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REVOCABLE TRUST OR GRANTOR TRUST INFORMATIVE RETURN

Grantor's Distributable Share on Income, Losses and Credits

Taxable year beginning on _____, 20 and ending on _____, 20

Electronic Filing Confirmation Number

Control Number

Control No. Original Informative Return

AMENDED (Day ___ Month ___ Year ___)

Social Security Number

Grantor's Name

Address

Trust Name

Employer Identification Number

Address

Part I GRANTOR'S INFORMATION

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

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

- A. Contributions in cash or other property to the Corpus of the Trust made by the grantor during the year
B. Distributions or withdrawals paid to the Grantor during the year

Part III DISTRIBUTABLE SHARE PER CATEGORY

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

Part IV CREDITS

Table with columns: Credit Description, Amount, Tax Withheld. Rows include various tax credits like investment in Capital Investment Fund, etc.

Part V TAXES PAID TO FOREIGN COUNTRIES AND THE UNITED STATES, ITS TERRITORIES AND POSSESSIONS

	Foreign Country, Territory or Possession of the United States			United States	Total
	A	B	C		
Name of the country, territory or possession					
1. Net income from sources within the country, territory or possession (1)	00	00	00	00	00
2. Tax paid or accrued during the year (2)	00	00	00	00	00

Part VI BREAKDOWN OF THE PURCHASE OF TAX CREDITS

Check the box corresponding to the act (or acts) under which you acquired the credit and enter the amount:

1. <input type="checkbox"/> Solid Waste Disposal (Act 159-2011)	(1)	00
2. <input type="checkbox"/> Capital Investment Fund (Act 46-2000)	(2)	00
3. <input type="checkbox"/> Theatrical District of Santurce (Act 178-2000)	(3)	00
4. <input type="checkbox"/> Housing Infrastructure (Act 98-2001)	(4)	00
5. <input type="checkbox"/> Construction or Rehabilitation of Rental Housing Projects for Low or Moderate Income Families (Act 140-2001)	(5)	00
6. <input type="checkbox"/> Conservation Easement (Act 183-2001)	(6)	00
7. <input type="checkbox"/> Revitalization of Urban Centers (Act 212-2002)	(7)	00
8. <input type="checkbox"/> Tourism Development (Act 78-1993)	(8)	00
9. <input type="checkbox"/> Film Industry Development (Act 27-2011)	(9)	00
10. <input type="checkbox"/> Acquisition of an Exempt Business that is in the Process of Closing its Operations in Puerto Rico (Act 109-2001)	(10)	00
11. <input type="checkbox"/> Economic Incentives (Research and Development) (Act 73-2008)	(11)	00
12. <input type="checkbox"/> Economic Incentives (Strategic Projects) (Act 73-2008)	(12)	00
13. <input type="checkbox"/> Economic Incentives (Industrial Investment) (Act 73-2008)	(13)	00
14. <input type="checkbox"/> Green Energy Incentives (Research and Development) (Act 83-2010)	(14)	00
15. <input type="checkbox"/> Other:	(15)	00
16. Total credit for the purchase of tax credits (Transfer to Part IV, line 16)	(16)	00

Retention Period: Ten (10) years



Rev. 03.19

Government of Puerto Rico
Department of the Treasury

REVOCABLE TRUST OR GRANTOR TRUST INFORMATIVE RETURN

GRANTOR'S DISTRIBUTABLE SHARE ON INCOME, LOSSES AND CREDITS

FORM 480.60 F

INSTRUCTIONS

GENERAL INSTRUCTIONS

WHO MUST FILE THE REVOCABLE TRUST OR GRANTOR TRUST INFORMATIVE RETURN

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

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

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

HOW SHOULD FORM 480.60 F BE FILED?

Form 480.60 F must be **filed electronically** by means of the free of charge Internal Revenue Integrated System ("SURI", for its Spanish acronym) available through the following link: <https://suri.hacienda.pr.gov> or on our webpage: www.hacienda.pr.gov.

DATE TO PROVIDE THE DECLARATION TO GRANTORS

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

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

EXTENSION OF TIME TO FILE THE GRANTOR'S REPORT

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

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

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

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

SPECIFIC INSTRUCTIONS

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

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

PART I – GRANTOR'S INFORMATION

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

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

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

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

Distributions or withdrawals paid to the Grantor during the year – Enter the amount attributed to withdrawals or distributions made by the trust to the grantor during the tax year.

PART III – DISTRIBUTABLE SHARE PER CATEGORY

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

Line 1 – Income (or losses)

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

Line 1A - Total distributions from qualified retirement plans

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

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

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

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

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

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

Enter here the grantor’s attributable share in the net gain or loss derived from the sale or exchange of long-term capital assets held by the trust and realized under special legislation.

Line 1E - Interests on deposits with financial institutions

Enter here the grantor’s attributable share in the interest income derived by the trust from investments or deposits in cooperatives, savings associations authorized by the Federal Government or by the Government of Puerto Rico, commercial and mutual banks or in banking institutions established in Puerto Rico, as well as the 10% or 17% amount withheld, if the election was made.

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

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

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

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

Line 1H - Other interests not subject to withholding

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

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

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

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

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

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

Line 1K - Other dividends not subject to withholding

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

Line 1L - Other income

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

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

Enter on lines 1M through 1P the grantor’s attributable share in income from a trade or business or from an income producing activity earned by the trust, as determined on the following Schedules:

- Line 1M Schedule K Individual - to inform the industry or business income;
- Line 1N Schedule L Individual - to inform the farming income;
- Line 1O Schedule M Individual - to inform the professions and commissions income;
- Line 1P Schedule N Individual - to inform the rental income.

Where applicable, indicate on line 1M if the income is covered by any special tax incentives act, and the number of the act that provides such benefit.

Line 1Q - Dividends from Capital Investment or Tourism Fund

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

Line 1R - Net long-term capital gain (or loss) on Capital Investment Funds

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

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

Enter here the grantor’s attributable share in distributable benefits from those partnerships, special partnerships and corporations of individuals (jointly, pass-through entities) on which the trust is a partner or stockholder.

Line 1T - Exempt income

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

Line 1U - Exempt income subject to alternate basic tax

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

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

Enter here the grantor's attributable share in any adjustment to the income of the trust that, at the grantor's level, are considered income subject to alternate basic tax, such as non deductible expenses for purposes of the alternate basic tax at the grantor's level.

Line 2 - Deductions

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

Line 2A – Charitable contributions

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

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

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

Line 2C – Home mortgage interest

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

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

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

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

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

PART IV - CREDITS

On March 7, 2017, the Financial Advisory Authority and Fiscal Agency of Puerto Rico ("AAFAF", for its Spanish acronym) issued Administrative Order No. OA-2017-01 ("OA-2017-01") by which it created the Disbursements and Tax Concessions Authorization Committee ("CADCC", for its Spanish acronym) to which it granted certain authorizations regarding the evaluation and granting of tax credits and delegated the responsibility of establishing limitations regarding the use and availability of the tax credits granted. Also, OA-2017-01 ordered the Secretary of Treasury ("Secretary") to carry

out an inventory of the tax credits granted and to require the holders of tax credits to report the amount granted of said credits, in the manner that the Secretary establishes for said purposes. The administrative order also establishes that, any credit holder that does not show evidence issued by the Secretary of compliance with the information requirement, will not be able to claim said tax credits.

For such purposes, on April 20, 2017, the Department of the Treasury issued the Internal Revenue Informative Bulletin No. 17-08 to notify that the requirement to carry out the inventory of tax credits would be met by electronically filing Form 480.71.1 (Informative Return for Tax Credits Holders) and established that the requirement imposed by AAFAF to submit evidence of compliance with the information requirement in order to claim the tax credits, would be met by electronically filing Form 480.71.1. Therefore, in order to claim a tax credit that has been granted and available as of April 19, 2017, it must be included in Form 480.71.1 that the credit holder submitted to the Department.

For its part, on July 2, 2018, AAFAF, through Administrative Order No. OA-2018-10 ("OA-2018-10"), repealed the OA-2017-01 and left the CADCC without effect prospectively. For such purposes, Section 1051.15(b)(1) of the Code provides that for taxable years commenced after December 31, 2017, the tax credits will not be subject to the limitations set forth in the resolutions issued by the CADCC during its existence, therefore, they will be subject only to the rules of use established in the special law under which the tax credit is granted and the applicable provisions of the Code. However, credits covered under Section 1051.12(a)(4), (5) and (7) of the Code will be subject to the use limitation provided in Section 1051.13 of the Code.

However, OA-2018-10 establishes that the Secretary will continue to perform and maintain the inventory of all tax credits and maintains the requirement of the OA-2017-01 that the credit holder must show evidence issued by the Secretary of the compliance with the information requirement to be able to claim a tax credit.

Every revocable trust or grantor trust that reports the distributable share of a tax credit to its grantors, must accompany with its Informative Return copy of Form 480.71.1 duly filed in the Department.

Line 1 - Credit attributable to losses or for investment in Capital Investment Fund, Tourism Fund or other funds or directly

Enter here the grantor's attributable share in the amount of the credit determined on Schedules Q and Q1 included with the Revocable Trust or Grantor Trust Informative Income Tax Return (Form 480.80(F)), attributable to losses or for investment in Capital Investment Funds, Tourism Funds or other funds or directly.

Refer to the instructions of Schedules Q and Q1 related to credits granted for losses in investment funds.

Line 2 – Credit for construction investment in urban centers (Act 212-2002, as amended)

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

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

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

Line 3 – Credit for merchants affected by urban centers revitalization (Act 212-2002, as amended)

Enter here the grantor's attributable share in the amount of Tax Credit for Merchants Affected by the Urban Center Revitalization. Every commercial entity established in the area affected by the construction of the revitalization projects in urban centers, shall be entitled to claim an 8% tax credit of the 50% gross sales generated during the construction period.

To claim this credit, a certification must be issued by the Puerto Rico Trade and Export Company identifying the taxpayer as a merchant affected by the construction work.

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

Line 4 – Credit for purchases of products manufactured in Puerto Rico and Puerto Rican agricultural products

Act No. 257 of December 10, 2018 (Act 257-2018) amended the provisions of Sections 1051.07 and 1051.09 of the Code to establish that the credit for purchases of products manufactured in Puerto Rico and Puerto Rican agricultural products is not available for the 2018 taxable year.

Line 5 – Credit for the establishment of an eligible conservation easement or donation of eligible land (Act 183-2001, as amended)

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

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

Line 6 – Credit for tax withheld at source from Industrial Development dividends (Act No. 8 of 1987)

The grantors of a revocable trust or grantor trust are entitled to claim, according to the percentage applicable to their share in the corpus of the trust, a credit as established in Section 4(a) of the Incentives Act, against the tax due for the year in which the trust receives as an investor a distribution from Industrial Development income.

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

Line 7 - Credit for Investment in Film Industry Development (Act 27-2011)

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

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

Line 8 – Credit for the purchase or transmission of television programming made in P.R. (Section 1051.14)

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

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

Line 9 – Credit for contributions to former governors foundations

Enter here the grantor's attributable share in the amount of credit to be claimed for contributions to former governors foundations equivalent to 100% of the amount contributed during the tax year to such foundations for operating expenses and those expenses related to the purposes for which they were created and/or those charitable contributions to a Depository of Files and Relics of Former Governors and Former First Ladies of Puerto Rico constituted according to the provisions of Act 290-2000 by itself or as a whole with public or private Higher Education entities, to cover the costs of construction, operation and other necessary expenses for the true fulfillment of the purposes of Act 290-2000 and Act 302-2012. The tax credits to be granted for taxable year 2018 shall not exceed \$1,000,000 in aggregate.

To claim this tax credit, a certification must be issued by the recipient entity as evidence that the contribution was made and accepted. The amount of the credit not used in the tax year in which the contribution was made, may be carried over to subsequent tax years, until fully exhausted.

Line 10 - Credit to investors who acquire an exempt business that is in the process of closing its operations in Puerto Rico (Act 109-2001)

Enter here the grantor's attributable share in the amount of credit for investment in an exempt business that is in the process of closing its operations in Puerto Rico. Every investor may claim a credit for industrial investment equal to 50% of its eligible investment.

The credit may be claimed in two installments: the first half in the year that the eligible investment was made, and the balance in subsequent years. The amount of the credit not used in the tax year may be carried over to subsequent tax years, until fully exhausted.

Every investor must request an administrative determination to the Secretary before claiming the industrial investment credit.

For additional details, refer to Act 109-2001 and the corresponding regulations.

Line 11 – Credit for contributions to Santa Catalina's Palace Patronage and/or State Capitol of the Legislative Assembly Patronage

Act 257-2018 amended the provisions of Section 1051.06 of the Code to establish that the credit for contributions to Santa Catalina's Palace Patronage or State Capitol of the Legislative Assembly Patronage is not available for the 2018 taxable year.

Line 12 – Credit for investment Act 73-2008

Enter on this line the grantor’s attributable share in the amount of credit to be claimed for industrial investment under Section 6 of Act 73-2008. This amount shall be equal to 50% of the eligible investment to be claimed in two or more installments: the first half in the year in which the eligible investment is completed and the balance in the subsequent years. The credit not used in the tax year may be carried over to subsequent years, until fully exhausted.

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

Line 13 – Credit for investment Act 83-2010 (Research and Development)

Enter on this line the grantor’s attributable share in the amount of credit to be claimed for investment in research and development of green energy sources under Act 83-2010, better known as the Puerto Rico Green Energy Incentives Act. This amount must be equal to 50% of the special eligible investment and will be claimed in two or more installments: the first half in the year in which the eligible investment is made and the balance in the subsequent years.

The credit not used in a tax year may be carried over to subsequent years, until fully exhausted. This credit will not generate a refund.

For additional details, refer to Act 83- 2010.

Line 14 - Credit for housing infrastructure (Act 98-2001)

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

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

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

Line 15 - Credit for construction or rehabilitation of rental housing projects for low or moderate income families (Act 140-2001)

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

Act 140-2001 provides that every owner of a rental housing project for low or moderate income families may qualify for a tax credit. The petitioner must file an application with the Housing Finance Authority.

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

Line 16 – Credit for the purchase of tax credits

Enter on this line the grantor’s attributable share in the tax credits acquired by the trust during the year through purchase, exchange or transfer from the primary investor.

Complete Part VI of Form 480.60 F.

Line 17 – Other credits not included on the preceding lines

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

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

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

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

Enter on this line the grantor’s attributable share in the net income from sources outside of Puerto Rico derived by the trust. This amount must be reported by country, as determined on line 3, Part I of Schedule C Individual submitted by the trust with its Revocable Trust or Grantor Trust Informative Income Tax Return (Form 480.80(F)).

Line 2 - Tax paid or accrued during the year

Enter on this line the grantor’s attributable share in the income tax paid or accrued to the United States, its possessions or foreign country, as reported in Part II of Schedule C Individual submitted by the trust with its Revocable Trust or Grantor Trust Informative Income Tax Return (Form 480.80(F)).