

2018 Form 4T Instructions

Tax-exempt organizations and certain individual retirement arrangements (IRAs) or Medical Savings Accounts (MSAs) use Form 4T to report their unrelated business taxable income and credits and to compute their franchise or income tax and economic development surcharge liability.

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General Franchise or Income Tax Return Instructions

Who Must File

Organizations Required to File. The following exempt organizations are required to file a Wisconsin corporation franchise or income tax return:

- Organizations exempt from Wisconsin income taxation under sec. 71.26(1)(a) or 71.45(1), Wis. Stats., which satisfy, or which are the sole owner of limited liability companies (LLCs) that satisfy, all of the following:
 - Do business in Wisconsin,
 - Have at least \$1,000 of gross income from an unrelated trade or business for federal income tax purposes, and
 - Must file federal Form 990-T or 4720 to report such unrelated trade or business income.
- Trusts exempt from federal income tax under Internal Revenue Code (IRC) section 501(a), which satisfy all of the following:
 - Have income from Wisconsin sources, such as business transacted or property located in Wisconsin,

- Have at least \$1,000 of gross income from an unrelated trade or business for federal income tax purposes, and
- Must file federal Form 990-T or 4720.
- IRAs and MSAs described in IRC sections 408(a) and 220(d) which satisfy all of the following:
 - Have income from Wisconsin sources, such as business transacted or property located in Wisconsin,
 - Have at least \$1,000 of gross income from an unrelated trade or business for federal income tax purposes, and
 - Must file federal Form 990-T or 4720.
- Exempt organizations engaged in buying or selling lottery prizes if the winning tickets were originally bought in Wisconsin.

“Gross income” of a manufacturing, merchandising, or mining business is the total receipts or sales, less the cost of goods sold, plus the gross income from other sources that is includable in unrelated business taxable income.

“Doing business in this state.” The definition of “Doing business in this state,” sec. 71.22(1r), Wis. Stats, includes regularly selling products or services of any kind or nature to customers in Wisconsin that receive the product or service in Wisconsin; regularly soliciting business from potential customers in Wisconsin; regularly performing services outside Wisconsin for which the benefits are received in Wisconsin; regularly engaging in transactions with customers in Wisconsin that involve intangible property and result in receipts flowing to the taxpayer from within Wisconsin; and holding loans secured by real or tangible personal property located in Wisconsin.

Organizations Not Required to File. The following organizations are **not** required to file a Wisconsin corporation franchise or income tax return:

- Exempt organizations that aren’t subject to tax on unrelated business taxable income under IRC section 511 and aren’t required to file federal Form 990-T, except those with income realized from the sale of or purchase and subsequent sale or redemption of lottery prizes if the winning tickets were originally bought in Wisconsin.
- Employee benefit plans established by an employer engaged in or affecting interstate commerce or by an employee organization that represents employees engaged in or affecting interstate commerce. This exception doesn’t apply to government plans, church plans not electing under the vesting, etc., provisions, worker’s compensation plans, non-U.S. plans primarily for non-resident aliens, and “excess benefit plans.”
- The State of Wisconsin, including the University of Wisconsin System, or any county, village, school district, or other political unit of the State of Wisconsin.
- Credit unions.

When and Where to File

Generally, an exempt organization must file Form 4T by the 15th day of the 5th month following the close of its taxable year. However, an employees’ trust defined in IRC section 401(a), an IRA, and an MSA must file Form 4T by the 15th day of the 4th month following the close of the taxable year. If a return is filed late, without an extension, the exempt organization may be subject to penalties and interest.

Extensions. If you are requesting an extension of time to file your federal income tax return, the following treatment applies:

- For exempt organizations taxable as corporations, any extension allowed by the Internal Revenue Service (IRS) for filing the federal return automatically extends the Wisconsin due date to 30 days after the federal extended due date. You don’t need to submit either a copy of the federal extension or an application for a Wisconsin extension to the Department by the original due date of

your return. However, you must file a copy of the federal extension with the Wisconsin return that you file.

- For exempt organizations taxable as trusts, any extension allowed by the IRS for filing the federal return automatically extends the Wisconsin due date to the federal due date. You must file a copy of the federal extension with the Wisconsin return that you file.
- **Disaster Relief Extension.** If you are filing under extension because of a federal or state disaster, include a statement indicating which disaster extension you are using and attach it to your return. Additional information on disaster areas can be found here: revenue.wi.gov/Pages/Businesses/Disaster-Tax-Assistance.aspx

Filing Methods. File electronically through the Federal/State E-Filing Program. For a list of software vendors participating in the Federal/State E-Filing Program, visit the Department of Revenue’s web page at revenue.wi.gov/Pages/OnlineServices/corp-home.aspx.

Paper filing is also permitted if you have an approved electronic filing [waiver](#). If you choose to file your return on paper, follow these mailing instructions carefully:

- **Do not fasten, staple or bind the pages of your return.** Use paper clips instead.
- If you are submitting multiple returns, separate them with **colored separator sheets**.
- Use the mailing address shown on the form.

Period Covered by Return

The return must cover the same period as the exempt organization’s federal business income tax return, Form 990-T. A 2018 Wisconsin return must be filed by an exempt organization for calendar year 2018 or a fiscal year that begins in 2018. A fiscal year may end only on the last day of a month. The period covered by the return can’t exceed 12 months.

Example: Corporation A has a fiscal year beginning March 1, 2018 and ending February 28, 2019. Corporation A files a 2018 Form 4T for the period of March 1, 2018 through February 28, 2019.

However, exempt organizations reporting on a 52-53 week period for federal tax purposes must file on the same reporting period for Wisconsin. A 52-53 week taxable year is deemed to begin on the first day of the calendar month beginning nearest to the first day of the 52-53 week taxable year. The taxable year is deemed to end on the last day of the calendar month closest to the last day of the 52-53 week taxable year for purposes of due dates, extensions, and assessments of interest and penalties.

Any change in accounting period made for federal purposes must also be made for Wisconsin purposes. For the first taxable year for which the change applies, file with the Wisconsin return a copy of the IRS's notice of approval of accounting period change if such approval is required or an explanation of the change if the IRS's approval isn't required.

Accounting Methods and Elections

In computing unrelated business taxable income, the method of accounting must be the same method used in computing federal unrelated business taxable income. However, if the method used for federal purposes isn't authorized under the IRC in effect for Wisconsin, use a method authorized under the IRC in effect for Wisconsin.

Change in Accounting Method. A change in accounting method made for federal purposes must also be made for Wisconsin purposes, unless the change isn't authorized under the IRC in effect for Wisconsin. Adjustments required federally as a result of a change made while the exempt organization is subject to Wisconsin taxation must also be made for Wisconsin purposes, except in the last year that an exempt organization is subject to taxation by Wisconsin it must take into account all remaining adjustments required.

For the first taxable year for which the change applies, file with the Wisconsin return either a copy of the application for change in accounting method filed with the IRS and copy of the IRS's consent, if applicable, or an explanation of the change if the IRS's approval isn't required.

Elections. As explained above, an exempt organization can't make different elections for federal and Wisconsin purposes with respect to accounting periods and accounting methods, unless the federal method isn't permitted under the IRC in effect for Wisconsin. In situations where an exempt organization has an option under the IRC and the IRS doesn't consider that option to be a method of accounting, a different election may be made for Wisconsin than that made for federal purposes. If federal law specifies the manner or time period in which an election must be made, those requirements also apply for Wisconsin purposes.

If different elections are made, adjustments are required on the Wisconsin return to account for any differences. Exempt organizations enter such adjustments on Part 1 or Part 2.

Payment of Estimated Tax

The franchise or income tax and economic development surcharge must be paid by the 15th day of the 5th month (15th day of the 4th month for employees' trusts, IRAs, and MSAs) following the close of the taxable period, *regardless of the due date of the return*. Exempt organizations may be

required to make quarterly estimated payments to prepay their franchise or income tax and economic development surcharge.

If the total of an exempt organization's franchise or income tax and economic development surcharge due is \$500 or more, it generally must make quarterly estimated tax payments. Corporations should use Wisconsin Form Corp-ES or by electronic funds transfer, and trusts should use Form 1-ES or electronic funds transfer. Failure to make required estimated tax payments may result in an interest charge.

CAUTION: An extension for filing the return doesn't extend the time to pay the franchise or income tax. Interest will be charged on the tax and surcharge not paid by the original due date. You can avoid interest charges during the extension period by paying the tax and surcharge due by the original due date. Submit your payment with Wisconsin Form Corp-ES, *Corporation Estimated Tax Voucher*.

Quick Refund. An exempt corporation that overpaid its estimated tax may apply for a refund before filing its tax return if its overpayment is (1) at least 10% of the expected Wisconsin tax liability and (2) at least \$500. To apply, file Wisconsin Form 4466W, *Corporation or Pass-Through Entity Application for Quick Refund of Overpayment of Estimated Tax*, after the end of the taxable year and before the exempt corporation files its tax return. **Do not** file Form 4466W at the same time as your tax return.

An exempt corporation that has a tax due when filing its tax return as a result of receiving a "quick refund" will be charged 12% annual interest on the amount of unpaid tax from the date the refund is issued to the earlier of the 15th day of the 5th month (15th day of the 4th month for employees' trusts, IRAs, and MSAs) after the close of the taxable year or the date the tax liability is paid. Any tax that remains unpaid after the unextended due date of the tax return continues to be subject to 18% or 12% annual interest, as appropriate.

Disclosure of Related Entity Expenses and Reportable Transactions

An exempt organization may be required to separately disclose certain expenses paid, accrued, or incurred to a related entity. An exempt organization or its material advisor may also be required to separately disclose reportable transactions.

CAUTION: Wisconsin law provides that certain related entity expenses shall not be allowed as deductions if they are not timely disclosed as required by the Department of Revenue. Also, penalties may apply for failure to disclose reportable transactions to the Department.

Disclosure of Related Entity Expenses. If the exempt organization will be deducting more than \$100,000 (after considering the effect of apportionment) of interest, rent, or intangible expenses or management fees paid, accrued, or incurred to a related person or entity, the corporation must generally file Schedule RT, *Wisconsin Related Entity Expenses Disclosure Statement*, with its franchise or income tax return. The Schedule RT instructions explain the reporting requirements.

However, even if you are not required to file Schedule RT, if you are taking deductions for interest, rent, or intangible expenses or management fees paid, accrued, or incurred to related entities, you must add those expenses back to federal income as Wisconsin modification. If the expenses meet the tests for deductibility, you may subtract them out as subtraction modifications.

Organization's Disclosure of Reportable Transactions. If an exempt organization was required to include any form with its federal tax return to disclose a "reportable transaction," as defined under sec. 71.81(1)(c), Wis. Stats., it must file a copy of that form with the Department of Revenue within 60 days of the date it is required to file it for federal income tax purposes, provided that it is otherwise required to file a Wisconsin return. This includes federal Form 8886, *Reportable Transaction Disclosure Statement*.

See the instructions to federal Form 8886 to determine if you are required to file the form for federal purposes.

Material Advisor's Disclosure of Reportable Transactions. A "material advisor" means any person who provides any material aid, assistance, or advice with respect to organizing, managing, promoting, selling, implementing, insuring, or carrying out any reportable transaction (as defined in the U.S. Treasury Regulations) and who, directly or indirectly, derives gross income from providing such aid, assistance, or advice in an amount that exceeds the threshold amount.

For a material advisor providing advice to an entity and not an individual, the "threshold amount" is any of the following:

- \$25,000 if the reportable transaction is a listed transaction (as defined in the U.S. Treasury Regulations).
- \$250,000 if the reportable transaction is not a listed transaction.

For a material advisor providing advice to an individual, the "threshold amount" is any of the following:

- \$10,000 if the reportable transaction is a listed transaction (as defined in the U.S. Treasury Regulations).
- \$50,000 if the reportable transaction is not a listed transaction.

A material advisor that is required to disclose a reportable transaction to the IRS must file a copy of the disclosure with the Department of Revenue within 60 days of the date it is required for federal income tax purposes, if the reportable transaction affects the taxpayer's Wisconsin income or franchise tax liability. For federal purposes, the form required for this disclosure is Form 8918.

If you are required to file Form 8918 for federal income tax purposes and the reportable transaction to which the form relates affects the taxpayer's Wisconsin income or franchise tax liability, send a paper copy, separate from the Wisconsin return, to the following address: Wisconsin Department of Revenue, Tax Shelters Program, PO Box 8958, Madison, WI 53708-8958. Include a listing of the names and identification numbers of each Wisconsin taxpayer for whom the advisor provided services to.

Internal Revenue Service Adjustments, Amended Returns, and Claims for Refund

Internal Revenue Service Adjustments. If an exempt organization's federal tax return is adjusted by the IRS and such adjustments affect the Wisconsin net tax payable, the amount of a Wisconsin credit, or a Wisconsin loss carryforward, you must report such adjustments to the Department of Revenue within 90 days after they become final by either filing an amended Wisconsin franchise/income tax return or mailing a copy of the final federal audit report..

Send a copy of the final federal audit reports and any associated amended Wisconsin returns to the Wisconsin Department of Revenue, PO Box 8908, Madison, WI 53708-8908. If submitting a federal audit report without an amended return, mail it to the Audit Bureau, Wisconsin Department of Revenue, Mail Stop 3-107, PO Box 8906, Madison, WI 53708-8906. Don't attach these items to the tax return for the current year.

Amended Returns. After you have filed a complete, original tax return, you may file an amended return to correct a tax return as you originally filed it or as it was later adjusted by an amended return, a claim for refund, or an office or field audit.

If you file an amended federal return and the changes affect the Wisconsin net tax payable, the amount of a Wisconsin credit, or a Wisconsin loss carryforward, you must file an

amended Wisconsin return with the Department of Revenue within 90 days after filing the amended federal return.

To file an amended Wisconsin return, put a check mark on the line next to item D1 on the front of the return, complete the return, and include Schedule AR in order to explain any changes made. Show computations in detail, including any applicable supplemental forms or schedules. Also show how you figured your refund or additional amount owed.



Where applicable, the line-by-line instructions in this booklet provide specific instructions for how to compute the amounts on an amended return.

File your amended return electronically by using one of the third party software providers:

revenue.wi.gov/Pages/OnlineServices/corp-partnership-third-party-vendors.aspx

If you have an approved electronic filing waiver, send amended returns to the Wisconsin Department of Revenue, PO Box 8908, Madison, WI 53708-8908. **Don't attach amended returns to other tax returns that you are filing.**

Claims for Refund. A claim for refund must be filed within 4 years of the unextended due date of the return. However, a claim for refund to recover all or part of any tax or credit paid as a result of an office or field audit must be filed within 4 years after such an assessment. That assessment must have been paid and must not have been protested by filing a petition for redetermination. See section Tax 2.12, Wisconsin Administrative Code, for more information.

Economic Development Surcharge

The economic development surcharge applies to corporations having gross receipts from all unrelated trade or business activities of \$4 million or more during the taxable year. Corporations that must file Wisconsin franchise or income tax returns must pay the economic development surcharge, with certain exceptions. The surcharge doesn't apply to:

- Exempt corporations that have less than \$4 million of gross receipts from all unrelated trade or business activities for federal income tax purposes.
- "Gross receipts from all unrelated trade or business activities" includes gross receipts, gross sales, the gross sales price from the disposition of capital assets and business assets, gross rents, gross income from unrelated debt-financed property, gross interest, annuities, royalties, and rents from controlled organizations, gross investment income, gross exploited exempt activity income, gross advertising income, gross receipts passed through from other entities, and all other receipts that are included in unrelated business taxable income for Wisconsin income tax purposes.

For more information, refer to Publication 400, *Wisconsin's Economic Development Surcharge*.

Information Returns

If an exempt organization pays \$600 or more in rents, royalties, or certain nonwage compensation to one or more individuals, the exempt organization must file an information return to report those payments. You may use Wisconsin Form 9b, *Miscellaneous Income*, or you may use federal Form 1099 instead of Form 9b. For more information, see the Form 9b instructions.

Wisconsin Use Tax

Exempt organizations that don't hold a Wisconsin Certificate of Exempt Status (CES#) and purchase taxable tangible personal property, certain coins and stamps, certain leased properties affixed to real estate, certain digital goods, or taxable services for storage, use, or consumption in Wisconsin without payment of a sales or use tax may owe Wisconsin state, county, or stadium use tax and be required to file a Wisconsin sales and use tax return.

For more information or forms, visit the Department's web site at revenue.wi.gov/Pages/FAQS/home.aspx, e-mail DORSalesandUse@wisconsin.gov, fax your question to (608) 267-1030, call (608) 266-2776, or write to the Wisconsin Department of Revenue, Mail Stop 5-77, PO Box 8946, Madison, WI 53708-8946.

Penalties for Not Filing or Filing Incorrect Returns

If you don't file a Form 4T that you are required to file, or if you file an incorrect Form 4T due to negligence or fraud, interest and penalties may be assessed against you. The interest rate on delinquent taxes is 18% per year. Civil penalties may be as much as 100% of the amount of tax not reported on the return. Criminal penalties for filing a false return include a fine of up to \$10,000 and imprisonment. Further, if you fail to disclose reportable transactions, you may be subject to the penalties described in sec. 71.81, Wis. Stats., including a \$30,000 penalty for failure to disclose a listed transaction.

Obtaining Forms and Assistance

If you need forms or publications, you may:

- Download them from the Department's Internet web site at revenue.wi.gov.
- Request them online at revenue.wi.gov.
- Call (608) 266-1961.
- Call or visit any Department of Revenue office.

If you need help in preparing Form 4T, you may:

- E-mail your question to: DORFranchise@wisconsin.gov
- Send a FAX to (608) 267-0834
- Call (608) 266-2772
(Telephone help is also available using TTY equipment. Call the Wisconsin Telecommunications Relay System at 711 or, if no answer, (800) 947-3529. These numbers are to be used only when calling with TTY equipment.)
- Call or visit any Department of Revenue office.

Conformity With Internal Revenue Code and Exceptions

The Wisconsin income and franchise tax law applicable is based on the federal Internal Revenue Code ("IRC"). The IRC generally applies for Wisconsin purposes at the same time as for federal purposes. For taxable years beginning on or after January 1, 2018, Wisconsin's definition of the IRC is the IRC as of December 31, 2017 with exceptions. Below is a listing of the exceptions.

Note: The exceptions and provisions adopted by Wisconsin listed below are those in effect as of the publication date of these instructions. It is possible that subsequent changes in Wisconsin law may add or eliminate some exceptions applicable to taxable years beginning in 2018.

Provisions of the Internal Revenue Code Not Adopted by Wisconsin:

- Section 13113 of P.L. 103-66, which created sec. 1202 of the IRC effective for small business stock issued after August 10, 1993.
- Sections 1, 3, 4, and 5 of P.L. 106-519, which repealed foreign sales corporation provisions and replaced with extraterritorial income provisions.
- Sections 101, 102, and 422 of P.L. 108-357, which repealed the exclusion for extraterritorial income, domestic production activities deduction, and the creation of sec. 965 – incentives to reinvest foreign earnings in the U.S.
- Sections 1310 and 1351 of P.L. 109-58, which provides for the modification to special rules for nuclear decommissioning costs, repeal of the limitation on contract research expenses paid so small businesses, universities, and federal laboratories.
- Section 11146 of P.L. 109-59, the tax treatment of state ownership of railroad real estate investment trust.
- Section 403(q) of P.L. 109-135, which provides incentives to reinvest foreign earnings from controlled foreign corporations in the U.S.
- Section 513 of P.L. 109-222, which repeals foreign sales corporation/extraterritorial income exclusion binding contract relief.
- Sections 104 and 307 of P.L. 109-432, which increases the rates of the alternative incremental credit and provides a new alternative simplified credit and that gross income does not include an IRA distribution used to fund an HSA.
- Sections 8233 and 8235 of P.L. 110-28, which created a special rule for banks required to change from the reserve method of accounting in becoming tax-option (S) corporations and the elimination of all earnings and profits attributable to pre-1983 years.
- Section 11(e) and (g) of P.L. 110-172, which provides clerical amendments to research credits for controlled corporations and common control, and clerical amendments to the FSC Repeal and Extraterritorial Income Exclusion Act of 2000.
- Section 301 of P.L. 110-245, which provides for tax responsibilities of expatriation.
- Section 15351 of P.L. 110-246, limits the amount of farm losses that may offset non-farming business income to \$300,000.
- Section 302 of division A, section 401 of division B, and sections 312, 322, 502(c), 707, and 801 of division C of P.L. 110-343, which limits executive compensation for employers participating in troubled assets relief program for the taxable year in which the troubled assets exceed \$300,000,000. Caps the domestic production activities deduction at 6% for oil-related activities. The deduction

- for income attributable to domestic production activities in Puerto Rico applies to the first 8 taxable years beginning before January 1, 2010. Tax incentives for investment in the District of Columbia includes exclusion for gain on sale of an asset held from more than 5 years. Defines wages for purposes of the domestic production activities deduction. Creates sec. 198A to provide for expensing of disaster expenses for control of hazardous substances. Specifies treatment of nonqualified deferred compensation plans maintained by foreign corporations.
- Sections 1232, 1241, 1251, 1501, and 1502 of division B of P.L. 111-5, which suspends the special rules for original issue discount on high yield obligations issued during the period 9/1/2008 and 12/31/2009. Allows a 75% exclusion for small business stock issued between 1/17/2009 and 12/31/2009. Provides that no built-in-gain tax is imposed on a tax-option (S) Corporation for a taxable year beginning in 2009 and 2010 if the seventh taxable year in the corporation's recognition period preceded such taxable year. Tax-exempt obligations held by financial institutions, in an amount not to exceed 2 percent of the adjusted basis of the financial institution's assets, are not taken into account for determining the portion of the financial institutions interest expense subject to the pro rata interest disallowance rule of sec. 265(b). Modification of the small insurer exception to tax-exempt interest expense allocation rules for financial institutions.
 - Sections 211, 212, 213, 214, and 216 of P.L. 111-226, which adopts a matching rule to prevent the separation of foreign taxes from the associated foreign income, denies a foreign tax credit for the disqualified portion of any foreign income tax paid in connection with a covered asset acquisition, provides a separate application of foreign tax credit limitation to items resourced under treaties, limits the amount of foreign taxes deemed paid with respect to sec. 956 inclusions, treats a foreign corporation as a member of an affiliated group for interest allocation and apportionment purposes in more than 50% of gross income is effectively connected income and at least 80% of either the vote or value of all outstanding stock is owned directly or indirectly by members of the affiliated group.
 - Sections 2011 and 2122 of P.L. 111-240, which provides a 100% exclusion for the gain on the sale of small business stock acquired after 9/27/2010 and before 1/1/2011, and clarifies the income sourcing rules for guarantee fees.
 - Sections 753, 754, and 760 of P.L. 111-312, which excludes 60% of the gain on the sale of small business stock in an empowerment zone business to gain attributable to periods before 1/1/2016, specifies that gross income does not include gain on stock acquired before 1/1/2012 and held for more than 5 years, and excludes the gain on sale of small business stock acquired in 2011.
 - Section 1106 of P.L. 112-95, which allows airline employees to contribute airline payment amounts under a bankruptcy claim to a traditional IRA as a rollover contribution.
 - Sections 104, 318, 322, 323, 324, 326, 327, and 411 of P.L. 112-240, which makes the alternative minimum tax exemption permanent and indexed for inflation, extends through 2013 the deduction with respect to income attributable to domestic production activities in Puerto Rico, extends the subpart F exception for active financing income, extends the look-thru treatment of payments between related controlled foreign corporations under foreign personal holding company, provides 100% exclusion for gain on small business stock acquired in 2012 and 2013, extends through 2013 the reduction in tax-option (S) Corporation built-in gains tax and clarifies treatment of installment sales, provides a 60% exclusion for gain on small business stock acquired before 2019, and extends through 2013 the rules that allow gain certain sales of electric transmission property to be recognized ratably over 8 taxable years.
 - Section 2 of P.L. 114-7, relating to contributions for relief of slain New York Police Detectives.
 - Section 1101 of P.L. 114-74 relating to partnership rules.
 - Section 305 of division P of P.L. 114-113, relating to the transportation costs of independent refiners.
 - Sections 123, 125-128, 143, 144, 151-153, 165-167, 169-171, 189, 191, 307, 326, and 411 of division Q of P.L. 114-113.
 - Section 123, relating to extension of 15-year straight-line cost recovery for qualified leasehold improvements, qualified restaurant buildings and improvements, and qualified retail improvements.
 - Section 125, relating to the extension of treatment of certain dividends of regulated investment companies.
 - Section 126, relating to the extension of exclusion of 100 percent of gain on certain small business stock.
 - Section 127, relating to the extension of reduction in S-corporation recognition period for built-in gains tax.
 - Section 128, relating to the extension of subpart F exception for active financing income.
 - Section 143, relating to the extension and modification of bonus depreciation.
 - Section 144, relating to the extension of look-thru treatment of payments between related controlled foreign corporations under foreign personal holding company rules.

- Section 151, relating to the extension and modification of exclusion from gross income of discharge of qualified principal residence indebtedness.
- Section 152, relating to the extension of mortgage insurance premiums treated as qualified residence interest.
- Section 153, relating to the extension of above-the-line deduction for qualified tuition and related expenses.
- Section 165, relating to the extension of classification of certain race horses as 3-year property.
- Section 166, relating to the extension of 7-year recovery period for motorsports entertainment complexes.
- Section 167, relating to the extension and modification of accelerated depreciation for business property on an Indian reservation.
- Section 169, relating to the extension of special expensing rules for certain film and television productions; special expensing for live theatrical productions.
- Section 170, relating to the extension of deduction allowable with respect to income attributable to domestic production activities in Puerto Rico.
- Section 171, relating to the extension and modification of empowerment zone tax incentives.
- Section 189, relating to the extension of special allowance for second generation biofuel plant property.
- Section 191, relating to the extension of special rule for sales or dispositions to implement FERC or State electric restructuring policy for qualified electric utilities.
- Section 307, relating to the technical amendment relating to rollover of certain airline payment amounts.
- Section 326, relating to the dividends derived from RICs and REITs ineligible for deduction for United States source portion of dividends from certain foreign corporations.
- Section 411, relating to the partnership audit rules.
- Sections 11011, 11012, 13201 (a) to (e) and (g), 13206, 13221, 13301, 13304 (a), (b), and (d), 13531, 13601, 13801, 14101, 14102, 14103, 14201, 14202, 14211, 14212, 14213, 14214, 14215, 14221, 14222, 14301, 14302, 14304, and 14401 of P.L. 115–97:
 - Section 11011, relating to the 20% deduction for domestic qualified business income.
 - Section 11012, relating to the limitation on losses for taxpayers other than corporations.
- Section 13201 (a) to (e) and (g), relating to the temporary 100% expensing for certain business assets (bonus depreciation).
- Section 13206, relating to the amortization of research and experimental expenditures beginning in 2022.
- Section 13221, relating to special rules for the taxable year of inclusion.
- Section 13301, relating to the 30% taxable income limitation for the deduction of interest.
- Section 13304(a), (b), and (d) relating to the limit on the deduction by employers of fringe benefits (meals, entertainment, and transportation).
- Section 13531, relating to the limitation on deductions for FDIC premiums.
- Section 13601, relating to the modification of the limitation on excessive employee remuneration.
- Section 13801, relating to the production period for beer, wine, and distilled spirits.
- Section 14101, relating to the deduction for the foreign-source portion of dividends received by domestic corporations from specified 10% owned foreign corporations.
- Section 14102, relating to the special rules for sale or transfers involving specified 10% owned foreign corporations.
- Section 14103, relating to the treatment of deferred foreign income upon transition to a participation exemption system of taxation.
- Section 14201, relating to the current year global intangible low-taxed income by U.S. shareholders.
- Section 14202, relating to the deduction for foreign derived intangible income and global intangible low-taxed income.
- Section 14211, relating to the elimination of the inclusion of foreign base company oil related income.
- Section 14212, relating to the repeal of the inclusion based on withdrawal of previously excluded subpart F income from qualified investment.
- Section 14213, relating to the modification of stock attribution rules for determining the status as a controlled foreign corporation.
- Section 14214, relating to the modification of the definition of a U.S. shareholder.
- Section 14215, relating to the elimination of the requirement that a corporation must be controlled for 30 days before the subpart F inclusions apply.
- Section 14221, relating to the limitations on income shifting through intangible property transfers.
- Section 14222, relating to certain related party

amounts paid or accrued in hybrid transactions or with hybrid entities.

- Section 14301, relating to the repeal of section 902 – indirect foreign tax credits, and determination of the deemed paid credit for subpart F inclusions under sec. 960 on a current year basis.
- Section 14302, relating to the separate foreign tax credit limitation basket for foreign branch income.
- Section 14304, relating to the election to increase the percentage of domestic taxable income offset by the overall domestic loss treated as foreign source.
- Section 14401, relating to the base erosion anti-abuse tax.

Other Exceptions to Internal Revenue Code

The following federal provisions in effect as of December 31, 2017, are specifically excluded for Wisconsin franchise and income tax purposes:

Depreciation and Bonus Depreciation

For taxable years beginning on or after January 1, 2014, for purposes of computing depreciation, depletion, and amortization, the Internal Revenue Code means the federal Internal Revenue Code in effect on January 1, 2014.

The provision that property required to be depreciated for taxable year 1986 under the Internal Revenue Code as

amended to December 31, 1980, to continue to be depreciated under the Internal Revenue Code as amended to December 31, 1980, is limited to taxable years beginning before January 1, 2014.

Wisconsin has not adopted federal bonus depreciation provisions. For Wisconsin purposes, depreciation, depletion, and amortization is computed based on the Internal Revenue Code in effect on January 1, 2014.

Section 179 Expense

Wisconsin has adopted federal section 179 expense provisions. For taxable years beginning on or after January 1, 2014, sections 179, 179A, 179B, 179C, 179D, and 179E of the Internal Revenue Code, related to expensing of depreciable business assets, apply for Wisconsin tax purposes. "Internal Revenue Code" means the federal Internal Revenue Code in effect for the year in which the property is placed in service.

Accounting for Differences

Adjustments may be necessary to account for differences between federal and Wisconsin taxable income because of the items described above. Exempt organizations show these adjustments on Part 1 and Part 2. See the instructions for line 1 for details.

Line-by-Line Instructions for Form 4T

You must complete pages 1 and 2 of Form 4T and make appropriate entries on page 3. Do not enter "See attached" instead of completing the entry spaces. If more space is needed, use separate sheets using the same size and format as the printed forms.

Round cents to the nearest whole dollar by eliminating amounts less than 50 cents and increasing amounts from 50 cents through 99 cents to the next higher dollar.

The name and address information should be written on single lines. Do not stack the information on the lines. If more room is needed, abbreviate where possible.

Do not write "None" on the amount lines if there is not an entry for the lines. Instead, leave the lines blank.

Caution: Federal line numbers referred to on Form 4T and in these instructions may change.

Items A Through J

Before completing items A through J, fill in the exempt organization's 2018 taxable year at the top of the form and the organization's name and address. If the organization dissolved, enter the date of dissolution as the ending date of the 2018 taxable year.

■ **Item A. Federal Employer Identification Number** – Enter the exempt organization's federal employer identification number (EIN). If you haven't yet applied for a federal EIN, you may do so by filing federal Form SS-4 with the IRS, calling the IRS's toll-free number at (800) 829-4933, or applying online at [http://www.irs.gov/Businesses/Small-Businesses-&Self-Employed/Apply-for-an-Employer-Identification-Number-\(EIN\)-Online](http://www.irs.gov/Businesses/Small-Businesses-&Self-Employed/Apply-for-an-Employer-Identification-Number-(EIN)-Online).

■ **Item B. Business Activity (NAICS) Code** – Enter the organization's principal business activity code, based on the North American Industry Classification System (NAICS),

from your federal return. If your federal return is a consolidated return, go to [census.gov/epcd/www/naics.html](https://www.census.gov/epcd/www/naics.html) to find the NAICS code for your principal business activity.

■ **Item C. State and Year of Organization** – Enter the 2-letter postal abbreviation for the state (or name of the foreign country) under whose laws the organization was formed or organized and the year of formation or organization.

■ **D1. Amended Return** – Check here if this is an amended return. Include Schedule AR detailing the lines you are changing and any supporting form or schedule.

■ **D2. First Return** – Check here if this is the first year that you are filing a Wisconsin return because the corporation wasn't in existence or didn't do business in Wisconsin in prior years.

■ **D3. Final Return** – If the corporation ceased to exist or withdrew from Wisconsin during the year and will no longer be filing Form 4T, check here and submit a copy of your plan of liquidation and federal Form 966 if the corporation liquidated. Note: checking this box will not close all your accounts with the department; only the corporation account will close.

■ **D4-5. Short Period** – Indicate that a short period return is being filed due to a change in the corporation's accounting period or a stock purchase or sale by checking the appropriate line.

Be sure to use the correct year's tax return when filing for a short period. If the tax returns are not yet available, wait until the returns become available and file under extension. For example, if a taxpayer has a short period from January 1, 2019 through February 28, 2019, the 2019 Form 4T will not be ready by July 15, 2019 (unextended due date for a March 31 year-end). Wisconsin law follows the federal extension provisions, but provides for an additional 30 day extension beyond the federal extension, so filing under extension will allow the correct years return to be filed when the 2019 Form 4T is available (typically November 1). Note that an extension does not extend the time to pay a balance due. In order to avoid interest charges, pay the amount due by the unextended due date.

■ **Item E. Extended Due Date** – Check here if the exempt organization has an extension of time to file its Wisconsin return, and enter the extended due date.

Disaster Relief Extension. If you are filing under extension because of a federal or state disaster, include a statement indicating which disaster extension you are using and attach it to your return. Additional information on disaster areas can be found here: revenue.wi.gov/Pages/Businesses/Disaster-Tax-Assistance.aspx

■ **Item F. Schedule RT Required** – Check here if the exempt organization is filing Schedule RT, *Wisconsin Related Entity Expenses Disclosure Statement*, with its return. Schedule RT is generally required if the exempt organization pays, accrues, or incurs more than \$100,000 of expenses to a related person or entity in the taxable year. See the Schedule RT instructions for details of the requirement to file Schedule RT.

■ **Item G. Name Change** - Check here if the organization changed its name during the taxable year.

■ **Item H. Internal Revenue Service Adjustment** – If an organization's federal tax return is adjusted by the IRS and the adjustments affect the Wisconsin net tax payable, the amount of a Wisconsin credit, a Wisconsin net business loss carryforward, or a Wisconsin capital loss carryforward, you must report the adjustments to the Department of Revenue within 90 days after they become final.

Send a copy of the final federal audit reports and any associated amended Wisconsin returns to the Wisconsin Department of Revenue, PO Box 8908, Madison, WI 53708-8908. If submitting a federal audit report without an amended return, mail it to the Audit Bureau, Wisconsin Department of Revenue, Mail Stop 3-107, PO Box 8906, Madison, WI 53708-8906. Don't include these items with the tax return for the current year.

■ **Item I. Type of Organization** – Check the line that indicates how the organization will be taxed. Failure to check the proper box may result in the incorrect processing of your return.

■ **Item J. Name of Trustee** – Enter the name of the trustee if the organization is taxable as a trust.

NOTE: Lines 1 through 13 are only for exempt organizations taxable as corporations. Exempt organizations taxable as trusts must skip lines 1 through 13 and begin on line 14.

Lines 1 Through 13 - Organizations Taxable as Corporations

■ **Line 1. Federal Unrelated Business Taxable Income** – Enter the amount from federal Form 990-T, line 34. This is federal unrelated business taxable income after the net operating loss deduction and special deductions. All income that is realized from the sale of or purchase and subsequent sale or redemption of lottery prizes if the winning tickets were originally bought in Wisconsin must be reported to Wisconsin.

If any changes to the IRC or depreciation or amortization differences described above affect the computation of federal unrelated business taxable income but don't apply for Wisconsin purposes, enter the adjustments on lines 2 or 4..

■ **Line 2 – Additions** – Enter the total additions from Part 1 on page 3.

Instructions for how to complete Part 1:

- **Line 1. Interest Income** – Enter interest income, less related expenses, received on state and municipal obligations that was excluded from federal unrelated business taxable income, except interest which is by law exempt from Wisconsin taxation. Enter only the state or municipal interest that is considered unrelated business taxable income.
- **Line 2. State Taxes** – Enter the amount of taxes deducted from federal unrelated business taxable income under IRC section 164.
- **Line 3. Capital Gains and Losses** – If federal unrelated business taxable income includes capital gains or losses, complete Wisconsin Schedule WD (Form 2) to determine if an adjustment is necessary to arrive at Wisconsin unrelated business taxable income. For example, an adjustment may be required because Wisconsin law limits deductions for net capital losses to \$500.
- **Line 4. Net Operating Loss Carryover** – Enter the amount of any federal net operating loss carryover.
- **Lines 5. Related Entity Expenses** – An exempt organization taxable as a trust must make an addition modification to “add back” management fees and intangible, interest or rental expenses paid, accrued, or incurred to a related entity. These expenses must generally also be disclosed on Schedule RT. See the Schedule RT instructions for further details of the expenses required to be disclosed on Schedule RT and added back to income on Part 1 on page 3.

After the trust makes this addition modification, the trust uses Part II of Schedule RT to determine if it is eligible for a deduction for any of the amount added back. The trust then makes a subtraction modification on Part 2 in the amount it is eligible to deduct.

If the trust is a partner, member, beneficiary, or shareholder of a pass-through entity, also include the amount of modification included on line 21a of Schedule 3K-1; line 14a of Schedule 2K-1; and line 18a of Schedule 5K-1, as applicable.

- **Line 6. Domestic Production Activities Income** – Enter the amount of domestic production activities deduction (also called “section 199 deduction”) included in federal taxable income.

- **Line 7. Transitional Adjustments** – Enter any transitional adjustments required by sec. 71.05(13), Wis. Stats., to account for differences between the federal and Wisconsin bases of changing basis assets (those subject to depreciation or amortization). Include a schedule showing the computation of each transitional adjustment made.
- **Line 8. Credits Includable in Income** – For certain credits, you must include the credit amount in your income. Enter on line 8 the total of the following credit amounts, if applicable:

Credit	Schedule
Business Development Credit	Schedule BD
Community Rehabilitation Program Credit	Schedule CM
Development Zones Credits	Schedule DC
Economic Development Tax Credit	Schedule ED
Electronics and Information Technology Manufacturing Zone Credit	Schedule EIT
Employee College Savings Account Contribution Credit	Schedule ES
Enterprise Zone Jobs Credit	Schedule EC
Farmland Preservation Credit	Schedules FC & FC-A
Jobs Tax Credit	Schedule JT
Manufacturing & Agriculture Credit	2017 Schedule MA-M and Schedule MA-A
Manufacturing Investment Credit	Schedule MI
Research Expense Credit	Schedule R
Technology Zone Credit	Schedule TC

- **Line 9. Other Additions** – Enter any other amount subject to Wisconsin taxation, less any expense amount allocable to it, which has been excluded or deducted in the computation of federal unrelated business taxable income:
 - Enter all income that is realized from the sale of or purchase and subsequent sale or redemption of lottery prizes if the tickets were originally bought in Wisconsin.
 - Adjustments required as a result of changes made to the Internal Revenue Code which don't apply for Wisconsin. Refer to the list of provisions of the Internal Revenue Code not adopted by Wisconsin on pages 6-9 for items that may require adjustment.

■ **Line 4 – Subtractions** – Enter the total subtractions from Part 2 on page 3.

Instructions for how to complete Part 2:

- **Line 1. Interest Income** – Enter interest and dividend income, less related expenses, received on obligations and certain securities of the United States government that was included in federal unrelated business taxable income and is exempt from state income taxation.
- **Line 2. Capital Gains and Losses** – If federal unrelated business taxable income includes capital gains or losses, complete Wisconsin Schedule WD (Form 2) to determine if an adjustment is necessary to arrive at Wisconsin unrelated business taxable income. For example, an adjustment may be required because Wisconsin law allows an exclusion of 30% of the net capital gain from assets held more than one year (60% on farm assets held more than one year and on all farm assets acquired from a decedent).
- **Line 3. Net Operating Loss Carryforward** – Enter the amount of any Wisconsin net operating loss carryforward. The Wisconsin net operating loss is the federal net operating loss plus or minus modifications required for Wisconsin tax purposes. Net operating losses from years before the exempt organization became subject to Wisconsin income taxation can't be included on line 3.
- **Line 4. Related Entity Expenses** – An exempt organization taxable as a trust must make an addition modification to "add back" management fees and intangible, interest or rental expenses paid, accrued, or incurred to a related entity if that interest was deducted from federal unrelated business taxable income. The "addback" is reported on Part 1, line 5. After the exempt organization makes this addition modification, it completes Part II of Schedule RT to determine if it is eligible for a deduction for any of the amount added back. The exempt organization then makes a subtraction modification on Part 2, line 4, for the amount it is eligible to deduct. See the Schedule RT instructions for details of the conditions necessary to claim this subtraction.

If the exempt organization is a partner, member, beneficiary, or shareholder of a pass-through entity, also include the amount of modification included on line 21b of Schedule 3K-1, line 14b of Schedule 2K-1, and line 18b of Schedule 5K-1, as applicable.

- **Line 6. Transitional Adjustments** – Enter any transitional adjustment required by sec. 71.05(13), Wis. Stats., to account for differences between the federal and Wisconsin bases of changing basis assets (those subject to depreciation or amortization). Include a schedule showing the computation of each transitional adjustment.
- **Line 7. Other Subtractions** – Enter any amount not subject to Wisconsin taxation that was included in federal unrelated business taxable income or any deduction allowed for Wisconsin that wasn't deducted federally (such as development zones investment credit recaptured):

- Include on line 6 any trust income that was included in federal unrelated business taxable income but not sourced to Wisconsin.
- Adjustments required as a result of changes made to the Internal Revenue Code which don't apply for Wisconsin. Refer to the list of provisions of the Internal Revenue Code not adopted by Wisconsin on pages 6-9 for items that may require adjustment.

■ **Lines 5 through 10. Apportionment Data** – If using the apportionment method, complete Wisconsin Form A-1, *Wisconsin Apportionment Data for Single Factor Formulas*, or A-2, *Wisconsin Apportionment Data for Multiple Factor Formulas*, and enter the amounts requested. If using the separate accounting method, don't complete lines 5 through 9. Instead, see the instructions for Separate Accounting Data in the instructions and enter the Wisconsin unrelated business taxable income on line 10.

■ **Line 11. Gross Tax** – Enter 7.9% of the Wisconsin unrelated business taxable income reported on line 9.

■ **Line 12. Nonrefundable Credits** – Enter any nonrefundable credits the exempt organization is claiming from Schedule CR. However, you may not offset these credits against the economic development surcharge. If you are claiming more than one credit, you must claim the credits in a specific order. To receive any credits, the taxpayer must include the appropriate credit computation schedules. See the Schedule CR instructions for details.

If you are using credits carried forward from prior years or have current year unused credits that are being carried forward, complete and include a Schedule CF for each credit.

To determine if the organization qualifies for any credits, see Publication 123, *Business Tax Incentives*, which is available on the Department of Revenue's web site at revenue.wi.gov/html/taxpubs.html.

■ **Line 13. Net Tax** – Subtract line 12 from line 11. If line 12 is greater than line 11, enter zero (0).

Lines 14 Through 23 - Organizations Taxable as Trusts

■ **Line 14. Federal Unrelated Business Taxable Income** – Enter the amount from federal Form 990-T, line 34. However, if the trust is required to file Form 4720, enter the amount of federal unrelated business taxable income as computed in the supporting schedules to Form 4720. The amount on line 14 should be after applying the net operating loss deduction and special deductions.

CAUTION: If any changes to the Internal Revenue Code or differences described earlier affect the computation of federal unrelated business taxable income but don't apply for Wisconsin purposes, account for the differences on Part 1 and 2 on page 3.

■ **Line 15. Trust Additions** – Federal unrelated business taxable income on Form 4T, line 14, may include items that aren't deductible for Wisconsin tax purposes, or it may not include items that are taxable for Wisconsin tax purposes. Complete Part 1 on page 3 and enter the total to account for these differences.

Instructions for how to complete Part 1:

• **Line 1. Interest Income** – Enter interest income, less related expenses, received on state and municipal obligations that was excluded from federal unrelated business taxable income, except interest which is by law exempt from Wisconsin taxation. Enter only the state or municipal interest that is considered unrelated business taxable income.

Line 2. State Taxes – Enter the amount of taxes deducted from federal unrelated business taxable income under IRC section 164.

Line 3. Capital Gains and Losses – If federal unrelated business taxable income includes capital gains or losses, complete Wisconsin Schedule WD (Form 2) to determine if an adjustment is necessary to arrive at Wisconsin unrelated business taxable income. For example, an adjustment may be required because Wisconsin law limits deductions for net capital losses to \$500.

Line 4. Net Operating Loss Carryover – Enter the amount of any federal net operating loss carryover.

Lines 5. Related Entity Expenses – An exempt organization taxable as a trust must make an addition modification to “add back” management fees and intangible, interest or rental expenses paid, accrued, or incurred to a related entity. These expenses must generally also be disclosed on Schedule RT. See the Schedule RT instructions for further details of the expenses required to be disclosed on Schedule RT and added back to income on Part 1.

After the trust makes this addition modification, the trust uses Part II of Schedule RT to determine if it is eligible for a deduction for any of the amount added back. The trust then makes a subtraction modification on Part 2 in the amount it is eligible to deduct.

If the trust is a partner, member, beneficiary, or shareholder of a pass-through entity, also include the amount of modification included on line 21a of Schedule 3K-1; line 14a of Schedule 2K-1; and line 18a of Schedule 5K-1, as applicable.

• **Line 6. Domestic Production Activities Income** – Enter the amount of domestic production activities deduction (also called “section 199 deduction”) included in federal taxable income.

• **Line 7. Transitional Adjustments** – Enter any transitional adjustments required by sec. 71.05(13), Wis. Stats., to account for differences between the federal and Wisconsin bases of changing basis assets (those subject to depreciation or amortization). Include a schedule showing the computation of each transitional adjustment made.

• **Line 8. Credits Includable in Income** – For certain credits, you must include the credit amount in your income. Enter on line 8 the total of the following credit amounts, if applicable:

Credit	Schedule
Business Development Credit	Schedule BD
Community Rehabilitation Program Credit	Schedule CM
Development Zones Credits	Schedule DC
Economic Development Tax Credit	Schedule ED
Electronics and Information Technology Manufacturing Zone Credit	Schedule EIT
Employee College Savings Account Contribution Credit	Schedule ES
Enterprise Zone Jobs Credit	Schedule EC
Farmland Preservation Credit	Schedules FC & FC-A
Jobs Tax Credit	Schedule JT
Manufacturing & Agriculture Credit	2017 Schedule MA-M and Schedule MA-A
Manufacturing Investment Credit	Schedule MI
Research Expense Credit	Schedule R
Technology Zone Credit	Schedule TC

• **Line 9. Other Additions** – Enter any other amount subject to Wisconsin taxation, less any expense amount allocable to it, which has been excluded or deducted in the computation of federal unrelated business taxable income:

- Enter all income that is realized from the sale of or purchase and subsequent sale or redemption of lottery prizes if the tickets were originally bought in Wisconsin.
- Adjustments required as a result of changes made to the Internal Revenue Code which don't apply for Wisconsin. Refer to the list of provisions of the Internal Revenue Code not adopted by Wisconsin on pages 6-9 for items that may require adjustment.

■ **Line 17. Trust Subtractions** – Federal unrelated business taxable income on Form 4T, line 14, may not include items that are deductible for Wisconsin tax purposes, or it may include items that aren't taxable for Wisconsin purposes. Complete Part 2 on page 3 and enter the total.

Instructions for how to complete Part 2:

- **Line 1. Interest Income** – Enter interest and dividend income, less related expenses, received on obligations and certain securities of the United States government that was included in federal unrelated business taxable income and is exempt from state income taxation.
- **Line 2. Capital Gains and Losses** – If federal unrelated business taxable income includes capital gains or losses, complete Wisconsin Schedule WD (Form 2) to determine if an adjustment is necessary to arrive at Wisconsin unrelated business taxable income. For example, an adjustment may be required because Wisconsin law allows an exclusion of 30% of the net capital gain from assets held more than one year (60% on farm assets held more than one year and on all farm assets acquired from a decedent).
- **Line 3. Net Operating Loss Carryforward** – Enter the amount of any Wisconsin net operating loss carryforward. The Wisconsin net operating loss is the federal net operating loss plus or minus modifications required for Wisconsin tax purposes. Net operating losses from years before the exempt organization became subject to Wisconsin income taxation can't be included on line 3.
- **Line 4. Related Entity Expenses** – An exempt organization taxable as a trust must make an addition modification to "add back" management fees and intangible, interest or rental expenses paid, accrued, or incurred to a related entity if that interest was deducted from federal unrelated business taxable income. The "addback" is reported on Part 1, line 5. After the exempt organization makes this addition modification, it completes Part II of Schedule RT to determine if it is eligible for a deduction for any of the amount added back. The exempt organization then makes a subtraction modification on Part 2, line 4, for the amount it is eligible to deduct. See the Schedule RT instructions for details of the conditions necessary to claim this subtraction.

If the exempt organization is a partner, member, beneficiary, or shareholder of a pass-through entity, also include the amount of modification included on line 21b of Schedule 3K-1, line 14b of Schedule 2K-1, and line 18b of Schedule 5K-1, as applicable.

- **Line 6. Transitional Adjustments** – Enter any transitional adjustment required by sec. 71.05(13), Wis. Stats., to account for differences between the federal and Wisconsin bases of changing basis assets (those subject to depreciation or amortization). Include a schedule showing the computation of each transitional adjustment.

- **Line 7. Other Subtractions** – Enter any amount not subject to Wisconsin taxation that was included in federal unrelated business taxable income or any deduction allowed for Wisconsin that wasn't deducted federally (such as development zones investment credit recaptured):
 - Include on line 6 any trust income that was included in federal unrelated business taxable income but not sourced to Wisconsin.
 - Adjustments required as a result of changes made to the Internal Revenue Code which don't apply for Wisconsin. Refer to the list of provisions of the Internal Revenue Code not adopted by Wisconsin on pages 6-9 for items that may require adjustment.

■ **Line 19. Gross Tax** – Compute the tax on the Wisconsin unrelated business taxable income on line 18 using the tax table located in the instructions.

■ **Line 20. Nonrefundable Credits** – Enter any nonrefundable credits the exempt organization is claiming from Schedule CR. However, you may not offset these credits against the economic development surcharge. If you are claiming more than one credit, you must claim the credits in a specific order. To receive any credits, the taxpayer must include the appropriate credit computation schedules. See the Schedule CR instructions for details.

To determine if the organization qualifies for any credits, see Publication 123, *Business Tax Incentives*, which is available on the Department of Revenue's web site at revenue.wi.gov/html/taxpubs.html.

■ **Line 21. Net Income Tax Paid to Other States** – Wisconsin resident trusts may claim a credit for income tax paid to another state or the District of Columbia, subject to the following requirements.

- The income taxed by the other state must be included in Wisconsin unrelated business taxable income,
- The credit claimed must be for the net amount of tax paid to the other state (this may be more or less than the amount paid as estimated tax), and
- A copy of Wisconsin Schedule OS and the other state's tax return must be included with Form 4T.

See Wisconsin Schedule OS for more information.

Lines 25 Through 41

■ **Line 25. Economic Development Surcharge** – Compute the surcharge as explained below. For further information, see [Publication 400, Wisconsin's Economic Development Surcharge](#).

Exempt organizations taxable as corporations: Enter the greater of \$25 or 3% (0.03) of the gross tax on line 11, but

not more than \$9,800. **Note:** The economic development surcharge does not apply to exempt organizations taxable as corporations that have less than \$4 million of gross receipts from all unrelated trade or business activities for federal income tax purposes.

■ **Line 26. Endangered Resources Donation** – (For exempt organizations taxable as corporations.) Your donation supports the preservation and management of more than 200 endangered and threatened Wisconsin plants and animals. It also helps protect Wisconsin’s finest remaining examples of prairies, forests, and wetlands. Support endangered resources in Wisconsin. Fill in line 23 with the amount you wish to donate. Your gift will either reduce your refund or be added to tax due.

You can make an online donation at the following web site:

dnr.wi.gov/topic/endangeredresources/donate.html

You can also send a check directly to the Endangered Resources Fund, Department of Natural Resources, PO Box 7921, Madison WI 53707-7921.

■ **Line 27. Veterans Trust Fund Donation** – You may designate an amount as a veterans trust fund donation. Your donation will be used by the Wisconsin Department of Veterans Affairs for the benefit of veterans or their dependents. Fill in line 27 with the amount you wish to donate. Your donation will either reduce your refund or be added to tax due.

■ **Line 29. Estimated Tax Payments** – Enter estimated tax payments made or overpayments applied from prior years’ returns. Subtract any “quick refund” applied for on Form 4466W.

■ **Line 30. Wisconsin Tax Withheld** – Enter your share of Wisconsin tax withheld from pass-through entities of which you are a member, as reported on Wisconsin Schedules 2K-1, 3K-1, or 5K-1. Include a copy of the Schedule 2K-1, 3K-1, or 5K-1 with the tax return that you file. Also enter the amount of Wisconsin tax withheld from lottery prizes.

If this is an amended return, enter the Wisconsin tax withheld reported on your original return, unless the amount you originally reported was incorrect.

■ **Line 31. Refundable Credits** – Enter any refundable credits the exempt organization is claiming from Schedule CR. To determine if the organization qualifies for any credits, see Publication 123, *Business Tax Incentives* (available at revenue.wi.gov/html/taxpubs.html). To claim a credit, complete the appropriate credit schedule as instructed by Publication 123, enter the credit amount on the appropriate line of Schedule CR, and include the credit schedule and Schedule CR with your return.

■ **Line 32. Amended Return - Amount Previously Paid** - Complete this line only if this is an amended 2018 Form 4T. Fill in the amount of tax you paid with your original Form 4T plus any additional amounts paid after it was filed.

If you did not pay the full amount shown on your original Form 4T, fill in only the portion that you actually paid. Also, include any additional tax that may have resulted if your original return was changed or audited. This includes additional tax paid with a previously filed 2018 amended return and additional tax paid as a result of a department adjustment to your return. Do not include payments of interest or penalties.

■ **Line 34. Amended Return - Amount Previously Refunded** - Complete this line only if this is an amended 2018 Form 4T. Fill in the refund from your original 2018 return (not including the amount applied to your 2019 estimated tax).

If your refund was reduced because you owed underpayment interest or any penalties, fill in the amount of your refund before the reduction for underpayment interest or penalty. If your 2018 return was adjusted by the department, fill in the refund shown on the adjustment notice you received. If the adjustment notice shows a tax due rather than a refund, complete line 32 instead of line 34.

■ **Line 36. Interest, Penalty, and Late Fee Due** – Enter any interest, penalty, and late fee due from Form U, line 17 or 26; or Schedule U, line 15 or 29. Check the space after the arrow line if you computed underpayment interest using the annualized income installment method on Form U, page 2.

If you are filing an amended return and you were previously assessed interest for underpayment of estimated taxes, complete an amended Form U, Part I, or Schedule U based on the total of the amounts shown on Form 4T, lines 24 and 25. Enter the difference between the underpayment interest from the amended Form U, line 17, or Schedule U line 15 or 29, and the amount you previously paid on Form 4T, line 36. Show an overpayment as a negative number. Include Form U or Schedule U with your amended return. Otherwise, leave line 36 blank. The Department will compute interest on the amount of refund approved or tax owed.

■ **Line 37. Amount Due** – If the total of lines 28 and 36 is larger than line 35, subtract line 35 from the total of lines 28 and 36. Pay by electronic funds transfer or mail your check with a 2018 Form Corp-ES, *Corporation Estimated Tax Voucher*, to the address shown on the voucher. **Otherwise, use paper clips to fasten your check to the front of Form 4T.**

■ **Line 38. Overpayment** – If line 35 is larger than the total of lines 28 and 36, subtract the total of lines 28 and 36 from line 35.

NOTE: If you must recapture development zones investment credits because the property is disposed of or ceases to be qualified property before the end of the recapture period, add the amount from the schedule on page 5 of the Schedule DC instructions to the tax due on line 37 or reduce the overpayment on line 38.

■ **Line 39. 2019 Estimated Tax** – Enter the amount of any overpayment from line 38 that is to be credited to the organization’s 2019 estimated tax. The balance of any overpayment will be refunded.

Changing an Election to Apply a Refund to Estimated Tax

Sections 71.09(7) and 71.29(3), Wis. Stats., provide an election to apply all or a portion of a claimed refund to the following year’s estimated tax payments, if the refund has not been paid or applied elsewhere (for example, against a delinquent tax liability).

An election to apply a refund to estimated tax may be changed to:

- request payment of the refund,
- credit the refund against an amended return tax liability for any year, or
- credit the refund against a notice of amount due for any year.

For individual and fiduciary income tax, notification of a change in election must occur on or before the due date of the final estimated tax installment payment (January 15, 2019, for a calendar-year filer).

For corporation franchise and income tax, notification of a change in election must occur on or before the unextended due date of the following year’s tax return or before the following year’s tax return is filed, whichever is earlier.

The change in election must be in writing. You can file an amended return or send an email, fax, or letter to:

Fiduciaries:

- DOREstateandFiduciary@revenue.wi.gov
- Fax: (608) 267-0834
- Wisconsin Department of Revenue
Mail Stop 6-81
PO Box 8906
Madison WI 53708-8906

Corporations:

- DORFranchise@revenue.wi.gov
- Fax: (608) 267-0834

- Wisconsin Department of Revenue
Mail Stop 6-81
PO Box 8906
Madison WI 53708-8906

Amended Returns

If this is an amended return and you have already filed your 2019 return, enter the overpayment that you claimed as a credit on your 2019 return from your previously filed original or amended 2018 return. Otherwise, you may allocate the overpayment from line 38 between line 39 and line 40 as you choose.

■ **Line 41. Gross Receipts** – Enter the “gross receipts from all unrelated trade or business activities” including gross receipts, gross sales, the gross sales price from the disposition of capital assets and business assets, gross rents, gross income from unrelated debt-financed property, gross interest, annuities, royalties, and rents from controlled organizations, gross investment income, gross exploited exempt activity income, gross advertising income, gross receipts passed through from other entities, and all other receipts that are included in unrelated business taxable income for Wisconsin tax purposes.

Additional Information, Signatures, and Supplemental Schedules

■ **Additional Information Required** – Provide the requested information and answer the questions in items 1 through 5.

■ **Third Party Designee** – If you want to allow a tax preparer or tax preparation firm, or any other person you choose to discuss your 2018 tax return with the Department of Revenue, check “Yes” in the “Third Party Designee” area of your return. Also, fill in the designee’s name, phone number, and any five digits the designee chooses as his or her personal identification number (PIN). If you check “Yes,” you are authorizing the department to discuss with the designee any questions that may arise during the processing of your return. You are also authorizing the designee to:

- Give the department any information missing from your return,
- Call the department for information about the processing of your return or the status of your refund or payment(s), and
- Respond to certain department notices about math errors, offsets, and return preparation.

You are not authorizing the designee to receive any refund check, bind you to anything (including any additional tax liability), or otherwise represent you before the department. If you want to expand the designee’s authorization, you

must submit Form A-222 (*Power of Attorney*). The authorization will automatically end no later than the due date (without regard to extensions) for filing your 2019 tax return.

■ **Signatures** – An officer or trustee of the exempt organization must sign the form at the bottom of page 2. If the return is prepared by someone other than an employee of the exempt organization, the individual who prepared the return must sign the form, by hand, in the space provided for the preparer’s signature and furnish the preparing firm’s federal employer identification number. A self-employed individual must enter “PTIN” and his or her preparer tax identification number in the space for the preparer’s federal employer identification number.

■ **Supplemental Schedules** – Include the following items as supplemental schedules to your Form 4T:

- Your federal Form 990-T or 4720 with all supporting schedules.
- A list of your solely owned LLCs (complete and include Schedule DE with your return).
- Any extension of time to file your return.
- Supporting schedules for Form 4T (supporting schedules that are not Department-prescribed forms may be submitted as .pdf documents with electronic returns).

If you are filing Form 4T on paper, **do not staple, fasten or bind these supplemental schedules to your return. Use paper clips instead.**

Wisconsin Income of Multistate Organizations

Who Must Use Apportionment

Under the apportionment method, an exempt organization shows all income and deductions from unrelated trade or business activities for the organization as a whole and then assigns a part to Wisconsin according to a formula that determines Wisconsin unrelated business taxable income.

An exempt organization engaged in unrelated trade or business activities in and outside Wisconsin is required to report a portion of its total unrelated business taxable income to Wisconsin using the apportionment method if its Wisconsin operations are a part of a unitary business, unless the Department gives permission to use separate accounting. To use the apportionment method, an exempt organization must have unrelated trade or business activity sufficient to create nexus in Wisconsin and at least one other state or foreign country.

A unitary business is one that operates as a unit and can’t be segregated into independently operating divisions or branches. The operations are integrated, and each division or branch is dependent upon or contributory to the operation of the business as a whole. It isn’t necessary that each division or branch operating in Wisconsin contribute to the activities of all divisions or branches outside Wisconsin.

To use the apportionment method, an exempt organization must have business activity sufficient to create nexus in Wisconsin and at least one other state or foreign country. “Nexus” means that an exempt organization’s business activity is of such a degree that the state or foreign country has

jurisdiction to impose an income tax or franchise tax measured by net income.

Under Public Law 86-272, a state can’t impose an income tax or franchise tax based on net income on an exempt organization selling tangible personal property if the organization’s only activity in the state is the solicitation of orders, which orders are approved outside the state and are filled by delivery from a point outside the state.

What Is the Apportionment Percentage

For unitary, multistate businesses (except direct air carriers, air freight forwarders affiliated with a direct air carrier, motor carriers, railroads, pipeline companies, financial institutions, brokers-dealers, investment advisers, investment companies, underwriters, and telecommunications companies whose incomes are apportioned by special rules of the Department), the apportionment percentage is determined by the ratio of Wisconsin sales to total company sales.

For most companies, the apportionment percentage is computed on Form A-1. However, direct air carriers, air freight forwarders affiliated with a direct air carrier, motor carriers, railroads, pipeline companies, and telecommunications companies should see Form A-2 and its instructions.

What Is Nonapportionable Unrelated Business Taxable Income

Nonapportionable income is that income which is allocable directly to a particular state. It includes income or loss derived from the sale of nonbusiness real or tangible personal property or from rentals and royalties from nonbusiness real

or tangible personal property. This income is assigned to the state where the property is located.

All income that is realized from the sale of or purchase and subsequent sale or redemption of lottery prizes if the winning tickets were originally bought in Wisconsin shall be allocated to Wisconsin.

Except for income from lottery prizes described above, the intangible income of a personal holding company is nonapportionable and is assigned to the state of incorporation.

Total nonapportionable income (loss) is removed from total company net income before the apportionment percentage is applied. The Wisconsin nonapportionable income (loss) is then combined with the Wisconsin apportionable income to arrive at Wisconsin net income.

Corporate Partners or LLC Members

An exempt corporation that is a general or limited partner includes its share of the numerator and denominator of the partnership's apportionment factors in the numerator and denominator of its apportionment factors. An exempt corporation that is a member of a limited liability company (LLC) treated as a partnership for federal tax purposes includes its share of the numerator and denominator of the LLC's apportionment factors in the numerator and denominator of its apportionment factors. The exempt corporation should request a detailed breakdown of the partnership's or LLC's items and amounts to be included in the computation of its apportionment factors.

Note: Income from a partnership or LLC may be nontaxable under the principles of the U.S. Supreme Court decision in *Allied-Signal v. Director, Div. of Taxation*, 504 U.S. 768 (1992), if the investment is passive and does not serve an operational function. In this case, the exempt corporation would not include its share of the partnership's or LLC's apportionment factors in the numerator and denominator of its apportionment factors.

Separate Accounting

An exempt organization engaged in a nonunitary business in and outside Wisconsin must determine the amount of income attributable to Wisconsin by separate accounting. The exempt organization uses Form C, *Separate Accounting Data*, to report the amount attributable to Wisconsin by separate accounting. A nonunitary business is one in which the operations in Wisconsin aren't dependent upon or contributory to the operations outside Wisconsin. Under separate accounting, the exempt organization must keep separate records of the sales, cost of sales, and expenses for the Wisconsin business.

A unitary business may use separate accounting only with the approval of the Department. An application for such approval must set forth, in detail, the reasons why separate accounting will more clearly reflect the exempt organization's Wisconsin net income. It should be mailed to the Wisconsin Department of Revenue, Mail Stop 3-107, PO Box 8906, Madison, WI 53708-8906 before the end of the taxable year for which the use of separate accounting is desired.

2018 TAX TABLE

If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is
			4,000	4,100	162	9,500	9,600	382	15,000	15,100	668	20,500	20,600	989
			4,100	4,200	166	9,600	9,700	386	15,100	15,200	674	20,600	20,700	995
			4,200	4,300	170	9,700	9,800	390	15,200	15,300	680	20,700	20,800	1,001
			4,300	4,400	174	9,800	9,900	394	15,300	15,400	686	20,800	20,900	1,007
			4,400	4,500	178	9,900	10,000	398	15,400	15,500	692	20,900	21,000	1,013
			4,500	4,600	182	10,000	10,100	402	15,500	15,600	697	21,000	21,100	1,019
			4,600	4,700	186	10,100	10,200	406	15,600	15,700	703	21,100	21,200	1,024
			4,700	4,800	190	10,200	10,300	410	15,700	15,800	709	21,200	21,300	1,030
			4,800	4,900	194	10,300	10,400	414	15,800	15,900	715	21,300	21,400	1,036
			4,900	5,000	198	10,400	10,500	418	15,900	16,000	721	21,400	21,500	1,042
			5,000	5,100	202	10,500	10,600	422	16,000	16,100	727	21,500	21,600	1,048
			5,100	5,200	206	10,600	10,700	426	16,100	16,200	732	21,600	21,700	1,054
			5,200	5,300	210	10,700	10,800	430	16,200	16,300	738	21,700	21,800	1,060
0	20	0	5,300	5,400	214	10,800	10,900	434	16,300	16,400	744	21,800	21,900	1,065
20	40	1	5,400	5,500	218	10,900	11,000	438	16,400	16,500	750	21,900	22,000	1,071
40	100	3	5,500	5,600	222	11,000	11,100	442	16,500	16,600	756	22,000	22,100	1,077
100	200	6	5,600	5,700	226	11,100	11,200	446	16,600	16,700	762	22,100	22,200	1,083
200	300	10	5,700	5,800	230	11,200	11,300	450	16,700	16,800	768	22,200	22,300	1,089
300	400	14	5,800	5,900	234	11,300	11,400	454	16,800	16,900	773	22,300	22,400	1,095
400	500	18	5,900	6,000	238	11,400	11,500	458	16,900	17,000	779	22,400	22,500	1,100
500	600	22	6,000	6,100	242	11,500	11,600	464	17,000	17,100	785	22,500	22,600	1,106
600	700	26	6,100	6,200	246	11,600	11,700	470	17,100	17,200	791	22,600	22,700	1,112
700	800	30	6,200	6,300	250	11,700	11,800	476	17,200	17,300	797	22,700	22,800	1,118
800	900	34	6,300	6,400	254	11,800	11,900	481	17,300	17,400	803	22,800	22,900	1,124
900	1,000	38	6,400	6,500	258	11,900	12,000	487	17,400	17,500	808	22,900	23,000	1,130
1,000	1,100	42	6,500	6,600	262	12,000	12,100	493	17,500	17,600	814	23,000	23,100	1,136
1,100	1,200	46	6,600	6,700	266	12,100	12,200	499	17,600	17,700	820	23,100	23,200	1,142
1,200	1,300	50	6,700	6,800	270	12,200	12,300	505	17,700	17,800	826	23,200	23,300	1,149
1,300	1,400	54	6,800	6,900	274	12,300	12,400	511	17,800	17,900	832	23,300	23,400	1,155
1,400	1,500	58	6,900	7,000	278	12,400	12,500	516	17,900	18,000	838	23,400	23,500	1,161
1,500	1,600	62	7,000	7,100	282	12,500	12,600	522	18,000	18,100	843	23,500	23,600	1,167
1,600	1,700	66	7,100	7,200	286	12,600	12,700	528	18,100	18,200	849	23,600	23,700	1,174
1,700	1,800	70	7,200	7,300	290	12,700	12,800	534	18,200	18,300	855	23,700	23,800	1,180
1,800	1,900	74	7,300	7,400	294	12,800	12,900	540	18,300	18,400	861	23,800	23,900	1,186
1,900	2,000	78	7,400	7,500	298	12,900	13,000	546	18,400	18,500	867	23,900	24,000	1,193
2,000	2,100	82	7,500	7,600	302	13,000	13,100	551	18,500	18,600	873	24,000	24,100	1,199
2,100	2,200	86	7,600	7,700	306	13,100	13,200	557	18,600	18,700	878	24,100	24,200	1,205
2,200	2,300	90	7,700	7,800	310	13,200	13,300	563	18,700	18,800	884	24,200	24,300	1,211
2,300	2,400	94	7,800	7,900	314	13,300	13,400	569	18,800	18,900	890	24,300	24,400	1,218
2,400	2,500	98	7,900	8,000	318	13,400	13,500	575	18,900	19,000	896	24,400	24,500	1,224
2,500	2,600	102	8,000	8,100	322	13,500	13,600	581	19,000	19,100	902	24,500	24,600	1,230
2,600	2,700	106	8,100	8,200	326	13,600	13,700	586	19,100	19,200	908	24,600	24,700	1,236
2,700	2,800	110	8,200	8,300	330	13,700	13,800	592	19,200	19,300	914	24,700	24,800	1,243
2,800	2,900	114	8,300	8,400	334	13,800	13,900	598	19,300	19,400	919	24,800	24,900	1,249
2,900	3,000	118	8,400	8,500	338	13,900	14,000	604	19,400	19,500	925	24,900	25,000	1,255
3,000	3,100	122	8,500	8,600	342	14,000	14,100	610	19,500	19,600	931	25,000	25,100	1,261
3,100	3,200	126	8,600	8,700	346	14,100	14,200	616	19,600	19,700	937	25,100	25,200	1,268
3,200	3,300	130	8,700	8,800	350	14,200	14,300	622	19,700	19,800	943	25,200	25,300	1,274
3,300	3,400	134	8,800	8,900	354	14,300	14,400	627	19,800	19,900	949	25,300	25,400	1,280
3,400	3,500	138	8,900	9,000	358	14,400	14,500	633	19,900	20,000	954	25,400	25,500	1,287
3,500	3,600	142	9,000	9,100	362	14,500	14,600	639	20,000	20,100	960	25,500	25,600	1,293
3,600	3,700	146	9,100	9,200	366	14,600	14,700	645	20,100	20,200	966	25,600	25,700	1,299
3,700	3,800	150	9,200	9,300	370	14,700	14,800	651	20,200	20,300	972	25,700	25,800	1,305
3,800	3,900	154	9,300	9,400	374	14,800	14,900	657	20,300	20,400	978	25,800	25,900	1,312
3,900	4,000	158	9,400	9,500	378	14,900	15,000	662	20,400	20,500	984	25,900	26,000	1,318

2018 TAX TABLE (Continued)

If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is
26,000	26,100	1,324	31,500	31,600	1,669	37,000	37,100	2,014	42,500	42,600	2,359	48,000	48,100	2,704
26,100	26,200	1,330	31,600	31,700	1,675	37,100	37,200	2,020	42,600	42,700	2,365	48,100	48,200	2,710
26,200	26,300	1,337	31,700	31,800	1,682	37,200	37,300	2,026	42,700	42,800	2,371	48,200	48,300	2,716
26,300	26,400	1,343	31,800	31,900	1,688	37,300	37,400	2,033	42,800	42,900	2,378	48,300	48,400	2,722
26,400	26,500	1,349	31,900	32,000	1,694	37,400	37,500	2,039	42,900	43,000	2,384	48,400	48,500	2,729
26,500	26,600	1,356	32,000	32,100	1,700	37,500	37,600	2,045	43,000	43,100	2,390	48,500	48,600	2,735
26,600	26,700	1,362	32,100	32,200	1,707	37,600	37,700	2,052	43,100	43,200	2,396	48,600	48,700	2,741
26,700	26,800	1,368	32,200	32,300	1,713	37,700	37,800	2,058	43,200	43,300	2,403	48,700	48,800	2,747
26,800	26,900	1,374	32,300	32,400	1,719	37,800	37,900	2,064	43,300	43,400	2,409	48,800	48,900	2,754
26,900	27,000	1,381	32,400	32,500	1,725	37,900	38,000	2,070	43,400	43,500	2,415	48,900	49,000	2,760
27,000	27,100	1,387	32,500	32,600	1,732	38,000	38,100	2,077	43,500	43,600	2,421	49,000	49,100	2,766
27,100	27,200	1,393	32,600	32,700	1,738	38,100	38,200	2,083	43,600	43,700	2,428	49,100	49,200	2,773
27,200	27,300	1,399	32,700	32,800	1,744	38,200	38,300	2,089	43,700	43,800	2,434	49,200	49,300	2,779
27,300	27,400	1,406	32,800	32,900	1,751	38,300	38,400	2,095	43,800	43,900	2,440	49,300	49,400	2,785
27,400	27,500	1,412	32,900	33,000	1,757	38,400	38,500	2,102	43,900	44,000	2,447	49,400	49,500	2,791
27,500	27,600	1,418	33,000	33,100	1,763	38,500	38,600	2,108	44,000	44,100	2,453	49,500	49,600	2,798
27,600	27,700	1,425	33,100	33,200	1,769	38,600	38,700	2,114	44,100	44,200	2,459	49,600	49,700	2,804
27,700	27,800	1,431	33,200	33,300	1,776	38,700	38,800	2,120	44,200	44,300	2,465	49,700	49,800	2,810
27,800	27,900	1,437	33,300	33,400	1,782	38,800	38,900	2,127	44,300	44,400	2,472	49,800	49,900	2,816
27,900	28,000	1,443	33,400	33,500	1,788	38,900	39,000	2,133	44,400	44,500	2,478	49,900	50,000	2,823
28,000	28,100	1,450	33,500	33,600	1,794	39,000	39,100	2,139	44,500	44,600	2,484	50,000	50,100	2,829
28,100	28,200	1,456	33,600	33,700	1,801	39,100	39,200	2,146	44,600	44,700	2,490	50,100	50,200	2,835
28,200	28,300	1,462	33,700	33,800	1,807	39,200	39,300	2,152	44,700	44,800	2,497	50,200	50,300	2,842
28,300	28,400	1,468	33,800	33,900	1,813	39,300	39,400	2,158	44,800	44,900	2,503	50,300	50,400	2,848
28,400	28,500	1,475	33,900	34,000	1,820	39,400	39,500	2,164	44,900	45,000	2,509	50,400	50,500	2,854
28,500	28,600	1,481	34,000	34,100	1,826	39,500	39,600	2,171	45,000	45,100	2,515	50,500	50,600	2,860
28,600	28,700	1,487	34,100	34,200	1,832	39,600	39,700	2,177	45,100	45,200	2,522	50,600	50,700	2,867
28,700	28,800	1,493	34,200	34,300	1,838	39,700	39,800	2,183	45,200	45,300	2,528	50,700	50,800	2,873
28,800	28,900	1,500	34,300	34,400	1,845	39,800	39,900	2,189	45,300	45,400	2,534	50,800	50,900	2,879
28,900	29,000	1,506	34,400	34,500	1,851	39,900	40,000	2,196	45,400	45,500	2,541	50,900	51,000	2,885
29,000	29,100	1,512	34,500	34,600	1,857	40,000	40,100	2,202	45,500	45,600	2,547	51,000	51,100	2,892
29,100	29,200	1,519	34,600	34,700	1,863	40,100	40,200	2,208	45,600	45,700	2,553	51,100	51,200	2,898
29,200	29,300	1,525	34,700	34,800	1,870	40,200	40,300	2,215	45,700	45,800	2,559	51,200	51,300	2,904
29,300	29,400	1,531	34,800	34,900	1,876	40,300	40,400	2,221	45,800	45,900	2,566	51,300	51,400	2,910
29,400	29,500	1,537	34,900	35,000	1,882	40,400	40,500	2,227	45,900	46,000	2,572	51,400	51,500	2,917
29,500	29,600	1,544	35,000	35,100	1,888	40,500	40,600	2,233	46,000	46,100	2,578	51,500	51,600	2,923
29,600	29,700	1,550	35,100	35,200	1,895	40,600	40,700	2,240	46,100	46,200	2,584	51,600	51,700	2,929
29,700	29,800	1,556	35,200	35,300	1,901	40,700	40,800	2,246	46,200	46,300	2,591	51,700	51,800	2,936
29,800	29,900	1,562	35,300	35,400	1,907	40,800	40,900	2,252	46,300	46,400	2,597	51,800	51,900	2,942
29,900	30,000	1,569	35,400	35,500	1,914	40,900	41,000	2,258	46,400	46,500	2,603	51,900	52,000	2,948
30,000	30,100	1,575	35,500	35,600	1,920	41,000	41,100	2,265	46,500	46,600	2,610	52,000	52,100	2,954
30,100	30,200	1,581	35,600	35,700	1,926	41,100	41,200	2,271	46,600	46,700	2,616	52,100	52,200	2,961
30,200	30,300	1,588	35,700	35,800	1,932	41,200	41,300	2,277	46,700	46,800	2,622	52,200	52,300	2,967
30,300	30,400	1,594	35,800	35,900	1,939	41,300	41,400	2,283	46,800	46,900	2,628	52,300	52,400	2,973
30,400	30,500	1,600	35,900	36,000	1,945	41,400	41,500	2,290	46,900	47,000	2,635	52,400	52,500	2,979
30,500	30,600	1,606	36,000	36,100	1,951	41,500	41,600	2,296	47,000	47,100	2,641	52,500	52,600	2,986
30,600	30,700	1,613	36,100	36,200	1,957	41,600	41,700	2,302	47,100	47,200	2,647	52,600	52,700	2,992
30,700	30,800	1,619	36,200	36,300	1,964	41,700	41,800	2,309	47,200	47,300	2,653	52,700	52,800	2,998
30,800	30,900	1,625	36,300	36,400	1,970	41,800	41,900	2,315	47,300	47,400	2,660	52,800	52,900	3,005
30,900	31,000	1,631	36,400	36,500	1,976	41,900	42,000	2,321	47,400	47,500	2,666	52,900	53,000	3,011
31,000	31,100	1,638	36,500	36,600	1,983	42,000	42,100	2,327	47,500	47,600	2,672	53,000	53,100	3,017
31,100	31,200	1,644	36,600	36,700	1,989	42,100	42,200	2,334	47,600	47,700	2,679	53,100	53,200	3,023
31,200	31,300	1,650	36,700	36,800	1,995	42,200	42,300	2,340	47,700	47,800	2,685	53,200	53,300	3,030
31,300	31,400	1,656	36,800	36,900	2,001	42,300	42,400	2,346	47,800	47,900	2,691	53,300	53,400	3,036
31,400	31,500	1,663	36,900	37,000	2,008	42,400	42,500	2,352	47,900	48,000	2,697	53,400	53,500	3,042

2018 TAX TABLE (Continued)

If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is
53,500	53,600	3,048	59,000	59,100	3,393	64,500	64,600	3,738	70,000	70,100	4,083	75,500	75,600	4,428
53,600	53,700	3,055	59,100	59,200	3,400	64,600	64,700	3,744	70,100	70,200	4,089	75,600	75,700	4,434
53,700	53,800	3,061	59,200	59,300	3,406	64,700	64,800	3,751	70,200	70,300	4,096	75,700	75,800	4,440
53,800	53,900	3,067	59,300	59,400	3,412	64,800	64,900	3,757	70,300	70,400	4,102	75,800	75,900	4,447
53,900	54,000	3,074	59,400	59,500	3,418	64,900	65,000	3,763	70,400	70,500	4,108	75,900	76,000	4,453
54,000	54,100	3,080	59,500	59,600	3,425	65,000	65,100	3,769	70,500	70,600	4,114	76,000	76,100	4,459
54,100	54,200	3,086	59,600	59,700	3,431	65,100	65,200	3,776	70,600	70,700	4,121	76,100	76,200	4,465
54,200	54,300	3,092	59,700	59,800	3,437	65,200	65,300	3,782	70,700	70,800	4,127	76,200	76,300	4,472
54,300	54,400	3,099	59,800	59,900	3,443	65,300	65,400	3,788	70,800	70,900	4,133	76,300	76,400	4,478
54,400	54,500	3,105	59,900	60,000	3,450	65,400	65,500	3,795	70,900	71,000	4,139	76,400	76,500	4,484
54,500	54,600	3,111	60,000	60,100	3,456	65,500	65,600	3,801	71,000	71,100	4,146	76,500	76,600	4,491
54,600	54,700	3,117	60,100	60,200	3,462	65,600	65,700	3,807	71,100	71,200	4,152	76,600	76,700	4,497
54,700	54,800	3,124	60,200	60,300	3,469	65,700	65,800	3,813	71,200	71,300	4,158	76,700	76,800	4,503
54,800	54,900	3,130	60,300	60,400	3,475	65,800	65,900	3,820	71,300	71,400	4,164	76,800	76,900	4,509
54,900	55,000	3,136	60,400	60,500	3,481	65,900	66,000	3,826	71,400	71,500	4,171	76,900	77,000	4,516
55,000	55,100	3,142	60,500	60,600	3,487	66,000	66,100	3,832	71,500	71,600	4,177	77,000	77,100	4,522
55,100	55,200	3,149	60,600	60,700	3,494	66,100	66,200	3,838	71,600	71,700	4,183	77,100	77,200	4,528
55,200	55,300	3,155	60,700	60,800	3,500	66,200	66,300	3,845	71,700	71,800	4,190	77,200	77,300	4,534
55,300	55,400	3,161	60,800	60,900	3,506	66,300	66,400	3,851	71,800	71,900	4,196	77,300	77,400	4,541
55,400	55,500	3,168	60,900	61,000	3,512	66,400	66,500	3,857	71,900	72,000	4,202	77,400	77,500	4,547
55,500	55,600	3,174	61,000	61,100	3,519	66,500	66,600	3,864	72,000	72,100	4,208	77,500	77,600	4,553
55,600	55,700	3,180	61,100	61,200	3,525	66,600	66,700	3,870	72,100	72,200	4,215	77,600	77,700	4,560
55,700	55,800	3,186	61,200	61,300	3,531	66,700	66,800	3,876	72,200	72,300	4,221	77,700	77,800	4,566
55,800	55,900	3,193	61,300	61,400	3,537	66,800	66,900	3,882	72,300	72,400	4,227	77,800	77,900	4,572
55,900	56,000	3,199	61,400	61,500	3,544	66,900	67,000	3,889	72,400	72,500	4,233	77,900	78,000	4,578
56,000	56,100	3,205	61,500	61,600	3,550	67,000	67,100	3,895	72,500	72,600	4,240	78,000	78,100	4,585
56,100	56,200	3,211	61,600	61,700	3,556	67,100	67,200	3,901	72,600	72,700	4,246	78,100	78,200	4,591
56,200	56,300	3,218	61,700	61,800	3,563	67,200	67,300	3,907	72,700	72,800	4,252	78,200	78,300	4,597
56,300	56,400	3,224	61,800	61,900	3,569	67,300	67,400	3,914	72,800	72,900	4,259	78,300	78,400	4,603
56,400	56,500	3,230	61,900	62,000	3,575	67,400	67,500	3,920	72,900	73,000	4,265	78,400	78,500	4,610
56,500	56,600	3,237	62,000	62,100	3,581	67,500	67,600	3,926	73,000	73,100	4,271	78,500	78,600	4,616
56,600	56,700	3,243	62,100	62,200	3,588	67,600	67,700	3,933	73,100	73,200	4,277	78,600	78,700	4,622
56,700	56,800	3,249	62,200	62,300	3,594	67,700	67,800	3,939	73,200	73,300	4,284	78,700	78,800	4,628
56,800	56,900	3,255	62,300	62,400	3,600	67,800	67,900	3,945	73,300	73,400	4,290	78,800	78,900	4,635
56,900	57,000	3,262	62,400	62,500	3,606	67,900	68,000	3,951	73,400	73,500	4,296	78,900	79,000	4,641
57,000	57,100	3,268	62,500	62,600	3,613	68,000	68,100	3,958	73,500	73,600	4,302	79,000	79,100	4,647
57,100	57,200	3,274	62,600	62,700	3,619	68,100	68,200	3,964	73,600	73,700	4,309	79,100	79,200	4,654
57,200	57,300	3,280	62,700	62,800	3,625	68,200	68,300	3,970	73,700	73,800	4,315	79,200	79,300	4,660
57,300	57,400	3,287	62,800	62,900	3,632	68,300	68,400	3,976	73,800	73,900	4,321	79,300	79,400	4,666
57,400	57,500	3,293	62,900	63,000	3,638	68,400	68,500	3,983	73,900	74,000	4,328	79,400	79,500	4,672
57,500	57,600	3,299	63,000	63,100	3,644	68,500	68,600	3,989	74,000	74,100	4,334	79,500	79,600	4,679
57,600	57,700	3,306	63,100	63,200	3,650	68,600	68,700	3,995	74,100	74,200	4,340	79,600	79,700	4,685
57,700	57,800	3,312	63,200	63,300	3,657	68,700	68,800	4,001	74,200	74,300	4,346	79,700	79,800	4,691
57,800	57,900	3,318	63,300	63,400	3,663	68,800	68,900	4,008	74,300	74,400	4,353	79,800	79,900	4,697
57,900	58,000	3,324	63,400	63,500	3,669	68,900	69,000	4,014	74,400	74,500	4,359	79,900	80,000	4,704
58,000	58,100	3,331	63,500	63,600	3,675	69,000	69,100	4,020	74,500	74,600	4,365	80,000	80,100	4,710
58,100	58,200	3,337	63,600	63,700	3,682	69,100	69,200	4,027	74,600	74,700	4,371	80,100	80,200	4,716
58,200	58,300	3,343	63,700	63,800	3,688	69,200	69,300	4,033	74,700	74,800	4,378	80,200	80,300	4,723
58,300	58,400	3,349	63,800	63,900	3,694	69,300	69,400	4,039	74,800	74,900	4,384	80,300	80,400	4,729
58,400	58,500	3,356	63,900	64,000	3,701	69,400	69,500	4,045	74,900	75,000	4,390	80,400	80,500	4,735
58,500	58,600	3,362	64,000	64,100	3,707	69,500	69,600	4,052	75,000	75,100	4,396	80,500	80,600	4,741
58,600	58,700	3,368	64,100	64,200	3,713	69,600	69,700	4,058	75,100	75,200	4,403	80,600	80,700	4,748
58,700	58,800	3,374	64,200	64,300	3,719	69,700	69,800	4,064	75,200	75,300	4,409	80,700	80,800	4,754
58,800	58,900	3,381	64,300	64,400	3,726	69,800	69,900	4,070	75,300	75,400	4,415	80,800	80,900	4,760
58,900	59,000	3,387	64,400	64,500	3,732	69,900	70,000	4,077	75,400	75,500	4,422	80,900	81,000	4,766

2018 TAX TABLE (Continued)

If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is	If Line 18 is at least	but less than	Gross tax is
81,000	81,100	4,773	86,500	86,600	5,118	92,000	92,100	5,462	97,500	97,600	5,807
81,100	81,200	4,779	86,600	86,700	5,124	92,100	92,200	5,469	97,600	97,700	5,814
81,200	81,300	4,785	86,700	86,800	5,130	92,200	92,300	5,475	97,700	97,800	5,820
81,300	81,400	4,791	86,800	86,900	5,136	92,300	92,400	5,481	97,800	97,900	5,826
81,400	81,500	4,798	86,900	87,000	5,143	92,400	92,500	5,487	97,900	98,000	5,832
81,500	81,600	4,804	87,000	87,100	5,149	92,500	92,600	5,494	98,000	98,100	5,839
81,600	81,700	4,810	87,100	87,200	5,155	92,600	92,700	5,500	98,100	98,200	5,845
81,700	81,800	4,817	87,200	87,300	5,161	92,700	92,800	5,506	98,200	98,300	5,851
81,800	81,900	4,823	87,300	87,400	5,168	92,800	92,900	5,513	98,300	98,400	5,857
81,900	82,000	4,829	87,400	87,500	5,174	92,900	93,000	5,519	98,400	98,500	5,864
82,000	82,100	4,835	87,500	87,600	5,180	93,000	93,100	5,525	98,500	98,600	5,870
82,100	82,200	4,842	87,600	87,700	5,187	93,100	93,200	5,531	98,600	98,700	5,876
82,200	82,300	4,848	87,700	87,800	5,193	93,200	93,300	5,538	98,700	98,800	5,882
82,300	82,400	4,854	87,800	87,900	5,199	93,300	93,400	5,544	98,800	98,900	5,889
82,400	82,500	4,860	87,900	88,000	5,205	93,400	93,500	5,550	98,900	99,000	5,895
82,500	82,600	4,867	88,000	88,100	5,212	93,500	93,600	5,556	99,000	99,100	5,901
82,600	82,700	4,873	88,100	88,200	5,218	93,600	93,700	5,563	99,100	99,200	5,908
82,700	82,800	4,879	88,200	88,300	5,224	93,700	93,800	5,569	99,200	99,300	5,914
82,800	82,900	4,886	88,300	88,400	5,230	93,800	93,900	5,575	99,300	99,400	5,920
82,900	83,000	4,892	88,400	88,500	5,237	93,900	94,000	5,582	99,400	99,500	5,926
83,000	83,100	4,898	88,500	88,600	5,243	94,000	94,100	5,588	99,500	99,600	5,933
83,100	83,200	4,904	88,600	88,700	5,249	94,100	94,200	5,594	99,600	99,700	5,939
83,200	83,300	4,911	88,700	88,800	5,255	94,200	94,300	5,600	99,700	99,800	5,945
83,300	83,400	4,917	88,800	88,900	5,262	94,300	94,400	5,607	99,800	99,900	5,951
83,400	83,500	4,923	88,900	89,000	5,268	94,400	94,500	5,613	99,900	100,000	5,958
83,500	83,600	4,929	89,000	89,100	5,274	94,500	94,600	5,619	100,000	252,150	5,961
83,600	83,700	4,936	89,100	89,200	5,281	94,600	94,700	5,625	plus 6.27% of the amount over \$100,000 but less than \$252,150		
83,700	83,800	4,942	89,200	89,300	5,287	94,700	94,800	5,632			
83,800	83,900	4,948	89,300	89,400	5,293	94,800	94,900	5,638	\$252,150 or more \$15,501 plus 7.65% of the amount over \$252,150		
83,900	84,000	4,955	89,400	89,500	5,299	94,900	95,000	5,644			
84,000	84,100	4,961	89,500	89,600	5,306	95,000	95,100	5,650			
84,100	84,200	4,967	89,600	89,700	5,312	95,100	95,200	5,657			
84,200	84,300	4,973	89,700	89,800	5,318	95,200	95,300	5,663			
84,300	84,400	4,980	89,800	89,900	5,324	95,300	95,400	5,669			
84,400	84,500	4,986	89,900	90,000	5,331	95,400	95,500	5,676			
84,500	84,600	4,992	90,000	90,100	5,337	95,500	95,600	5,682			
84,600	84,700	4,998	90,100	90,200	5,343	95,600	95,700	5,688			
84,700	84,800	5,005	90,200	90,300	5,350	95,700	95,800	5,694			
84,800	84,900	5,011	90,300	90,400	5,356	95,800	95,900	5,701			
84,900	85,000	5,017	90,400	90,500	5,362	95,900	96,000	5,707			
85,000	85,100	5,023	90,500	90,600	5,368	96,000	96,100	5,713			
85,100	85,200	5,030	90,600	90,700	5,375	96,100	96,200	5,719			
85,200	85,300	5,036	90,700	90,800	5,381	96,200	96,300	5,726			
85,300	85,400	5,042	90,800	90,900	5,387	96,300	96,400	5,732			
85,400	85,500	5,049	90,900	91,000	5,393	96,400	96,500	5,738			
85,500	85,600	5,055	91,000	91,100	5,400	96,500	96,600	5,745			
85,600	85,700	5,061	91,100	91,200	5,406	96,600	96,700	5,751			
85,700	85,800	5,067	91,200	91,300	5,412	96,700	96,800	5,757			
85,800	85,900	5,074	91,300	91,400	5,418	96,800	96,900	5,763			
85,900	86,000	5,080	91,400	91,500	5,425	96,900	97,000	5,770			
86,000	86,100	5,086	91,500	91,600	5,431	97,000	97,100	5,776			
86,100	86,200	5,092	91,600	91,700	5,437	97,100	97,200	5,782			
86,200	86,300	5,099	91,700	91,800	5,444	97,200	97,300	5,788			
86,300	86,400	5,105	91,800	91,900	5,450	97,300	97,400	5,795			
86,400	86,500	5,111	91,900	92,000	5,456	97,400	97,500	5,801			