST OR GRANTOR TRUST INFORMATIVE RETURN

Every revocable trust or grantor trust subject to the provisions of Sections 1083.05 and 1083.06 respectively, of the Puerto Rico Internal Revenue Code of 2011, as amended ("Code"), that is required to file a Revocable Trust or Grantor Trust Informative Income Tax Return (Form 480.80(F)), must provide to each grantor a report with the information required to be included on the grantor's income tax return. The information must be provided in a Revocable Trust or Grantor Trust Informative Return—Grantor's Distributable Share on Income, Losses and Credits ("Form 480.60 F").

Each grantor must submit this Informative Return with the income tax return.

For purposes of this informative return, the term "grantor trust" includes a trust created under the Puerto Rico laws that for purposes of the Federal Internal Revenue Code of 1986, as amended (IRC) or similar provision of a foreign country, is treated as a grantor trust at the federal level.

HOW SHOULD FORM 480.60 F BE FILED?

Form 480.60 F must be **filed electronically** through the *Pass-Through Entity* tax account in the Internal Revenue Integrated System ("SURI", for its Spanish acronym) available free of charge through the following link: <https://suri.hacienda.pr.gov>.

DATE TO PROVIDE THE DECLARATION TO GRANTORS

The revocable trust or grantor trust ("trust") has until the last day of the third month following the close of the tax year to provide grantors with the electronically filed informative return. The informative returns may be provided to the grantors through electronic means, subject to the provisions of the Internal Revenue Circular Letter No. 16-11.

Copy of this report must be sent to the Department of the Treasury together with the Revocable Trust or Grantor Trust Informative Income Tax Return (Form 480.80(F)) on the date of its filing.

EXTENSION OF TIME TO FILE THE GRANTOR'S REPORT

Any revocable trust or grantor trust that has requested an automatic extension of time to file the trust's informative return, will automatically be granted a 6 month extension to file and deliver the grantor's reports (Forms 480.60 F). As such, the trust does not have to request a different extension for the filing and delivery of such reports.

The period of 6 months will be considered from the due date to file the return.

HOW MUST THE GRANTORS REPORT THESE ITEMS IN THEIR INCOME TAX RETURNS?

The grantors must include in their income tax returns each one of the items indicated as if such items were realized directly by them, since the Code provides that the nature, source and character of the items of income, gains, losses or credits generated by the trust will be determined as if such items were incurred in the same way as incurred by the trust. Moreover, the grantor's distributable share on income from sources outside of Puerto Rico earned by the trust will retain the character of the income from sources outside of Puerto Rico in the hands of the grantor.

SPECIFIC INSTRUCTIONS

Enter the information required in each space. The trust is required to provide this informative return to each grantor completed in all parts, so that grantors may complete their income tax returns to be filed with the Department of the Treasury.

Enter the name and address of the grantor and trust, as well as the social security number or employer identification number.

PART I – GRANTOR'S INFORMATION

Indicate on lines 1 through 4, the information applicable to the grantor, as it corresponds.

Line 2 – Indicate the grantor's share in the corpus of the trust.

PART II – ANALYSIS OF GRANTOR'S SHARE IN THE CORPUS OF THE TRUST

A. Contributions in cash or other property to the Corpus of the Trust made by the grantor during the year – Enter any capital contributed by the grantor during the tax year.

B. Distributions or withdrawals paid to the Grantor during the year – Enter the amount attributed to withdrawals or distributions made by the trust to the grantor during the tax year. Do not include on this line taxes withheld.

PART III – DISTRIBUTABLE SHARE PER CATEGORY

Enter in each one of the spaces provided the grantor's distributable share on the applicable item and the corresponding tax withheld, if any.

Form 480.60 F includes the line reference of the Individual Income Tax Return (Form 482.0) to where the amounts included on each

line of this Part III will be transferred. Refer to the instructions of those lines so you can correctly complete the Grantor's income tax return.

Line 1 – Income (or losses)

Enter on lines 1A through 1W the total of each type of income or deductible losses, and provide detailed information for each one of them on the corresponding Schedules.

Make sure that the sum of the amounts reported on each of lines 1A to 1W for each of the Forms 480.60 F issued during the taxable year is equal to the amount determined on the corresponding line of the Form 480.80(F) that has been filed by the trust.

Line 1A - Total distributions from qualified retirement plans

Enter here the grantor's attributable share in the lump-sum distributions received by the trust during the year.

You must select whether the tax withheld at source included in the Tax Withheld Column represents 10% or 20% of the total distribution reported in the Amount Column.

If the amount withheld represents 10% or 20% of the reported distribution, the grantor will transfer said amount to Schedule D Individual, Part IV, line 21 or 22 (20% withholding) or line 23 or 24 (10% withholding), as applicable.

If an amount distributed is included on this line, but the corresponding withholding of tax is not shown in the Tax Withheld Column, the grantor will transfer said amount to Schedule F Individual, Part IV.

Line 1B - Gain (or loss) from the sale or exchange of short-term capital assets

Enter on this line the grantor's attributable share in the net gain or loss derived from the sale or exchange of capital assets held by the trust for one year or less.

Line 1C - Gain (or loss) from the sale or exchange of long-term capital assets

Enter on this line the grantor's attributable share in the net gain or loss derived from the sale or exchange of capital assets held by the trust for more than one year.

Line 1D - Gain (or loss) from the sale or exchange of capital assets realized under special legislation

Enter here the grantor's attributable share in the net gain or loss derived from the sale or exchange of capital assets realized under special legislation.

If an amount is shown on this line, you must provide to the grantor a detail that includes the act number and the tax exemption grant number that provides the preferential treatment to said capital gain.

Line 1E - Interests on deposits from financial institutions

Enter here the grantor's attributable share in the interest income derived by the trust from investments or deposits in cooperatives, savings associations authorized by the Federal Government or by the Government of Puerto Rico, commercial and mutual banks or in banking institutions established in Puerto Rico, as well as the 10% amount withheld, if the election was made.

The amount included on this line will be transferred to line 1(a), Column C, Part I of Schedule FF Individual, if a 10% withholding is shown in the Tax Withheld Column of this line. If the 10% withholding is not shown in the Tax Withheld Column, then this amount will be transferred to line 1(a), Column D, Part I of Schedule FF Individual.

Line 1F - Other interests subject to withholding at 10%

Enter here the grantor's attributable share in the total taxable interests received or credited that were subject to the 10% tax rate, as well as the 10% amount withheld.

Line 1G – Other interests subject to withholding of ____%

Enter on this line the grantor's attributable share in the total taxable interests received or credited that were subject to a fixed special tax rate not previously specified, as well as the corresponding tax withheld. Specify the corresponding rate in the blank space provided for this purpose.

Line 1H - Other interests not subject to withholding

Enter on this line the grantor's attributable share in the total taxable interests received or credited that were not subject to withholding.

Line 1I - Eligible dividend distributions from corporations at 15%

The grantors must include in their tax returns their distributable share on the dividends received by the trust from eligible dividend distributions, as defined in Section 1023.06 of the Code, and their share on the tax withheld.

Enter on this line the grantor's attributable share in the total eligible dividend distributions subject to the 15% tax rate received by the trust, along with the 15% of tax withheld.

Line 1J - Dividend distributions subject to withholding of ____%

Enter on this line the grantor's attributable share in the total dividend distributions subject to a fixed special tax rate not previously specified, along with the corresponding tax withheld. Specify the applicable corresponding tax rate in the blank space provided for this purpose.

Line 1K - Other dividends not subject to withholding

Enter here the grantor's attributable share in the total net dividends received from any foreign corporation not engaged in trade or business in Puerto Rico, or which income is substantially from sources outside of Puerto Rico.

Line 1L - Other income

Enter here the grantor's attributable share in the total amount of other income received by the trust not itemized in any part of the return.

Line 1M - Dividends from Capital Investment or Tourism Fund

Enter here the grantor's attributable share in dividends from a Capital Investment Fund or Tourism Fund received by the trust during the tax year.

Line 1N - Net long-term capital gain (or loss) from Investment Funds

Enter here the grantor's attributable share in the net long-term capital gain or loss in Capital Investment Funds held by the trust.

Line 1O - Distributable share on profits (or losses) from pass-through entities

Enter here the grantor's attributable share in distributable benefits from those pass-through entities on which the trust is an owner.

The grantor must use a column of Schedule R1 Individual to report the income or losses that are reported by the trust.

In the case that the distribution is related to a pass-through entity, the profits generated will be transferred to lines 2(a), Part I and 7(a), Part II of Schedule R1 Individual. If a loss is reported, the amount will be transferred to line 5(a), Part II of Schedule R1 Individual. The amount withheld shall be transferred to line 3(e), Part I of Schedule R1 Individual.

The amount withheld shall be transferred to line 12(d), Part III of Schedule B Individual.

Line 1Oi - Gross income from pass-through entities

Enter here the grantor's distributable share in the total gross income of the pass-through entity. This amount will be determined by adding the amounts reported on line 25, Part III of the Forms 480.60 EC that are included on this line.

Line 1Oii - Gross income related to services rendered of pass-through entities

In the case of income related to services rendered by the pass-through entity, enter here the sum of the income reported on line 25(a), Part III of all Forms 480.60 EC that are included on this line.

Line 1Oiii - Gross income of subsidiary pass-through entities

Enter here the grantor's distributable share on the total gross income of the subsidiary pass-through entity. This amount is determined by adding the amount reported on line 26, Part III of Forms 480.60 EC included on this line.

Line 1Oiv - Gross income from services rendered of subsidiary pass-through entities

In the case of income related to the services rendered by subsidiary pass-through entities, enter the sum of the income reported on line 26(a), Part III of Forms 480.60 EC included on this line.

Lines 1P through 1T – Gain (or loss) from industry or business or from an income producing activity

Enter on lines 1P through 1T the grantor's attributable share in income from a trade or business or from an income producing activity earned by the trust, as determined on the following Schedules:

- **Line 1P - Schedule J Individual - to inform manufacturing income:**

Enter the grantor's distributable share in the gain or loss determined on line 9, Part IV, Column of Regular Tax from Schedule J Individual. Transfer to the (Total \$ _____) line, the grantor's distributable share in the gross income determined on line 3, Part II of Schedule J Individual completed by the trust. Where applicable, indicate on line 1P if the income is covered by any special tax incentives act. In this

case, enter the number of the act and the special tax rate applicable to the income included on this line.

For its part, the grantor will transfer the income reported in the *Amount* Column to line 1, Part II of Schedule J Individual and will transfer the share in the gross income reported on the (Total \$ _____) line of this line 1P to the (Total \$ _____) line provided on line 2P, Part 1 of the return or on line 3P, in the space provided for the taxpayer or spouse on Schedule CO Individual, as applicable.

- **Line 1Q - Schedule K Individual - to inform sale of goods income:**

Enter the grantor's distributable share in the gain or loss determined on line 9, Part IV, Column of Regular Tax from Schedule K Individual. Transfer to the (Total \$ _____) line, the grantor's distributable share in the gross income determined on line 3, Part II of Schedule K Individual completed by the trust. Where applicable, indicate on line 1Q if the income is covered by any special tax incentives act. In this case, enter the number of the act and the special tax rate applicable to the income included on this line.

For its part, the grantor will transfer the income reported in the *Amount* Column to line 1, Part II of Schedule K Individual and will transfer the share in the gross income reported on the (Total \$ _____) line of this line 1Q to the (Total \$ _____) line provided on line 2Q, Part 1 of the return or on line 3Q, in the space provided for the taxpayer or spouse on Schedule CO Individual, as applicable.

- **Line 1R- Schedule L Individual - to inform farming income:**

Enter the grantor's distributable share in the gain or loss determined on line 9, Part IV, Column of Regular Tax from Schedule L Individual. Transfer to the (Total \$ _____) line, the grantor's distributable share in the gross income determined on line 3, Part II of Schedule L Individual completed by the trust. Where applicable, indicate on line 1R if the income is covered by any special tax incentives act. In this case, enter the number of the act and the special tax rate applicable to the income included on this line.

For its part, the grantor will transfer the income reported in the *Amount* Column to line 1, Part II of Schedule L Individual and will transfer the share in the gross income reported on the (Total \$ _____) line of this line 1R to the (Total \$ _____) line provided on line 2R, Part 1 of the return or on line 3R, in the space provided for the taxpayer or spouse on Schedule CO Individual, as applicable.

- **Line 1S- Schedule M Individual - to inform services rendered income:**

Enter the grantor's distributable share in the gain or loss determined on line 9, Part IV, Column of Regular Tax from Schedule M Individual. Transfer to the (Total \$ _____) line, the grantor's distributable share in the gross income determined from the sum of lines 1 and 6, Part II of Schedule M Individual completed by the trust. Where applicable, indicate on line 1S if the income is covered by any special tax incentives act. In this case, enter the number of the act and the special tax rate applicable to the income included on this line.

For its part, the grantor will transfer the income reported in the *Amount* Column to line 1, Part II of Schedule M Individual and will transfer the share in the gross income reported on the (Total \$ _____) line of this line 1S to the (Total \$ _____) line provided on line 2S, Part 1 of the

return or on line 3S, in the space provided for the taxpayer or spouse on Schedule CO Individual, as applicable.

● **Line 1T-Schedule N Individual - to inform rental income:**

Enter the grantor's distributable share in the gain or loss determined on line 9, Part IV, Column of Regular Tax from Schedule N Individual. Transfer to the (Total \$ _____) line, the grantor's distributable share in the gross income determined on line 1, Part II of Schedule N Individual completed by the trust. Where applicable, indicate on line 1T if the income is covered by any special tax incentives act. In this case, enter the number of the act and the special tax rate applicable to the income included on this line.

For its part, the grantor will transfer the income reported in the *Amount* Column to line 1, Part II of Schedule N Individual and will transfer the share in the gross income reported on the (Total \$ _____) line of this line 1T to the (Total \$ _____) line provided on line 2T, Part I of the return or on line 3T, in the space provided for the taxpayer or spouse on Schedule CO Individual, as applicable.

Line 1U - Exempt income

Enter here the grantor's attributable share in the total amount of exempt income from Schedule IE Individual, first Column.

Line 1V - Exempt income subject to alternate basic tax

Enter here the grantor's attributable share in the total amount of exempt income subject to alternate basic tax from Schedule IE Individual, second Column.

Line 1W - Adjustment for purposes of the alternate basic tax

Enter here the grantor's attributable share in any adjustment to the income of the trust that, at the grantor's level, are considered income subject to alternate basic tax. Enter on this line the difference between the total deductions claimed under the Regular Tax Column and the total claimed in the Alternate Basic Tax Column, Part III, line 46 of Schedules J, K and M Individual, line 47 of the Schedule L Individual or line 44 of Schedule N Individual, as applicable.

Line 2 - Deductions

Enter on lines 2A through 2F the grantor's attributable share in the total of each type of allowable deductions and provide detailed information on the corresponding Schedules.

Line 2A – Charitable contributions

Enter here the grantor's attributable share in the total charitable contributions as detailed on line 2A of Part II, page 1 of Form 480.80(F).

Line 2B – Medical expenses incurred and paid for the benefit of the grantor or beneficiary

Enter here the total medical expenses incurred and paid for the benefit of the grantor as detailed on line 2B of Part II, page 1 of Form 480.80(F).

Line 2C – Home mortgage interests on residential property located in Puerto Rico

Enter here the grantor's attributable share in the total home mortgage interests, as detailed on line 2C of Part II, page 1 of Form 480.80(F).

Line 2D – Casualty loss on real property that constitutes the grantor's principal residence

Enter here the grantor's attributable share in the total amount of casualty loss on real property that constitutes the grantor's principal residence, as detailed on line 2D of Part II, page 1 of Form 480.80(F).

Line 2E – Loss of personal property as a result of certain casualties

Enter here the grantor's attributable share in the total loss of personal property as a result of certain casualties as detailed on line 2E of Part II, page 1 of Form 480.80(F).

Line 2F - Allowable deduction for Private Equity investment

Enter here the grantor's attributable share in the total allowable Private Equity investment deduction, as detailed on line 2F, Part II, page 1 of Form 480.80(F).

PART IV – TAXES PAID TO FOREIGN COUNTRIES AND THE UNITED STATES, ITS STATES, TERRITORIES AND POSSESSIONS

Enter on this Part the grantor's attributable share in the net income from sources outside of Puerto Rico derived by the trust and the taxes paid by the trust outside of Puerto Rico on said net income. This Part IV provides a space to include the income by country for up to 3 countries, in addition to the United States. If there is income derived from more than 3 countries, add them in a single column and keep for your records a schedule breaking down the information of net income and tax paid by country.

Line 1 – Net income from sources within the country, state, territory or possession

Enter on this line the grantor's attributable share in the net income from sources outside of Puerto Rico derived by the trust. This amount must be reported by country, as determined on line 1, Part III of the Revocable Trust or Grantor Trust Informative Income Tax Return (Form 480.80(F)).

Line 2 - Tax paid or accrued during the year

Enter on this line the grantor's attributable share in the income tax paid or accrued to the United States, its states, possessions or foreign country, as reported on line 2, Part III of the Revocable Trust or Grantor Trust Informative Income Tax Return (Form 480.80(F)).

PART V - CREDITS

Use this Part to report only the tax credits that are considered Pre TCM. The Post TCM credits are reported in Part VII of this form.

Act 52 of June 30, 2022 ("Act 52-2022") added Section 1051.16 to the Code to authorize the Secretary of the Treasury ("Secretary") to create the Tax Credits Manager ("TCM") as part of the Department's electronic system. In general terms, the TCM is a tool that, on one hand allows the Department to manage and supervise tax credits and, on the other hand, allows taxpayers to carry out all transactions related to their tax credits.

According to Administrative Determination No. 22-11 ("AD 22-11"), issued by the Department on December 22, 2022, the date of implementation of the TCM for purposes of determining the Post TCM and Pre TCM Credits, was January 1, 2023.

It will be considered a Pre TCM Credit: (1) any tax credit generated in an income tax return corresponding to taxable years beginning before January 1, 2023, including any carryover balance from previous years and; (2) every tax credit, including any carryover balance from previous years, granted through administrative determination or certification issued by any Regulatory Agency, as said term is defined in Section 1051.16(b)(3) of the Code, with an issuance date prior to January 1, 2023. In the case of Credits for Investment in Research and Development Activities, it will be also considered as Pre TCM Credits those registered in the Integrated Tax Credit Portal (CCI Portal, for its Spanish acronym) as of January 18, 2023. **Pre TCM Credits will not be registered in the TCM.**

On lines 1 through 17 of this Part, the trust may identify the Pre TCM Credits as subject or not subject to the limitation provided under Section 1051.13 of the Code.

The credits provided below may be claimed subject to the rules of use established by the special act under which they were granted and the applicable provisions under the Code. However, Pre TCM Credits may be claimed during a period of three (3) taxable years after the TCM implementation date ("Transition Period"). Any available and unused balance of Pre TCM Credits at the end of the Transition Period cannot be claimed or carried over to subsequent taxable years.

As provided by AD 22-11, the first taxable year of the Transition Period is taxable year 2023, therefore Pre TCM Credits may be claimed up to taxable year 2025. From taxable year 2026, only Post TCM Credits may be claimed. During the Transition Period and when the act under which the credit was granted allows it, the holder may sell or assign the Pre TCM Credits, and the buyer or cessionary will be subject to the same limitations established in Section 1051.16 of the Code and AD 22-11, that were applicable to the seller on said Pre TCM Credits.

On the other hand, the Pre TCM Credits available from the trust, may be claimed by the grantors on their return according to their attributable share. It should be noted that Pre TCM Credits will be subject to the provisions of Section 1051.16(h) of the Code.

For additional information on the TCM, refer to AD 22-11, Internal Revenue Circular Letters No. 23-02 ("IR CL 23-02") and to upcoming publications that will be issued by the Department.

It is important to point out that credits under Section 1051.12(a)(4), (5) and (7) of the Code will be subject to the limitation of use established in Section 1051.13 of the Code.

Credits acquired by purchase may be reported only on lines 5 and 16 of this Part V, as applicable. Lines 1 through 4, 6, 7 through 15 and 17 of this Part V should only be used to report credits generated during the current taxable year.

A. CREDITS SUBJECT TO THE LIMITATION PROVIDED UNDER SECTION 1051.13 OF THE CODE:

Line 1 - Credit for investment in housing infrastructure (Act 98-2001, as amended)

Enter the grantor's attributable share in the amount of credit for investment in housing infrastructure recommended by the designated officers of the Housing Department and the Department of the Treasury.

Act 98-2001, as amended ("Act 98-2001"), grants a credit for infrastructure investment to the developers of housing projects. It will be subject to the taxpayer's request and the approval by the Secretary of an administrative determination under Act 98-2001 and the applicable regulations.

For additional details, refer to Act 98-2001 and its regulations.

Line 2 - Credit for investment in the acquisition, construction or rehabilitation of affordable rental housing to the elderly (Chapter 2 of Act 140-2001, as amended)

Enter the grantor's attributable share in the amount of credit for investment in construction or rehabilitation of rental housing projects for low or moderate income families; or for investment in the acquisition, construction or rehabilitation of affordable rental housing to the elderly.

Act 140-2001, as amended, establishes that any owner of a rental housing project for low or moderate income families or of affordable rental housing to the elderly may qualify for a tax credit. The petitioner must file an application with the Housing Financing Authority.

The tax credit will be subject to the taxpayer's request and the approval by the Secretary of an administrative determination.

Line 3 – Credit for construction investment in urban centers (Act 212-2002, as amended)

Enter here the grantor's attributable share in the amount of credit for construction investment in urban centers. Every person who carries out a construction or improvement project in a urban center, as prescribed by law, may qualify to claim a credit against the tax.

The concession of the credit is subject to the taxpayer's request and the approval by the Secretary of an administrative determination.

For additional details, refer to Act 212-2002, as amended, and the corresponding regulations.

Line 4 – Credit for the establishment of an eligible conservation easement or donation of eligible land (Act 183-2001, as amended)

Enter here the grantor's attributable share in the amount of credit for the establishment and donation of a conservation easement, equal to 50% of the value of the eligible conservation easement.

To claim this credit, a certification must be issued by the Secretary. For additional details, refer to Act 183-2001, as amended, and to the Internal Revenue Circular Letter No. 05-04 of March 23, 2005.

Line 5 - Credit for the purchase of tax credits

Enter the grantor's attributable share on the tax credits subject to limitation acquired by the trust during the year through the purchase, exchange or transfer from the primary investor.

Complete Part VI of this form.

Line 6 - Other credits subject to limitation not included on the preceding lines

Enter on this line the grantor's attributable share in the total amount of other credits subject to limitation not included on the preceding lines. If different concepts of credit are included on this line, a schedule

showing a breakdown of such credits must be kept for your records. Copy of the schedule must be included with the Informative Return that the trust provides to the grantor.

B. CREDITS NOT SUBJECT TO THE LIMITATION PROVIDED UNDER SECTION 1051.13 OF THE CODE:

Line 7 - Credit for investment in Tourism Development (Act 78-1993, Act 74-2010 and Act 60-2019)

Enter the grantor's attributable share in the amount of credit for tourism investment. Every investor may claim a credit for tourism investment equal to 50% of its eligible investment. The credit may be claimed in two installments: the first half in the year in which the financing for the total construction of the tourism project was obtained and the balance of the credit, in the following years.

Line 8 – Credit for tax withheld at source from Industrial Development dividends

The grantors of a revocable trust or grantor trust are entitled to claim, according to the percentage applicable to their share in the corpus of the trust, a credit as established in Section 4(a) of Act No. 8 of 1987 or in Section 3(b) of Act 135-1997, against the tax due for the year in which the trust receives as an investor a distribution from Industrial Development income.

Enter on this line the grantor's attributable share in the tax withheld at source to the trust from Industrial Development dividends.

Line 9 - Credit for Investment in Film Industry Development (Act 27-2011) - Film Project

Enter on this line the grantor's attributable share in the amount of credit to be claimed for investment in a Film Entity engaged in a Film Project under Act 27-2011.

This credit is subject to the taxpayer's request and the approval by the Secretary of the Treasury of an administrative determination under Act 27-2011 and its regulations. For additional details, refer to Act 27-2011.

Line 10 - Credit for investment in film industry development (Act 27-2011) - Infrastructure Project

Enter on this line the grantor's attributable share in the amount of credit to be claimed for the investment in a Film Entity engaged in a Infrastructure Project under Act 27-2011.

This credit is subject to the request and approval by the Secretary of the Treasury of an administrative determination under Act 27-2011 and its regulations. For additional details, refer to Act 27-2011.

Line 11 – Credit for the purchase or transmission of television programming made in Puerto Rico (Section 1051.14)

Enter here the grantor's attributable share in the amount of credit to be claimed for the purchase or transmission of television programming made in Puerto Rico, according to Section 1051.14 of the Code.

This credit is subject to the issuance of a Compliance Certification by the Department of Economic Development, according to the provisions of Section 1051.14 of the Code and regulations thereunder.

Line 12 – Credit for contributions to former governors foundations

Enter here the grantor's attributable share in the amount of credit to be claimed for contributions to former governors foundations equivalent to 100% of the amount contributed during the tax year to such foundations for operating expenses and those expenses related to the purposes for which they were created, and/or those charitable contributions to a Depository of Files and Relics of Former Governors and Former First Ladies of Puerto Rico constituted according to the provisions of Act 290-2000 by itself or as a whole with public or private Higher Education entities, to cover the costs of construction, operation and other necessary expenses for the true fulfillment of the purposes of Act 290-2000 and Section 1051.10 of the Code. The tax credits to be granted shall not exceed \$500,000 in aggregate, for any taxable year.

To claim this tax credit a certification issued by the recipient entity must be submitted as evidence that the contribution was made and accepted; that the foundation is operationally active at the time of receiving the contribution; that it has in force the Certificate of Tax Exemption issued by the Department of the Treasury; and that it complies with the annual report that is submitted to the Commission of Legislative Funds for Community Impact (as provided in Section 1051.10(b) of the Code).

Line 13 - Credits for payments of Membership Certificates by Ordinary and Extraordinary Members of Employees-Owned Special Corporations

Any person to whom a certificate of membership is issued as ordinary or extraordinary member of an Employees-Owned Special Corporation, is entitled to a credit of 25% of the total amount paid for said certificate up to a maximum of \$1,000. The credit should be claimed against the income tax determined for the year in which the payments to acquire the certificate are made, whether totally paid or paid in installments in one or more taxable years, as applicable. The credit granted shall not be applicable against the alternate basic tax for individuals.

Refer to Section 1113.14 of the Code for qualifications and requirements to benefit from this credit.

Line 14 – Credit for investment (Section 6 of Act 73-2008 and Section 5A of Act 135-1997)

Enter on this line the grantor's attributable share in the amount of credit to be claimed for industrial investment under Section 6 of Act 73-2008 and Section 5A of Act 135-1997. This amount shall be equal to 50% of the eligible investment to be claimed in two or more installments: the first half in the year in which the eligible investment is completed and the balance in the subsequent years.

For additional details, refer to Act 73-2008 and the corresponding regulations.

Line 15 - Credit for investment in opportunity zones (Act 60-2019, as amended)

Enter the grantor's attributable share in the amount of credit to be claimed for eligible investment in opportunity zones. The credit will be equal to the eligible percentage of eligible investment and must be claimed as indicated below:

- **If the eligible investment is made in the year in which the exempt business completed the total construction of the Priority Project or when the exempt business begins**

operations (if the priority project does not require construction):

The credit will be taken in four (4) installments: 25% in the year in which the exempt business completed construction or when the exempt business began operations, whichever is later, and 25% of the balance of said credit in the next three (3) subsequent years.

- **If the eligible investment is made after the end of the construction of the Priority Project or that the exempt business has begun operations:**

The credit shall be taken in four (4) installments: 25% in the year in which a significant expansion has been made in the real property constructed or in the exempt business, as the case may be, and as such term is defined by the Secretary of Economic Development through any regulation, administrative determination, circular letter or general informative bulletin, for these purposes, and 25% of the balance of said credit in the next three (3) subsequent years.

Every eligible investment made during the investor's taxable year, will qualify for this tax credit, in that taxable year, as long as it meets all the requirements.

This credit may be applied against any determined tax liability of the investor, according to Subtitle A of the Code, including the alternate basic tax applicable to individuals.

The taxpayer must include with his return copy of the Administrative Determination issued by the Department of Economic Development and Commerce granting said credit.

The taxpayer must also include with the return for every year in which the credit is claimed, a schedule detailing the year in which the credit is available to be used, the taxable years in which it has been claimed, its expiration date, the total amount of the credit and the amounts claimed in previous years.

For additional details, refer to Act 60-2019, as amended.

Line 16 – Credit for the purchase of tax credits

Enter on this line the grantor's attributable share in the tax credits not subject to limitation acquired by the trust during the year through purchase, exchange or transfer from the primary investor.

Complete Part VI of this form.

Line 17 – Other credits not subject to limitation not included on the preceding lines

Enter on this line the grantor's attributable share in the total amount of other credits not subject to limitation not included on the preceding lines. If credits for different concepts are included on this line, a schedule showing a breakdown of such credits must be kept for your records. Copy of this schedule must be included with the Informative Return that the trust provides to the grantor.

PART VI - BREAKDOWN OF THE PURCHASE OF TAX CREDITS

Use this Part to report only the tax credits acquired through purchase and that are considered Pre TCM. The purchase of Post TCM credits is reported in Part VII of this form.

Select the oval corresponding to the act (or acts) under which you acquired the tax credit. Enter in the space provided the amount of the tax credit available for the taxable year.

The limitation applicable to certain credits will be made by the grantor in his/her income tax return, and will not be made to each credit included in this part.

In the case of purchase of Post TCM credits, you must refer to AD 22-11, IR CL 23-02, Internal Revenue Circular Letter No. 23-14 ("IR CL 23-14") and forthcoming publications to be issued by the Department for more details.

PART VII - TAX CREDITS POST TAX CREDITS MANAGER

Use this part to report only tax credits that are considered Post TCM. This includes credits acquired through purchase and that are considered Post TCM.

Section 1051.16(b)(1) of the Code defines the term Post TCM Credit as any tax credit granted under the Code, the Puerto Rico Incentives Code, Previous Incentive Acts, or any other special act from the date of the TCM implementation. As established in AD 22-11, the date of implementation of the TCM was January 1, 2023.

Subsection (d) of Section 1051.16 provides that it is an essential requirement to be entitled to claim any Post TCM credit, that it must be registered in the TCM. **Post TCM credits that are not registered in the TCM cannot be claimed against the tax liability.** For detailed information on the process of registering the tax credits in the TCM, refer to IR CL 23-02.

Include in this Part tax credits granted from the date of the TCM implementation and that are duly registered. **The amount of credit that should be entered in the corresponding line must be the exact amount you are claiming against the tax in the return, net of any limitations, rather than the total amount of credit available.** This is because the amount entered in this part is the amount for which the available credit in the TCM will be reduced.

As an example, the taxpayer has a Post TCM credit of \$10,000 duly registered in the TCM and the tax determined on the return is \$8,000. Assuming that the taxpayer does not have any other tax credit, he/she must enter \$8,000 on the corresponding line. Once this amount is claimed in the return, the total available credit in the TCM of \$10,000 will be reduced to \$2,000 (that is, \$10,000 less \$8,000 credit claimed on the return).

Credits included in this Part may be claimed according to the rules of use established by the special act under which they were granted and the applicable provisions under the Code. When the act under which the tax credit was granted allows it, the taxpayer may transfer, sell, or assign the tax credit partially or totally. Once the legal transfer of the tax credits is completed, the seller must initiate the transaction notification process through the TCM and the buyer must ensure that the transaction is completed. This is necessary so that the tax credits are reflected under the account of the new credit holder, that they may be included in this part and claimed against his/her income tax.

On the other hand, Post TCM Credits that have been generated or acquired by a trust may be claimed by the grantor on his/her return. In these cases, the Post TCM Credits generated or acquired by the trust, must be transferred to their grantors in the TCM. At the same

time, and before being able to claim the credit in the return, the grantor must accept the transfer of the credits in the TCM in the "Access to my Tax Credits" link on his/her income tax account, so that they may be reflected as available. As a general rule, this type of trust has the same treatment as a pass-through entity in SURI and in the TCM. Refer to IR CL 23-14 for details on the process of transferring Post TCM Credits to the grantors.

To know the percentages, limitations, possibility of transfer and/or carryover of the credits listed below, you must refer to the determination or credit certification that has been granted, the rules of use established in the special act under which the credits were granted and the applicable provisions of the Code.

Any credit claimed in this Part that is not properly reflected in the grantor's TCM will be adjusted and the taxpayer will receive a Notice of Mathematical Error in accordance with the provisions of Section 6010.02(g) of the Code.

For additional information, refer to AD 22-11, IR CL 23-02, IR CL 23-14, and upcoming publications to be issued by the Department.

If you have doubts or questions related to the operation of the TCM, please send an email to mcc@hacienda.pr.gov.