

(NEW 12/98)

FORM CT-1120 FCIC FIXED CAPITAL INVESTMENT CREDIT

FOR INCOME YEAR		
Beginning	1998, and Ending	19

Corporation Name	CT TAX REGISTRATION NUMBER	000
------------------	----------------------------	-----

PURPOSE OF FORM

Complete **Form CT-1120 FCIC**, *Fixed Capital Investment Credit*, to claim the credit under 1997 Conn. Pub. Acts 295 §1. Expenditures claimed for this credit cannot be claimed in connection with any other corporation business tax credit. See **IP 95(2.1)**, *A Guide To Connecticut Corporation Business Tax Credits*.

DEFINITIONS

Fixed capital is defined as tangible personal property which:

1. Has a class life of more than four years, as described under Internal Revenue Code §168(e);
2. Must be purchased from a person other than a related person;
3. Is not acquired to be leased, and is not leased, to another person during the twelve months following its acquisition; and
4. Will be held and used in Connecticut by a corporation in the ordinary course of the corporation's trade or business in this state for not less than five full years following its acquisition.

Fixed capital does not include inventory, land, buildings or structures, or mobile transportation property.

A **detailed schedule** identifies the fixed capital acquired, date of acquisition, location where fixed capital is used in Connecticut, and from whom the fixed capital was acquired.

The fixed capital must be held and used in this state for a minimum of three years or the corporation will be required to recapture 100% of the credit on the following income year's Corporation Business Tax Return. If the corporation does not hold and use the fixed capital for at least five years, it will be required to recapture 50% of the credit on the following income year's Corporation Business Tax Return.

This form must be attached to **Form CT-1120** or **Form CT-1120S**.

Part I - Computation of Credit			
1a.	Fixed capital investment expenditures made during the income year (Attach detailed schedule)	1a	
1b.	Enter fixed capital expenditures from Line 1a that were applied against any other corporation business tax credit	1b	
1.	Subtract Line 1b from Line 1a and enter the result here	1	
2.	TAX CREDIT: Multiply Line 1 by 3% (.03). Enter here and on Form CT-1120K or Form CT-1120SK , Part I-D, Line 20	2	

Part II - Computation of Carryforward - Credit may be carried forward to the next five succeeding income years			
	A Total Credit Earned	B Credit Applied to 1998	C Carryforward to 1999 (Subtract Column B from Column A)
1998 Fixed Capital Investment Credit from 1998 Form CT-1120 FCIC			