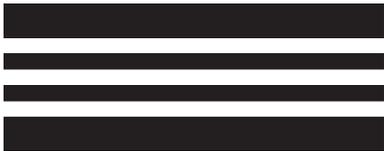


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Tax on Deferred Foreign Income (IRC §965(a))

TC-20R Rev. 8/18

- Attach IRC 965 Transition Tax Statement.
Mail this form to the Tax Commission under separate cover.

Check this box if amended: []

Corporation name, Address, City, State, ZIP Code, Foreign country, Telephone number, Employer Identification Number, Utah Incorporation/Qualification Number.

Table with 18 rows for tax calculations: Total IRC 965(a) deferred foreign income, 50 percent exclusion, Total taxable deferred foreign income, Direct expenses, Average investment, Total interest expense, Interest expenses, Total expenses, 50 percent exclusion, Total applicable related expenses, Total 965(a) deferred foreign income subject to apportionment, Apportionment fraction, Utah-apportioned 965(a) deferred foreign income, 2017 tax rate of 5%, Total tax on Utah-apportioned 965(a) income, 2017 tax year installment payment.

Signature of officer, Title, Date, Preparer's signature, Date, Preparer's PTIN, Name of preparer's firm, Preparer's phone no., Preparer's EIN, Preparer's complete address.

Instructions for TC-20R

General Instructions

Use form TC-20R to calculate the tax due on deferred foreign income. For the last taxable year beginning on or before Dec. 31, 2017, the definition of Utah unadjusted income includes deferred foreign income described in IRC §965(a).

Only file this form for the 2017 tax year. For future years, make installment payments with your Utah corporation tax return.

Line by Line Instructions

- Line 1 Enter the total deferred foreign income included in IRC 965(a) from the *IRC 965 Transition Tax Statement*, line 1.
- Line 5 Determine the beginning and ending investment amounts in each of the entities paying the 965(a) deferred foreign income. Add together the beginning and ending amounts and divide by two to determine the average.
- Line 6 Enter the beginning and ending total assets from the consolidated 1120 balance sheet. Add back any accumulated depreciation, amortization or depletion. Add these amounts together and divide by two to determine the average.
- Line 7 Divide line 5 by line 6 and round to six decimal places.
- Line 8 Enter the total interest expense from the consolidated federal 1120, line 18.
- Line 11 Fifty percent of IRC 965(a) deferred foreign income is included in adjusted income, so fifty percent of the direct expenses and a portion of interest expenses should also be included.

Line 14 Enter the apportionment fraction from TC-20 Schedule J, line 9, 13 or 14. A portion of the factors from each foreign subsidiary paying the 965(a) deferred foreign income may be included in this fraction in accordance with §59-7-106(k) and (3). For more information, see the instructions for foreign dividends in the TC-20 instructions.

Line 18 If you are allowed to make installment payments under IRC §965(h), you may also pay the Utah tax on deferred foreign income in installments using the same provisions as IRC §965(h). The first installment payment is 8 percent of the amount on line 17, and is due on or before the due date of the 2017 return plus any extension. Pay this amount with form TC-20R.

Installments

Future payments are due over the next seven years according to the following table and will be included on your Utah corporate tax return.

Installment Table

Second Installment:	8% of the amount on line 17
Third installment:	8% of the amount on line 17
Fourth installment:	8% of the amount on line 17
Fifth installment:	8% of the amount on line 17
Sixth installment:	15% of the amount on line 17
Seventh installment:	20% of the amount on line 17
Eighth installment:	25% of the amount on line 17

Filing Instructions

This form cannot be filed electronically.

Mail this form with your payment to:

Utah State Tax Commission
210 N 1950 W
Salt Lake City, UT 84134-0400