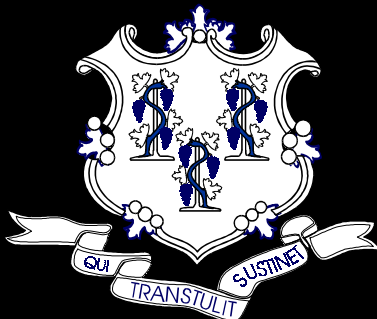


2002 FORM CT-1120

Connecticut Corporation Business Tax Return and Instructions

This booklet
contains:

- Form CT-1120
- Form CT-1120 ATT
- Form CT-1120A
- Form CT-1120K
- Form CT-1120 EXT
- Forms CT-1120 ESA, ESB, ESC, and ESD
- Form CT-8822C
- Form CT-NAICS



Dear Customer:

Connecticut clearly recognizes the importance of your corporation's contribution to this state's success. You have helped make this state a premiere location for people to live, work, and play.

During the past year, the Department of Revenue Services (DRS) has undertaken a number of initiatives to provide you with more information and more options to meet your tax filing needs. You may have received information about the new Fast-File Program, which allows you to register for or file certain business taxes via telephone or the Internet. This booklet also contains information about new corporation business tax credit forms that DRS is making available to help you take advantage of tax credits for which your business may be eligible.

Please be sure to read Pages 4 through 6 of this booklet to learn about important legislative changes that could affect your state taxes. DRS Taxpayer Services personnel can answer any of your questions by phone, letter, or e-mail. Use the information on the back cover to reach them. The DRS Web site is also a valuable resource that is available 24-hours a day, seven days a week. Log on to the address below to download Connecticut tax forms, publications, and other information that you may need.

DRS values its partnerships with Connecticut businesses. We continue to focus on providing you with excellent customer service and a user-friendly approach to tax administration. I always welcome your comments and ideas about how we can improve the way we do business. Please phone, write, or e-mail me through our Web site.

I look forward to hearing from you.

Sincerely,

A handwritten signature in blue ink that reads "Gene Gavin".

Gene Gavin
Commissioner of Revenue Services

Taxpayer information is available on our Web site:
www.drs.state.ct.us

Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.

Read the information contained in this booklet carefully before preparing the Connecticut Corporation Business Tax Return.

What This Booklet Contains

This booklet contains information and instructions regarding the following forms:

Form CT-1120, *Corporation Business Tax Return*, is used to compute tax both on a net income basis and on a capital stock basis. Tax is paid on the basis that yields the higher tax. The minimum tax is \$250.

Form CT-1120 ATT, *Corporation Business Tax Return Attachment*, contains the following computation schedules:

Schedule H, *Connecticut Apportioned Operating Loss Carryover*;

Schedule I, *Dividend Deduction*; and

Schedule J, *Bonus Depreciation Recovery*.

Form CT-1120A, *Corporation Business Tax Return Apportionment Computation*, is used to compute the apportionment factors for the net income and the minimum tax base.

Form CT-1120K, *Business Tax Credit Summary*, is used to summarize a corporation's claim for available business tax credits.

Form CT-1120 EXT, *Application for Extension of Time to File Corporation Business Tax Return*, is required to obtain an extension of time to file **Form CT-1120** or **Form CT-1120CR**.

Forms CT-1120 ESA, ESB, ESC, and ESD, *Estimated Corporation Business Tax*, are used to file estimated corporation business tax installments for the 2003 income year.

Form CT-8822C, *Corporation Business Tax Change of Address*, is used to notify the Department of Revenue Services (DRS) of a change of physical location or mailing address.

Form CT-NAICS, *NAICS Codes for Principal Business Activity for Connecticut Tax Purposes*, is used to determine the six-digit business activity code that best describes the principal business activity of the corporation, in accordance with the *North American Industry Classification System (NAICS)*, United States, 1997.

For information on how to obtain forms or other publications from DRS see the back cover.

Other Taxes for Which the Corporation May be Liable

The information that follows is intended to be a general description of other Connecticut taxes for which a corporation may be liable. Failure to pay these or any taxes for which the corporation is liable may subject the corporation and its officers to civil and criminal penalties.

To register for sales and use taxes and Connecticut income tax withholding, as well as most other Connecticut taxes administered by DRS, the corporation must complete **Form REG-1**, *Application for Tax Registration Number*. Visit the DRS Web site to register on-line. If the corporation already has a Connecticut Tax Registration Number, additional taxes for which the corporation is liable may be added to the registration by contacting the DRS Registration Unit at: 860-297-4885.

Business Entity Tax

Connecticut imposes an annual business entity tax of \$250 on each S corporation; each limited liability company which is, for federal income tax purposes, treated as a partnership if it has two or more members, or disregarded as an entity separate from its owner, if it has a single member; each limited liability partnership; and each limited partnership; that is required to file an annual report with the Connecticut Secretary of the State. Entities report and pay the tax on **Form OP-424**, *Business Entity Tax Return*.

Connecticut Sales and Use Taxes

A corporation may be responsible for the filing of sales and use tax returns. Sales taxes are due if the company sells taxable goods or services. Use taxes are due on the purchase of taxable goods or services from out-of-state retailers or Connecticut retailers who have failed to collect the sales tax. Both taxes are reported on **Form OS-114**, *Sales and Use Tax Return*.

Connecticut Income Tax Withholding

Any corporation that maintains an office or transacts business in Connecticut and that is considered an employer for federal income tax withholding purposes must withhold Connecticut income tax from wages and certain other payments to employees, whether or not the payroll department is located in Connecticut.

Controlling Interest Transfer Tax

Connecticut imposes a tax on the transfer of a controlling interest in an entity that owns Connecticut real property. This tax is reported on **Form AU-330**, *Controlling Interest Transfer Taxes*.

CONNECTICUT FAST-FILE PROGRAM

Did you know that businesses may be able to **Fast-File** their sales and use tax, business use tax, room occupancy tax, or income tax withholding tax returns?

DRS **Fast-File** is a fast, easy, secure, and paperless way to file and pay certain business taxes electronically over the Internet or by touch-tone telephone. For information about the Connecticut **Fast-File** Program, visit the DRS Web site at: www.drs.state.ct.us or call 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

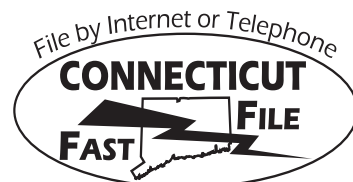


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LEGISLATIVE CHANGES AFFECTING CONNECTICUT CORPORATION BUSINESS TAX

Bonus Depreciation Deduction Not Permitted

Effective for certain assets placed in service after September 10, 2001, and before September 11, 2004, the bonus depreciation allowed under Internal Revenue Code §168(k) is not deductible for corporation business tax purposes. This provision requires corporations that have filed federal tax returns for the 2000 or 2001 income years deducting the bonus depreciation to amend their Connecticut corporation business tax return. See **Special Notice 2002(10)**, *Bonus Depreciation for Connecticut Corporation Business Tax Purposes*.

Conn. Gen. Stat. §12-217(b), as amended by 2002 Conn. Pub. Acts 1, §56 (May 9 Spec. Sess.)

Minimum Tax Changes

Effective for income years beginning on or after January 1, 2002, no tax credit allowed against the corporation business tax shall reduce a company's tax calculated under Conn. Gen. Stat. §12-219 to an amount less than \$250. In addition, financial service companies are now subject to the tax calculated under Conn. Gen. Stat. §12-219 and may not apply any tax credits to reduce the tax below \$250.

Conn. Gen. Stat. §12-219, as amended by 2002 Conn. Pub. Acts 1, §57 (May 9 Spec. Sess.)

Effective for income years beginning on or after January 1, 2002, each corporation included in a combined return shall pay the minimum tax, and no tax credit allowed against the tax shall reduce an included corporation's tax calculated under Conn. Gen. Stat. §12-219 to an amount less than \$250.

Conn. Gen. Stat. §12-223c, as amended by 2002 Conn. Pub. Acts 1, §58 (May 9 Spec. Sess.)

Tax Credits May Not Reduce Tax by More Than 70%

Effective for income years beginning on or after January 1, 2002, the amount of tax credit or credits otherwise allowable against the corporation business tax

for any income year shall not exceed 70% of the amount of tax due from such taxpayer under the corporation business tax prior to the application of the tax credits.

2002 Conn. Pub. Acts 1, §59 (May 9 Spec. Sess.)

Amendments to the Commissioner's Discretionary Authority

Effective for income years beginning on or after January 1, 2002, the Commissioner may exercise his authority to make adjustments in cases where an arrangement between related entities results in an inaccurate reflection of income as long as his discretion is not arbitrarily, capriciously, or unreasonably exercised. In addition, the General Assembly effectively overruled the Connecticut Supreme Court's decision in *Carpenter Technology Corp. v. Commissioner*, 256 Conn. 455 (2001), by specifically affirming that the facts, circumstances, and transactions at issue in the Carpenter case amply satisfy the improper or inaccurate reflection of net income standard set forth in Conn. Gen. Stat. §12-226a.

Conn. Gen. Stat. §12-226a, as amended by 2002 Conn. Pub. Acts 1, §§61 and 62 (May 9 Spec. Sess.)

Payment of Interest on Corporation Business Tax Overpayments

No interest shall be paid on the overpayment for any month or fraction of a month before the 91st day after the day prescribed for filing the tax return, determined without regard to any extension of time for filing. In the case of a late-filed return, interest will begin to accrue from the 91st day after the return was filed.

In the case of an overpayment reported on an amended tax return, no interest shall be paid for any month or fraction of a month before the 91st day after the date the amended tax return was filed. Any amended return filed before the last day prescribed for filing the tax return for such year, determined without regard to any extension of time for filing, shall be considered as filed on the last day prescribed for filing the return.

A tax return or amended tax return shall not be treated as filed until it is filed in a “processable form.” *Processible form* is defined as a return that is filed on a permitted form containing the taxpayer’s name, address, identifying number, required signatures, and sufficient required information to permit the mathematical verification of the tax liability shown on the return.

Conn. Gen. Stat. §12-227, as amended by 2002 Conn. Pub. Acts 1, §§63 and 64 (May 9 Spec. Sess.)

No Addition to Tax for Underpayment As a Result of Legislative Changes

Effective August 15, 2002, no addition to tax shall be made under Conn. Gen. Stat. §12-242d in the case of any underpayment of estimated tax by any company to the extent that the underpayment was created or increased by any provision of 2002 Conn. Pub. Acts 1 (May 9 Spec. Sess.) and to the extent that any estimated tax payment was required to be made on or before July 15, 2002.

Conn. Gen. Stat. §12-242d, as amended by 2002 Conn. Pub. Acts 4, §2 (May 9 Spec. Sess.)

No Penalties and Interest for Underpayment As a Result of Legislative Changes

Effective August 15, 2002, Conn. Gen. Stat. §§12-225, 12-226, and 12-229 shall not apply with respect to the imposition of penalties or accrual of interest in the case of any underpayment of tax by any company to the extent the underpayment was created or increased by any provision of 2002 Conn. Pub. Acts 1 (May 9 Spec. Sess.) and to the extent the payment was required to be made on or before August 1, 2002.

Conn. Gen. Stat. §§12-225, 12-226, and 12-229, as amended by 2002 Conn. Pub. Acts 4, §4 (May 9 Spec. Sess.)

Apportionment Election Eliminated for Companies Operating in a Distressed Municipality With Income From Credit Card Activities

For income years beginning on or after January 1, 2002, companies operating in a distressed municipality with income from credit card activities must apportion their net income using a single factor apportionment formula.

Conn. Gen. Stat. §12-218j, as amended by 1996 Conn. Pub. Acts 1, §18

Business Entity Tax

For taxable years beginning on or after January 1, 2002, there is an annual tax of \$250 on each S corporation; each limited liability company, which is for federal income tax purposes either treated as a partnership, if it has two or more members, or disregarded as an entity separate from its owner, if it has a single member; each limited liability partnership; and each limited partnership; where the entity is required to file an annual report with the Connecticut Secretary of the State. The tax is required to be paid to DRS by an entity on or before the fifteenth day of the fourth month following the close of the entity’s taxable year (April 15 for calendar year filers). An entity’s taxable year is its taxable year for federal income tax purposes.

Failure to pay the tax when due subjects an entity to a \$50 late payment penalty. DRS may waive all or part of the penalty when it is proven that the failure to pay the tax on time was due to reasonable cause and was not intentional or due to neglect. Interest accrues on any unpaid tax at the rate of 1% (.01) per month or fraction of a month from the due date until the date of payment. See **Special Notice 2002(11)**, *Business Entity Tax*, for more information.

2002 Conn. Pub. Acts 1, §55 (May 9 Spec. Sess.), as amended by 2002 Conn. Pub. Acts 4, §1 (May 9 Spec. Sess.)

LEGISLATIVE CHANGES AFFECTING CONNECTICUT CORPORATION BUSINESS TAX CREDITS

For a brief overview of all Connecticut Corporation Business Tax Credits, see Pages 18 through 20.

Tax Credits May Not Reduce Tax by More Than 70%

Effective for income years beginning on or after January 1, 2002, the amount of tax credit or credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% of the amount of tax due from such taxpayer under the corporation business tax prior to the application of the tax credits.

2002 Conn. Pub. Acts 1, §59 (May 9 Spec. Sess.)

Minimum Tax Changes

Effective for income years beginning on or after January 1, 2002, no tax credit allowed against the corporation business tax shall reduce a company's tax calculated under Conn. Gen. Stat. §12-219 to an amount less than \$250. In addition, financial service companies are now subject to the tax calculated under Conn. Gen. Stat. §12-219 and may not apply any tax credits to reduce the tax below \$250.

Conn. Gen. Stat. §12-219, as amended by 2002 Conn. Pub. Acts 1, §57 (May 9 Spec. Sess.)

Effective for income years beginning on or after January 1, 2002, each corporation included in a combined return shall pay the minimum tax, and no tax credit allowed against the tax shall reduce an included corporation's tax calculated under Conn. Gen. Stat. §12-219 to an amount less than \$250.

Conn. Gen. Stat. §12-223c, as amended by 2002 Conn. Pub. Acts 1, §58 (May 9 Spec. Sess.)

Clean Alternative Fuel Tax Credit Extension

Effective for income years beginning on or after January 1, 2002, Conn. Gen. Stat. §12-217i is amended to extend the clean alternative fuel tax credit to any income year beginning prior to January 1, 2004.

Conn. Gen. Stat. §12-217i, as amended by 2002 Conn. Pub. Acts 4, §11 (May 9 Spec. Sess.)

Limitations on Refund of Research and Development Tax Credit

Effective July 1, 2002, any taxpayer entitled to a research and development tax credit refund of more than \$1 million for income years 2000 or 2001 that did not receive its payment before July 1, 2002, will only be entitled to receive \$1 million in any one state fiscal year with any remaining credit refund due paid equally over the next two state fiscal years. For research and development tax credit refund claims filed for income years beginning on or after January 1, 2002, no taxpayer may receive a tax credit refund of more than \$1.5 million in any one income year.

Conn. Gen. Stat. §12-217ee, as amended by 2001 Conn. Pub. Acts 6, §11 (June Spec. Sess.) and 2002 Conn. Pub. Acts 1, §60 (May 9 Spec. Sess.)

Conn. Gen. Stat. §12-217ee, as amended by 2001 Conn. Pub. Acts 6, §11 and 2002 Conn. Pub. Acts 1, §60, is further amended to provide that for the purposes of determining whether the taxpayer qualifies to claim a refund of research and development tax credits, payment of the minimum tax of \$250 under Conn. Gen. Stat. §§12-219 or 12-223c, as amended by 2002 Conn. Pub. Acts 1, §§57 and 58, shall not be considered a tax liability that would preclude the taxpayer from qualifying for the credit refund.

2002 Conn. Pub. Acts 4, §19 (May 9 Spec. Sess.)

GENERAL INFORMATION

How to Get Help

DRS is ready to help you and offers several resources where you can get answers to Connecticut tax questions. Visit the DRS Web site at: www.drs.state.ct.us or for personal assistance see the back cover of this booklet for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m. If you visit, be sure to bring your **completed** federal Form 1120, U.S. Corporation Income Tax Return.

Personal telephone assistance is available Monday through Friday, 8:00 a.m. to 5:00 p.m. Extended hours are offered. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line or visit the DRS Web site for details.

How to Get Additional Forms and Publications

Download and print Connecticut tax forms and publications seven days a week from the DRS Web site at: www.drs.state.ct.us. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet. You may also photocopy the forms you need from the *2002 Connecticut Package X*, which is on file at most public libraries.

Who Must File Form CT-1120

Form CT-1120, *Corporation Business Tax Return*, must be filed by every corporation (or association taxable as a corporation) that carries on business or has the right to carry on business in Connecticut. Any corporation dissolved or withdrawn from Connecticut is subject to the corporation business tax up to the date of dissolution or withdrawal.

Corporations electing to file a combined return must also complete **Form CT-1120CR**, *Combined Corporation Business Tax Return*.

Who is Exempt From Corporation Business Tax

The following companies **are exempt from filing Form CT-1120**:

- Insurance companies incorporated under the laws of any other state or foreign government, and domestic insurance companies;
- Companies exempt by the federal corporation net income tax law;
- A domestic international sales corporation (DISC) which has made a valid election for federal income tax purposes to be treated as a DISC;
- Companies subject to gross earnings taxes or whose properties in Connecticut are operated by railroad companies subject to gross earnings taxes under Chapter 210 of the Connecticut General Statutes;
- Cooperative housing corporations, as defined for federal income tax purposes;
- Corporate limited partners in one or more investment partnerships that are otherwise not doing business in Connecticut; **and**
- Non-United States corporations whose sole activity in Connecticut is trading in stocks, securities, or commodities for their own account.

The following companies, organizations, or associations **are exempt** from payment of Connecticut corporation business tax **but must register and file Form CT-1120** to claim the exemption:

- A homeowner's association that has elected to be treated as such for federal income tax purposes (a copy of federal Form 1120H **must** be attached to its **Form CT-1120**);
- Certain political organizations or associations that are exempt from federal income taxes under I.R.C. §527 (a copy of federal Form 1120 POL **must** be attached to its **Form CT-1120**);
- Financial service companies whose corporate headquarters are located in the export zone in the City of Hartford, Connecticut, and who are conducting all of their business outside the United States; **and**
- Passive investment companies (PICs), as defined under Conn. Gen. Stat. §12-213(a)(27), **must** file **Form CT-1120 PIC**, *Information Return for Passive Investment Companies*, in place of **Form CT-1120**.

Accounting Period and Method of Accounting

A corporation must use the same accounting period and method of accounting for Connecticut tax purposes as it does for federal tax purposes. If a corporation’s accounting period or method of accounting is changed for federal tax purposes, the same change must be made for Connecticut tax purposes.

When to File Form CT-1120

Every corporation must file a return on or before the first day of the month following the due date of the company's corresponding federal income tax return for the income year (April 1 for calendar year taxpayers). In the case of any company that is not required to file a federal income tax return for the income year, the Connecticut corporation business tax return is due on or before the first day of the fourth month following the end of the income year. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date. The return will meet the timely filed and timely payment rules if the U.S. Postal Service cancellation date, or the date recorded or marked by a designated private delivery service (PDS) using a designated type of service, is on or before the due date. Not all services provided by these designated PDSs qualify.

The following are the designated PDSs and designated types of service at the time of publication:

<p>Airborne Express (Airborne)</p> <ul style="list-style-type: none"> Overnight Air Express Service Next Afternoon Service Second Day Service 	<p>DHL Worldwide Express (DHL)</p> <ul style="list-style-type: none"> DHL “Same Day” Service DHL USA Overnight
<p>Federal Express (FedEx)</p> <ul style="list-style-type: none"> FedEx Priority Overnight FedEx Standard Overnight FedEx 2Day FedEx International Priority FedEx International First 	<p>United Parcel Service (UPS)</p> <ul style="list-style-type: none"> UPS Next Day Air UPS Next Day Air Saver UPS 2nd Day Air UPS 2nd Day Air A.M. UPS Worldwide Express Plus UPS Worldwide Express

This list is subject to change. To verify the names of designated PDSs and designated types of service, check the DRS Web site or call DRS. See **Policy Statement 2002(4)**, *Designated Private Delivery Services and Designated Types of Service*.

If **Form CT-1120** is filed late, see *Interest and Penalties* to determine if interest and penalty should be reported with this return.

Extension Request

To get an extension of time to file the annual return, the corporation must file **Form CT-1120 EXT**, *Application for Extension of Time to File Corporation Business Tax Return*, not later than the first day of the fourth month following the due date of the company's corresponding federal income tax return for the income year (April 1 for calendar year taxpayers). In the case of any company that is not required to file a federal income tax return for the income year, the extension request must be filed on or before the first day of the fourth month following the end of the income year. Payment of the total tax due must be included with the request. The timely filing of **Form CT-1120 EXT** will automatically extend the due date for six months.

Form CT-1120 EXT extends only the time to file the tax return; it does not extend the time to pay the corporation business tax. Interest on any tax not paid by the original due date is computed at 1% (.01) per month or fraction of a month.

Where to File

Use the pre-addressed envelope enclosed with your return or mail to:

**Department of Revenue Services
PO Box 2974
Hartford CT 06104-2974**

Amended Returns

Any corporation that fails to include items of income or deduction or makes any other error on a return must file an amended return using **Form CT-1120X**, *Amended Corporation Business Tax Return*. A copy of federal Form 1120X must be attached to substantiate any changes to federal net income.

Internal Revenue Service Changes

Corrections to taxable income by the Internal Revenue Service (IRS) must be reported to the Commissioner of Revenue Services within 90 days after receipt of the final notice of correction from the IRS. All federal adjustments must be reported using **Form CT-1120X**. An extension request for reporting federal audit changes may be submitted in writing to the Commissioner of Revenue Services stating the reason additional time is required.

Estimated Tax Payments

Every corporation carrying on or having the right to carry on business in Connecticut whose estimated current year tax exceeds \$1,000 must pay estimated tax payments in four installments. See General Instructions on **Forms CT-1120 ESA, ESB, ESC, and ESD**, *Estimated Corporation Business Tax*. DRS mails four preprinted estimated tax payment coupons with instructions to corporations that paid estimated tax or had a Connecticut corporation tax liability exceeding \$1,000 in the prior taxable year. Using these preprinted forms will ensure accuracy and timeliness in processing the corporation's estimated tax payments. If a corporation does not receive preprinted estimated coupons, **Forms CT-1120 ESA, ESB, ESC, and ESD**, are included in this booklet.

The required annual payment is the lesser of:

- 90% of the tax shown on the return for the income year, or, if no return is filed, 90% of the tax for such year; or
- 100% of the tax shown on the return for the previous income year without regard to any credit, if the previous income year was an income year of 12 months and if the company filed a return for the previous income year showing a liability for tax.

Estimated tax due dates (for calendar year filers):

1st Installment - March 15, 2003
30% of prior year tax or 27% of current year tax
2nd Installment - June 15, 2003
70% of prior year tax or 63% of current year tax
3rd Installment - September 15, 2003
80% of prior year tax or 72% of current year tax
4th Installment - December 15, 2003
100% of prior year tax or 90% of current year tax

If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

New for 2002: The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of tax due prior to the application of the tax credit. *2002 Conn. Pub. Acts 1, §59 (May 9 Spec. Sess.)*

If the corporation's income varies throughout the year, the corporation may be able to reduce or eliminate the amount of an estimated tax payment for one or more periods by using the annualized income installment method. See **Informational Publication 99(12.1)**, *Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE*.

Interest and Penalties

Interest is computed at 1% (.01) per month or fraction of a month on the underpayment of tax from the original due date of the return through the date of payment. Interest due on the underpayment of estimated tax is computed using **Form CT-1120I**, *Computation of Interest Due on Underpayment of Estimated Tax*. Interest on underpayment or late payment of tax **cannot** be waived.

Penalty for Late Payment or Late Filing

The penalty for late payment or underpayment of corporation business tax is 10% (.10) of the tax due or \$50, whichever is greater. A taxpayer that has been granted a filing extension may avoid a late payment penalty if at least 90% of the tax shown to be due on the return is paid on or before the original due date of the return, and the outstanding balance of 10% or less is paid with the filing of **Form CT-1120**, on or before the extended due date.

If no tax is due, the Commissioner of Revenue Services may impose a \$50 penalty for the late filing of any return or report that is required by law to be filed.

Penalty for Willful Failure to File or Pay

Anyone who willfully fails to pay the tax or file a return will be fined up to \$1,000 or imprisoned up to one year, or both, in addition to any other penalty.

Penalty for Willful Filing of a Fraudulent or Materially False Return

If you willfully file a tax return you know to be fraudulent or false in any material matter, you may be fined up to \$5,000 or imprisoned from one to five years, or both.

Waiver of Penalty

You may be able to have the penalty waived if the failure to file or pay tax on time was due to a reasonable cause. Interest cannot be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests must include:

- A clear and complete written explanation;
- The corporation name, Connecticut Tax Registration Number, and Federal Employer Identification Number (if applicable);
- The name of the original form filed or billing notice received;
- The taxable filing period; **and**
- Documentation supporting your explanation.

Attach your request to the **front** of your tax return or mail separately to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

Tax Status Requests

Requests for tax status must be submitted in writing and include:

- Name and address of taxpayer;
- Connecticut Tax Registration Number;
- Reason for request; **and**
- Tax types for which the tax status is being requested.

DRS will send information pertaining to tax status requests directly to the corporation's last known address as shown on DRS records. In situations where anyone other than a corporate officer or director requests tax status information, the requester must include a completed **Form LGL-001, Power of Attorney**. See **Informational Publication 2002(15), Status Letters**, for more information.

Mail your tax status request to:

**Department of Revenue Services
Refunds, Clearances, and Adjustments Unit
25 Sigourney Street
Hartford CT 06106-5032**

Recordkeeping

Keep a copy of the tax return, worksheets, and records of all items appearing on the return until the statute of limitations expires for that return. Usually, this is three years from the date the return was due or filed, whichever is later. However, if the corporation reports a net operating loss or credit carryforward or carryback, the statute of limitations may expire later.

Copies of Returns

A corporation may request a copy of a previously filed tax return from DRS by completing **Form LGL-002, Request for Disclosure of Tax Return or Tax Return Information**. In general, the copy will be received in three weeks.

FORM CT-1120 GENERAL INSTRUCTIONS

Attach a completed copy of the corporation's federal income tax return, including all schedules and attachments as filed with the IRS, to Form CT-1120.

Required Information

Enter the beginning and ending dates of the corporation's income year regardless of whether the corporation is a calendar year or fiscal year filer. Also enter the corporation's Connecticut Tax Registration Number, Federal Employer Identification Number, total assets, gross receipts (net of returns and allowances), and North American Industry Classification System (NAICS) code for principal business activity, in the spaces provided at the top of **Form CT-1120**.

NAICS Code for Principal Business Activity

Use **Form CT-NAICS**, *NAICS Codes for Principal Business Activity for Connecticut Tax Purposes*, provided in this booklet, to determine the six-digit NAICS business activity code number that best describes the principal business activity of the corporation.

Name and Address

Remove the preprinted label from the back of this booklet and place it over the name and address block of the return. Be sure the information on the label is correct. Using the label reduces the possibility of error in processing your return.

If there is no preprinted label, print or type the information requested in the space provided at the top of **Form CT-1120**. Be sure to enter the corporation's Connecticut Tax Registration Number and Federal Employer Identification Number.

Check and Complete all Applicable Boxes

1. Change of Closing Month or Address

Indicate any change to the end of the corporation's filing period by checking off the proper box and attaching an explanation of the change.

To make any changes to the corporation's preprinted address, draw a line through the incorrect information and clearly print the new information,

check the *Change of Address* box, and file **Form CT-8822C**, *Corporation Business Tax Change of Address*. If the *Change of Address* box is checked, a completed **Form CT-8822C** **must** be attached to **Form CT-1120**.

2. Return Status

Check the corresponding box to indicate the type of return being filed.

If this is the first time the corporation is filing **Form CT-1120**, check the *Initial Return* box.

If the corporation is filing a final return, check the *Final Return* box along with the corresponding box providing the reason for the final return.

If the corporation is filing for a short period, check the *Short Period Return* box.

3. Short Period Return

Check the corresponding box to indicate the reason for a short period return.

4. Final Return

If the corporation is filing a final return, check the corresponding box providing the reason for the final return:

Dissolution

To properly dissolve a domestic corporation you must file a Certificate of Dissolution with the Connecticut Office of the Secretary of the State. A dissolved corporation **must** file a return for the period up to the date of legal dissolution or the date of the final liquidation of assets, whichever is later.

Any dissolved corporation that continues to conduct business **must** file **Form CT-1120** and pay any taxes due. If a corporation has been dissolved by forfeiture and wishes to be reinstated, it must submit a written request for a tax clearance to:

**Department of Revenue Services
Corporation Office Audit Unit
25 Sigourney Street
Hartford CT 06106-5032**

The tax clearance and certificate of reinstatement must be filed with the Connecticut Office of the Secretary of the State.

Withdrawal From State

A foreign corporation that wishes to withdraw from Connecticut must file a written application for withdrawal with the Connecticut Office of the Secretary of the State. Any corporation that has withdrawn must file Connecticut **Form CT-1120** up to the date of withdrawal and pay any taxes due.

Mergers and Reorganizations

A corporation that has merged must file a written application with the Connecticut Office of the Secretary of the State. Any corporation that has merged must file **Form CT-1120** covering the period up to the date of merger and pay any tax due.

For further information about withdrawal from the state, mergers and reorganizations, or dissolutions, contact the Connecticut Office of the Secretary of the State at: 860-509-6000.

Any corporation that is reorganized must submit the details concerning the reorganization in writing and disclose the survivor's Connecticut Tax Registration Number. Mail to:

**Department of Revenue Services
PO Box 2937
Hartford CT 06104-2937**

5. Type of Federal Return Filed

Check the appropriate box for the type of federal return filed. If the Consolidated Basis box is checked, you must enter the parent company's name and Federal Employer Identification Number.

6. Exchange of Research and Development Tax Credit

Check this box if the corporation is exchanging Research and Development tax credits available under Conn. Gen. Stat. §§12-217j or 12-217n, for a credit refund equal to 65% of the value of the credit, subject to certain limitations. Attach **Form CT-1120RC** or **Form CT-1120 RDC**, and **Form CT-1120 XCH**, *Application for Exchange of Research and Development or Research and Experimental Expenditures Tax Credits by a Qualified Small Business*.

7. Previous Combined Return

If the corporation was included in **Form CT-1120CR**, *Connecticut Combined Corporation Business Tax Return*, for the previous year and is filing a separate return this year, or if this is the first year the corporation is electing or revoking combined status, check the corresponding box and attach **Form CT-1120CC**, *Combined Return Consent*, or **Form CT-1120CC-R**, *Revocation of Election and Consent to File Combined Corporation Business Tax Return*.

8. Combined Return

Check the corresponding box if the corporation is included in **Form CT-1120CR**.

9. Principal Place of Business

If the principal place of business is located outside Connecticut, enter the name of the state where it is located.

Enter the state in which the corporation filed its Articles of Incorporation and the date of organization. If incorporated outside of Connecticut, enter the date qualified to do business in Connecticut. A corporation must enter the date it began business operations in Connecticut.

10. Exempt Corporation

If the corporation is exempt from Connecticut corporation business tax, check this box and attach an explanation of the exemption. The explanation must include the statutory cite for the exemption. See *Who Must File Form CT-1120*.

11. Annualization

Check the corresponding box if the corporation is annualizing its income.

Complete **Form CT-1120I**, *Computation of Interest Due on Underpayment of Estimated Tax*, and attach it to **Form CT-1120**.

See **Informational Publication 99(12.1)**, *Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE*.

FORM CT-1120 LINE INSTRUCTIONS

Schedule A - Computation of Tax on Net Income

A corporation entitled to apportion its income must complete either **Form CT-1120A**, *Corporation Business Tax Return Apportionment Computation*, or one of the special apportionment forms listed below:

- Air carriers use **Form CT-1120A-A**, *Corporation Business Tax Return Apportionment Computation – Air Carriers*.
- Motor bus companies and motor carriers engaged in multistate business use **Form CT-1120A-BMC**, *Corporation Business Tax Return Apportionment Computation – Motor Bus and Motor Carrier Companies*.
- Financial service companies use **Form CT-1120A-FS**, *Corporation Business Tax Return Apportionment Computation of Income From Financial Service Company Activities*.
- Manufacturers use **Form CT-1120A-MFG**, *Corporation Business Tax Return Apportionment Computation - Manufacturing Companies*.
- Broadcasters and production entities use **Form CT-1120A-BPE**, *Corporation Business Tax Return Apportionment Computation - Broadcasters and Production Entities*.
- Corporations that receive income from rendering securities brokerage services use **Form CT-1120A-SBC**, *Corporation Business Tax Return Apportionment Computation – Securities Brokerage Services*.
- Corporations that derive income from credit card activities use **Form CT-1120A-CCA**, *Corporation Business Tax Return Apportionment Computation of Income From Credit Card Activities*.
- If a corporation is a limited partner in one or more limited partnerships (other than an investment partnership) and is not otherwise carrying on or doing business in Connecticut, the partnership may elect for any income year to apportion its net income inside and outside the state as provided under the corporation business tax. Use **Form CT-1120A-LP**, *Corporation Business Tax Return Apportionment of Limited Partnership Interests*.

Line 1 - Enter the net income from *Schedule D*, Line 13.

Line 2 - Enter the appropriate apportionment fraction from **Form CT-1120A**, *Schedule Q*, Line 2; *Schedule R*, Line 6, Column C; or from the appropriate forms previously referenced. The fraction must be expressed as a decimal and carried to six places.

Line 3 - Enter the amount from Line 1 multiplied by Line 2, or enter the amount from Line 1, if not entitled to apportion.

Line 4 - Enter the amount of any unused losses from **Form CT-1120 ATT**, *Schedule H*, Line 6, Column A, attributable to Connecticut business operations as reported in years ending December 31, 1997, and thereafter.

Net operating losses incurred for income years beginning prior to January 1, 2000, may be carried forward for five successive income years. Net operating losses incurred for income years beginning on or after January 1, 2000, may be carried forward for twenty successive income years. Losses may not be carried back. The loss entered here is limited to the loss attributed to Connecticut according to the method of apportionment prescribed in Conn. Gen. Stat. §12-218. See **Form CT-1120CR** instructions for information about using carryforward losses on a combined return.

Line 5 - Subtract Line 4 from Line 3 and enter the result on Line 5.

Line 6 - Multiply Line 5 by 7.5% (.075) and enter the result on Line 6.

Schedule B - Computation of Minimum Tax on Capital

Use *Schedule B* to compute the minimum tax on the capital of a corporation. The minimum tax on capital does not apply to real estate investment trusts, regulated investment companies, or interlocal risk management agencies formed under Chapter 113a of the Connecticut General Statutes.

Line 1 - Enter the amount shown on *Schedule E*, Line 6, Column C.

Line 2 - Corporations, other than air carriers, enter the apportionment fraction from **Form CT-1120A, Schedule S**, Line 3, Column C. The fraction must be expressed as a decimal and carried to six places.

Line 3 - Enter the amount from Line 1 multiplied by Line 2, or enter the amount from Line 1, if not entitled to apportion.

Line 4 - Enter the number of months the corporation carried on business or had the right to carry on business in Connecticut, whichever is greater. A fractional part of a month is counted as a full month.

Line 5 - Multiply Line 3 by Line 4. Divide the result by 12 and enter the amount on Line 5.

Line 6 - Multiply Line 5 by 0.31% (.0031) and enter the result on Line 6. The maximum tax for *Schedule B* is \$1,000,000.

Schedule C - Computation of Amount Payable

Line 1(a) - Enter the amount from *Schedule A*, Line 6; *Schedule B*, Line 6; or \$250, whichever is greatest.

Line 1(b) - Currently, there are two tax credits that are subject to recapture. If a corporation has received a notice from Connecticut Housing Finance Authority (CHFA) indicating that 60% or more of a revolving loan fund has not been properly loaned on or before the date that is three years after the date that a revolving loan fund was established by such corporation, the credit amount specified in the notice must be recaptured. This amount should be reported on the first **Form CT-1120** to be filed on or after the date of notice.

If the fixed capital on account of which a corporation claimed a tax credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for three full years following its acquisition, the corporation is required to recapture 100% of the amount of the credit allowed on the corporation business tax return that is required to be filed for the income year immediately following the income year during which the three-year period expires.

Line 1 - Add Line 1(a) and Line 1(b) and enter the total on Line 1. If no tax credits are being claimed, proceed to Line 6 and enter this amount also on Line 6.

Line 2 - Multiply Line 1 by 30% (.30) and enter the result on Line 2.

Line 3 - Enter the greater of the amount on Line 2 or \$250.

Line 4 - Subtract Line 3 from Line 1 and enter the result on Line 4.

Line 5 - Enter the total tax credits applied from **Form CT-1120K, Business Tax Credit Summary**, Part II, Line 14. Do not exceed the amount on Line 4.

Line 6 - Subtract Line 5 from Line 1 and enter the result on Line 6.

Line 7 - Enter on Lines 7a, 7b, and 7c, all prepayments made. Enter the total on Line 7.

Line 8 - Subtract Line 7 from Line 6 and enter the result on Line 8.

Line 9(a) - Enter penalty if applicable. See *Interest and Penalties*.

Line 9(b) - Enter interest due on tax not paid by the original due date. See *Interest and Penalties*.

Line 9(c) - Enter interest due on underpayment of estimated tax. Complete and attach **Form CT-1120I, Computation of Interest Due on Underpayment of Estimated Tax**.

Line 9 - Add Lines 9(a), 9(b), and 9(c) and enter the total on Line 9.

Line 10(a) - Enter the amount of overpayment to be credited to 2003 estimated tax.

Overpayment of tax liability for a preceding income year is credited against the current estimated tax liability as of the receipt date of a completed tax return and **not** a tentative tax return. An overpayment cannot be determined to exist until a completed return is filed. Overpayments will be treated as estimated tax paid on March 15, if the tax return is filed by March 15. **Your request to apply an overpayment to the following tax year is irrevocable.**

Line 10(b) - Enter the amount of overpayment to be refunded.

Line 10 - Enter the sum of Line 10(a) and Line 10(b).

Line 11 - Balance Due - Add Line 8 and Line 9. Enter the total on Line 11.

Schedule D - Computation of Net Income

Line 1 - Enter your federal taxable income (loss) before net operating loss and special deductions as filed on your federal return.

Line 2 - Enter all interest income that is exempt from federal taxation.

Line 3 - Enter the amount from *Schedule F*, Line 8 (total unallowable deduction for corporation business tax).

Line 4 - Enter otherwise deductible **interest expenses and costs** and **intangible expenses and costs** directly or indirectly paid, accrued or incurred to, or in connection directly or indirectly with, one or more direct or indirect transactions with, one or more **related members**.

Interest expenses and costs means amounts directly or indirectly allowed as deductions under I.R.C. §163 for purposes of determining taxable income under the Internal Revenue Code to the extent such expenses and costs are directly or indirectly for, related to, or in connection with the direct or indirect acquisition, maintenance, management, ownership, sale, exchange, or disposition of **intangible property**.

Intangible expenses and costs include:

- Expenses, losses, and costs for, related to, or in connection directly or indirectly with the direct or indirect acquisition, use, maintenance or management, ownership, sale, exchange, or any other disposition of intangible property to the extent such amounts are allowed as deductions or costs in determining taxable income before operating loss deduction and special deductions for the taxable year under the Internal Revenue Code;
- Losses related to or incurred in connection directly or indirectly with factoring transactions or discounting transactions;
- Royalty, patent, technical, and copyright fees;
- Licensing fees; and
- Other similar expenses and costs.

Intangible property means patents, patent applications, trade names, trademarks, service marks, copyrights, and similar types of intangible assets.

Related member means a person that, with respect to the taxpayer during all or any portion of the taxable year, is a related entity, a component member as defined in I.R.C. §1563(b), or is a person to or from whom there is attribution of stock ownership in accordance with I.R.C. §1563(e).

For definition of *related entity*, see Conn. Gen. Stat. §12-218c(6).

Line 5 - Enter the amount of the 30% federal bonus depreciation allowed under I.R.C. §168(k), that was claimed on federal Form 1120, U.S. Corporation Income Tax Return.

Line 6 - Add Lines 1, 2, 3, 4, and 5 and enter the total on Line 6.

Line 7 - Enter the dividend deduction calculated on **Form CT-1120 ATT**, *Corporation Business Tax Return Attachment, Schedule I*, Line 4.

Line 8 - Enter the amount of any available capital loss carryover that was not deducted in computing federal capital gain. This amount is limited to the amount of the capital gain reported on the federal return as prescribed in Conn. Gen. Stat. §12-217.

Line 9 - Enter the value of any capital gain realized from the sale of any land, or interest in land, to the state, any political subdivision of the state, or to any nonprofit land conservation organization where such land is to be permanently preserved as protected open space or to a water company (as defined in Conn. Gen. Stat. §25-32a), where such land is to be permanently preserved as protected open space or as Class I or Class II water company land.

Line 10 - Enter the federal bonus depreciation recovery amount from **Form CT-1120 ATT**, *Schedule J*, Line 4.

Line 11 - Enter the amount received from a related member attributable to intangible expenses and costs or to interest expenses and costs, provided such income was:

- Included on *Schedule D*, Line 1 of this return;
- Received from a related member who filed a Connecticut corporation business tax return for the same income year; and
- Required to be added back by the related member under Conn. Gen. Stat. §12-218c.

For definitions of *interest expenses and costs*, *intangible property*, and *related member*, see Line 4 instructions.

For definition of *related entity*, see Conn. Gen. Stat. §12-218c(6).

Line 12 - Add Lines 7, 8, 9, 10, and 11 and enter the total on Line 12.

Line 13 - Subtract Line 12 from Line 6. Enter the result here and on *Schedule A*, Line 1.

Schedule E - Computation of Minimum Tax Base

Line 1 - Enter the beginning (Column A) and ending (Column B) values of the issued and outstanding capital stock including treasury stock at par or face value, fractional shares, scrip certificates, and payments on subscriptions. (See federal Form 1120, Schedule L, Line 22a and Line 22b.)

Line 2 - Enter the beginning (Column A) and ending (Column B) values of paid-in or capital surplus, including retained earnings. Any deficit must be reported as a negative number. (See federal Form 1120, Schedule L, Lines 23, 24, and 25.)

Line 3 - Enter the beginning (Column A) and ending (Column B) values of all surplus reserves (including deferred taxes). Attach a schedule of all surplus reserves to support the amounts shown on Line 3.

A *reserve* is an amount set aside or deducted from current or retained earnings for meeting future liabilities.

Line 4 - Add Lines 1, 2, and 3 in both Column A and Column B. Enter in Column C the average of Column A and Column B.

Line 5 - Enter the total holdings of stock in Column A and Column B. Enter the average of Column A and Column B on Line 5, Column C.

Attach a schedule that lists the beginning and ending book values of total holdings of stock of private corporations, including treasury stock. The total book value of shares must equal the amount claimed as a deduction on *Schedule E*, Line 5. The book value of stock does not include the value of other assets acquired and held in connection with or incidental to the ownership of such stock.

Private corporations means all non-governmental corporations, whether closely or publicly held.

Line 6 - Subtract Line 5, Column C, from Line 4, Column C. Enter the result here and on **Form CT-1120**, *Schedule B*, Line 1.

Schedule F - Taxes

Conn. Gen. Stat. §12-217 disallows any deduction for the Connecticut corporation business tax and any deduction for taxes imposed on or measured by income or profits by any state, political subdivision, or the District of Columbia.

Line 1 - Enter in Column A all payroll taxes deducted in arriving at federal taxable income.

Line 2 - Enter in Column A all real property taxes deducted in arriving at federal taxable income.

Line 3 - Enter in Column A all personal property taxes deducted in arriving at federal taxable income.

Line 4 - Enter in Column A all sales and use taxes deducted in arriving at federal taxable income.

Line 5 - Enter in Column A any other taxes not based on income or profits deducted in arriving at federal taxable income.

Line 6 - Enter in Column B the amount of Connecticut corporation business tax deducted in arriving at federal taxable income.

Line 7 - Enter in Column B any corporate tax imposed on or measured by income or profits by any state (other than Connecticut) or political subdivision, or the District of Columbia, deducted in the computation of federal taxable income.

Line 8 - Add the amounts on Line 6 and Line 7 in Column B and enter the result on Line 8. Enter also on *Schedule D*, Line 3.

Schedule G - Additional Required Information

Corporate Officers - Enter corporate officers' names, complete home addresses, and corporate titles. Attach an additional page if necessary.

Line 1 - Enter the Connecticut towns in which the corporation owns or leases (as lessee) real or tangible personal property or performed any services.

Line 2(a) - If the corporation transferred a controlling interest in an entity that owns Connecticut real property, the corporation (the transferor) may be subject to the controlling interest transfer tax. Enter the name and Federal Employer Identification Number (FEIN) of the entity in which a controlling interest was transferred. The transferor is required to file **Form AU-330**, *Controlling Interest Transfer Taxes*. (Conn. Gen. Stat. §12-638b)

Line 2(b) - If this corporation owned Connecticut real property and was the entity in which a controlling interest was transferred, enter the name and FEIN of the transferor. The transferor may be subject to the controlling interest transfer tax.

The entity in which a controlling interest was transferred is required to file **Form AU-331**, *Controlling Interest Transfer Taxes Informational Return*.

Line 3 - If any other corporation owns a majority of the voting stock of this corporation, enter the name and FEIN of the corporation.

Line 4 - Corrections to taxable income by the IRS must be reported within 90 days after receipt of the final notice of correction from the IRS. Enter the last taxable year this corporation was audited by the IRS.

All federal adjustments must be reported using **Form CT-1120X**.

Signature

The return must be signed by a duly authorized officer.

Paid Preparer Signature

Anyone who is paid to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number or Preparer Tax Identification Number (PTIN), their firm's FEIN, and their firm's address and telephone number in the spaces provided.

Paid Preparer Authorization

If the corporation wants to authorize DRS to contact the paid preparer who signed the 2002 tax return to discuss it, check the "Yes" box in the signature area of the return. This authorization applies only to the individual whose signature appears in the *Paid Preparer's Signature* section of the return. It does not apply to the firm, if any, shown in that section.

If the "Yes" box is checked, the corporation is authorizing DRS to call the paid preparer to answer any questions that may arise during the processing of the 2002 corporation business tax return. The corporation is also authorizing the paid preparer to:

- Give DRS any information that is missing from the return;
- Call DRS for information about the processing of the corporation's return or the status of the corporation's refund or payment; **and**
- Respond to certain DRS notices that the corporation may have shared with the preparer regarding math errors, offsets, and return preparation. The notices will not be sent to the preparer.

The corporation is **not** authorizing the paid preparer to receive any refund check, bind the corporation to anything (including additional tax liability), or otherwise represent the corporation before DRS. The authorization cannot be revoked. However, the authorization will automatically end no later than the due date (without regard to extensions) for filing the 2003 Connecticut Corporation Business Tax Return. This is on or before the first day of the month following the due date of the corporation's corresponding federal income tax return for the income year (April 1 for calendar year filers).

CONNECTICUT CORPORATION BUSINESS TAX CREDITS

The following information provides a brief overview of Connecticut business tax credits. More detailed information about Connecticut business tax credits is available in **Informational Publication 2001(17)**, *Guide to Connecticut Business Tax Credits*. At the end of this section is a directory of tax credits that includes the name, telephone number, and Web site (if available) of the agency administering each credit.

Apprenticeship Training Credit in Manufacturing, Plastic, and Construction Trades

A credit against the Connecticut corporation business tax is available to corporations that employ apprentices who are receiving training in the manufacturing, plastics, plastics-related, or construction trades.

Conn. Gen. Stat. §12-217g

Electronic Data Processing Equipment Property Tax Credit

A credit equal to 100% of the property tax owed and paid on electronic data processing (EDP) equipment during the income year is available and may be applied against certain business taxes.

Conn. Gen. Stat. §12-217t

Employer-Assisted Housing Tax Credit

A credit is available for contributions made to a revolving loan fund established to provide loans for housing located in Connecticut for employees who meet income eligibility limits.

Conn. Gen. Stat. §12-217p

Clean Alternative Fuel Credits (10% and 50%) for Vehicles, Equipment, and Related Filling or Recharging Stations

A credit of 10% is available and may be applied against certain Connecticut business taxes for expenses paid or incurred for the incremental cost of purchasing a vehicle which is exclusively powered by a clean alternative fuel.

A credit of 50% is available and may be applied against the Connecticut corporation business tax for the amount spent directly on the construction of or improvements to alternative fuel filling stations and for converting motor vehicles to utilize alternative fuels.

Conn. Gen. Stat. §12-217i, as amended by 2002 Conn. Pub. Acts 4, §11 (May 9 Spec. Sess.)

Financial Institutions Credit

A credit is available for financial institutions that build and occupy a facility of at least 900,000 sq. ft. and create and maintain new jobs in Connecticut. To apply for this credit, financial institutions must submit a proposal to the Commissioner of the Department of Economic and Community Development (DECD).

Conn. Gen. Stat. §§12-217u, 36-2, and 36a-410

Housing Program Contribution Credit

A credit is available and may be applied against various Connecticut business taxes for cash contributions made to housing programs which benefit low and moderate income individuals and families, and are sponsored, developed, or managed by nonprofit corporations.

Conn. Gen. Stat. §8-395

Manufacturing Facility Credit for Facilities Located in a Targeted Investment Community/Enterprise Zone

A credit is available equal to 50% of that portion of the Connecticut corporation business tax that is allocable to a manufacturing facility, as defined under Conn. Gen. Stat. §32-9p, which meets certain employment criteria and is located within a designated enterprise zone or other area designated as having enterprise zone level benefits, provided the facility became eligible after the designation of such zone.

A credit is available equal to 25% of that portion of the Connecticut corporation business tax that is allocable to a manufacturing facility located in a targeted investment community or other area with enterprise zone level benefits.

Conn. Gen. Stat. §12-217e

Insurance Reinvestment Fund Credit

A credit is available for investments in Connecticut companies engaged in the insurance business or providing services to insurance companies. The investments must be made through a fund manager who is registered with DECD.

Conn. Gen. Stat. §38a-88a, as amended by 2001 Conn. Pub. Acts 6, §§39, 72, 80, and 81 (June Spec. Sess.)

Traffic Reduction Programs Credit

A credit is available equal to 50% of the amount spent in Connecticut for the direct costs of traffic reduction programs and services instituted in Connecticut, not to exceed \$250 per employee employed in Connecticut who participates in alternative means of commuting to achieve the goals of the Federal Clean Air Act.

Conn. Gen. Stat. §§12-217s, 13b-38o, 13b-38p, 13b-38t, 13b-38v, and 13b-38x

Machinery and Equipment Expenditures Credit

A credit is available and may be applied against the Connecticut corporation business tax that is based upon a percentage of the incremental increase in expenditures for machinery and equipment acquired for and installed in a Connecticut facility.

Conn. Gen. Stat. §12-217o

Service Facility Credit

A credit is available to service facilities located outside of an Enterprise Zone but in a Targeted Investment Community. The amount of the credit depends upon the number of new employees working at the facility.

Conn. Gen. Stat. §§12-217e and 32-9p

Hiring Incentive Tax Credit

A credit of \$125 per month is available to business firms that hire recipients of Temporary Family Assistance. The credit is available for each full month of employment.

Conn. Gen. Stat. §12-217y

Neighborhood Assistance Act Program Credit

A credit is available and may be applied against various Connecticut corporation business taxes by business firms that make cash investments of at least \$250 to certain community programs that have received both municipal and state approval.

Conn. Gen. Stat. §§12-631 through 12-638 inclusive

Enterprise Zone Credit for Qualifying New Corporations

A credit is available to qualifying corporations which are created in an enterprise zone on or after January 1, 1997, and meet certain employment eligibility requirements.

Conn. Gen. Stat. §12-217v

Research and Development Grants to Institutions of Higher Education

A credit is available and may be applied against the Connecticut corporation business tax for the incremental increase in amounts spent by any corporation for any grant or combination of grants to an institution of higher education in Connecticut made for research and development related to advancements in technology.

Conn. Gen. Stat. §12-217l

Research and Development Expenditures Credit

A credit is available and may be applied against the Connecticut corporation business tax for research and development expenditures incurred in Connecticut.

Conn. Gen. Stat. §§12-217n and 12-217ee, as amended by 2001 Conn. Pub. Acts 6, §11 (June Spec. Sess.) and 2002 Conn. Pub. Acts 1, §60 (May 9 Spec. Sess.)

Research and Experimental Expenditures Credit

A credit is available and may be applied against the Connecticut corporation business tax for the incremental increase in research and experimental expenditures incurred in Connecticut.

Conn. Gen. Stat. §§12-217j and 12-217ee, as amended by 2001 Conn. Pub. Acts 6, §11 (June Spec. Sess.) and 2002 Conn. Pub. Acts 1, §60 (May 9 Spec. Sess.)

Fixed Capital Investment Credit

A credit is available to corporations for amounts paid or incurred for new tangible personal property that meets certain criteria.

Conn. Gen. Stat. §12-217w

Human Capital Investment Credit

A credit is available for amounts paid or incurred for certain types of human capital investments such as in-state job training and work education of persons employed in Connecticut; certain donations or capital contributions to institutions of higher learning in Connecticut; planning, site preparation, construction, renovation, or acquisition of day care facilities in Connecticut; child care subsidies paid to employees employed in Connecticut; or contributions made to the Individual Development Account Reserve Fund as defined in Conn. Gen. Stat. §31-55ww.

Conn. Gen. Stat. §12-217x

Credit for Displaced Workers Hired by Electric Suppliers

A credit is available and may be applied against the Connecticut corporation business tax by Connecticut electric suppliers that hire, for a minimum of six months, displaced workers who have been terminated as a direct result of the electric industry restructuring.

Conn. Gen. Stat. §§12-217bb and 16-1

Small Business Guaranty Fee Credit

A credit is available and may be applied against the Connecticut corporation business tax equal to the amount paid during an income year by a small

business to the federal Small Business Administration (SBA) as a guaranty fee to obtain guaranteed financing from the SBA.

Conn. Gen. Stat. §12-217cc

Donation of Open Space Land Credit

A credit is available and may be applied against the Connecticut corporation business tax equal to 50% of any donation of open space land. The value of the donation shall be based on the fair market value of the land at its highest and best use as determined by a certified real estate appraiser.

Conn. Gen. Stat. §12-217dd

Historic Homes Rehabilitation Credit

A credit is available and may be applied against the Connecticut corporation business tax in an amount equal to the lesser of 30% of the projected qualified rehabilitation expenditures or 30% of the actual rehabilitation expenditures for rehabilitating historic homes.

Conn. Gen. Stat. §10-320j

Computer Donation Credit

A Connecticut corporation business tax credit is available for the donation of new or used computers, not more than two years old at the time of donation, to a local or regional board of education or a public school. The amount of the credit shall not exceed 50% of the fair market value of the new or used computers at the time of donation. To qualify for this credit, taxpayers must apply to the Commissioner of Revenue Services for approval.

Conn. Gen. Stat. §10-228b

Urban and Industrial Site Reinvestment Credit

A Connecticut corporation business tax credit may be available for moneys invested in an “eligible urban reinvestment project” or an “eligible industrial site investment project.” The amount of credit available is based on a percentage of the funds invested.

Conn. Gen. Stat. §32-9t, as amended by 2001 Conn. Pub. Acts 9, §122 (June Spec. Sess.)

Connecticut Corporation Business Tax Credit Directory

Credit	Required Attachments	Administering Agency Information
Apprenticeship Training (Conn. Gen. Stat. §12-217g)	DOL Certification Letter	CTDOL, 860-263-6585 www.ctdol.state.ct.us
Clean Alternative Fuel (Conn. Gen. Stat. §12-217i)	Form CT-1120 CAF and Expenditure Documentation	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Computer Donation (Conn. Gen. Stat. §10-228b)	DRS Certification Letter	DRS, Tax Research Unit, 860-297-5689 www.drs.state.ct.us
Displaced Electric Worker (Conn. Gen. Stat. §12-217bb)	Form CT-1120 DEWC	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Donation of Open Space Land (Conn. Gen. Stat. §12-217dd)	Form CT-1120 DOS , Real Estate Appraisal, and Form OP-236	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Electronic Data Processing (Conn. Gen. Stat. §12-217t)	Form CT-1120 EDPC and Form (M-15) filed with Town/City	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Employer-Assisted Housing (Conn. Gen. Stat. §12-217p)	Form CT-1120 EAH and CHFA Certification Letter	CHFA, 860-571-4265 www.chfa.org
Fixed Capital Investment (Conn. Gen. Stat. §12-217w)	Form CT-1120 FCIC and Qualifying Asset Depreciation Schedules	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Grants to Institutions of Higher Education (Conn. Gen. Stat. §12-217l)	Form CT-1120 GC and Detailed Expense Documentation	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Hiring Incentive (Conn. Gen. Stat. §12-217y)	Form CT-1120 HIC and DOL Certification Letter	CTDOL, 860-263-6030 www.ctdol.state.ct.us
Historic Homes Rehabilitation (Conn. Gen. Stat. §10-320j)	Form CT-1120 HHR and CT Historical Commission Credit Voucher	CT Historical Commission, 860-566-3005, Ext. 317
Housing Program Contribution (Conn. Gen. Stat. §8-395)	Form CT-1120 HPC and CHFA Certification Letter	CHFA, 860-571-4377 www.chfa.org
Human Capital Investment (Conn. Gen. Stat. §12-217x)	Form CT-1120 HCIC and Expense Worksheet	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Insurance Reinvestment (Conn. Gen. Stat. §38a-88a)	Form CT-IRF and DECD Certification Letter	DECD, 860-270-8128 www.state.ct.us/ecd
Machinery and Equipment (Conn. Gen. Stat. §12-217o)	Form CT-1120 MEC and Qualifying Asset Depreciation Schedules	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Neighborhood Assistance (Conn. Gen. Stat. §§12-631 - 12-638)	DRS Certification Letter	DRS, Tax Research Unit, 860-297-5687 www.drs.state.ct.us
Research & Development Credits (Conn. Gen. Stat. §§12-217j & 12-217n)	Form CT-1120RC or Form CT-1120 RDC and "Detailed" R&D Expense Worksheets	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Small Business Guaranty Fee (Conn. Gen. Stat. §12-217cc)	Form CT-1120 SBA and Loan Statement verifying Guaranty Fee paid to SBA	DRS, Taxpayer Services Division, 860-297-5962 or 800-382-9463 (in-state) www.drs.state.ct.us
Targeted Investment Community/Enterprise Zone (Conn. Gen. Stat. §§12-217e & 12-217v)	Form CT-1120 TIC/EZ and DECD Certification Letter	DECD, 860-270-8143 www.state.ct.us/ecd
Traffic Reduction (Conn. Gen. Stat. §12-217s)	DOT Certification Letter	DOT, 860-594-3492 www.dot.state.ct.us
Urban and Industrial Site Reinvestment (Conn. Gen. Stat. §32-9t)	Form to be Determined	DECD, 860-270-8128 www.state.ct.us/ecd

2002 FORM CT-1120K INSTRUCTIONS

Form CT-1120K, *Business Tax Credit Summary*, must be attached to **Form CT-1120**, *Corporation Business Tax Return*, or the applicable tax form whenever tax credits from the current income year are being claimed or carryforward credit balances exist from the prior year. Additional information about Connecticut tax credits is available in **Informational Publication 2001(17)**, *Guide to Connecticut Business Tax Credits*.

Corporation business tax credits must be applied in a specific order, where a corporation is eligible to claim more than one tax credit. In no event, however, shall any credit be claimed more than once. The order is as follows:

1. The Financial Institutions Credit must be applied before any other credits.
2. Any credit that may be carried back to a preceding income year must be applied after the Financial Institutions Credit, but before any other credits. Any credit carryback that will expire first must be claimed before any credit carryback that will expire later. If the credit carrybacks will expire at the same time, credits must be taken in the order in which the corporation may receive the maximum benefit.
3. Any credit that may not be carried back to a preceding income year and that may not be carried forward to a succeeding income year must be claimed next, in the order in which the corporation may receive the maximum benefit.
4. Any credit that may be carried forward to a succeeding income year must be claimed next. Any credit carryforward that will expire first must be claimed before any credit carryforward that will expire later. If the credit carryforwards will expire at the same time, credits must be taken in the order in which the corporation may receive the maximum benefit.
5. The Electronic Data Processing Equipment Property Tax Credit must be applied last, after all other credits have been applied.

Limitation on Use of Tax Credits: The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of tax due prior to the application of the tax credit. (2002 Conn. Pub. Acts 1, §59 (May 9 Spec. Sess.))

For income years beginning on or after January 1, 2002, no tax credit can be applied against the minimum tax of \$250. (2002 Conn. Pub Acts 1, §57 (May 9 Spec. Sess.))

Form CT-1120K must be attached to the tax returns covered under the Connecticut General Statutes chapters referenced below, when tax credits from the current income year are being claimed or when carryforward credit balances exist from the prior year:

- Corporation business tax under Chapter 208;
- Domestic and foreign insurance premiums tax under Chapter 207;
- Health care centers tax under Chapter 207;
- Hospital and medical services tax under Chapter 207;
- Unrelated business income tax under Chapter 208a;
- Air carrier tax under Chapter 209;
- Railroad companies tax under Chapter 210;
- Express, telegraph or cable and community antenna television system companies tax under Chapter 211;
- Utility companies tax under Chapter 212; or
- Public service companies tax under Chapter 212a.

If the taxpayer is claiming a tax credit against more than one tax type, a duplicate Form CT-1120K and applicable tax credit forms must be attached to each tax return for which a tax credit is being claimed.

All applicable tax credit forms, schedules, and any letters of approval or eligibility received from the agency administering the tax credit, must be attached to and made part of this tax return.

Any credit balance that remains after applying the credits to the current year's tax may be carried forward or carried back as provided in the Connecticut General Statutes, if the credit has not expired.

Part I-A — Financial Institutions Tax Credit

Line 1 - Enter the credit for financial institutions constructing new facilities in Connecticut. Attach the initial Certificate of Eligibility issued by DECD. Enter in Part I-A, Column A the credit earned in 2002. Enter in Part I-A, Column B the amount actually applied to the corporation business tax. Column B cannot exceed the amount from Part II, Line 5.

Part I-B — Tax Credits With Carryback Provisions

Enter in Part I-B, Lines 2 through 4, Column A all of the credits that were earned in 2002 that have a carryback provision. The credits indicated here are applied to the current year's tax first. Any remaining balance may be claimed against a preceding year's tax by filing **Form CT-1120X**, *Amended Corporation Business Tax Return* or the appropriate amended tax return. For credits that also have a carryforward provision, complete Part I-D.

Enter in Part I-B, Lines 2 through 4, Column B the amount actually applied to the corporation business tax. The total of Column B cannot exceed the amount from Part II, Line 6.

Enter in Part I-B, Lines 2 through 4, Column C the amount applied to taxes other than the corporation business tax. The total of Column C cannot exceed the amount from Part III, Line 1.

Enter in Part I-B, Lines 2 through 4, Column D the amount of credit carried back to prior years.

Line 2 - Enter the Neighborhood Assistance Act (NAA) Credit computed according to the provisions of Conn. Gen. Stat. §§12-631 through 12-638. Any remaining balance may be carried back to the two immediately preceding income years. Attach a copy of the NAA tax credit approval letter issued by DRS.

Line 3 - Enter the Housing Program Contribution Credit as computed on **Form CT-1120 HPC**, *Housing Program Contribution Credit*, according to the provisions of Conn. Gen. Stat. §8-395. Any remaining balance may be carried back to the five immediately preceding income years. Attach a copy of the tax credit voucher issued by the Connecticut Housing Finance Authority (CHFA). If you are claiming a carryforward, also complete Part I-D, Line 14. (See instructions for Part I-D, Line 14.)

Line 4 - Enter the Employer-Assisted Housing Credit as computed on **Form CT-1120 EAH**, *Employer-Assisted Housing Credit*, according to the provisions of Conn. Gen. Stat. §12-217p. Any remaining balance may be carried back to the five immediately preceding income years. Attach a copy of the Certificate of Compliance issued by CHFA. If you are claiming a carryforward, also complete Part I-D, Line 15. (See instructions for Part I-D, Line 15.)

Line 5 - Add Lines 2 through 4 in Column A, Column B, Column C, and Column D. Enter the totals in the spaces provided.

Part I-C — Tax Credits Without Carryback or Carryforward Provisions

Enter in Part I-C, Lines 6 through 12, Column A all of the credits that were earned in 2002 that can only be applied to the current year's tax.

Enter in Part I-C, Lines 6 through 12, Column B the amount actually applied to the corporation business tax. The total of Column B cannot exceed the amount from Part II, Line 8.

Enter in Part I-C, Line 8, Column C the amount applied to taxes other than the corporation business tax. The total of Column C cannot exceed Part III, Line 3.

Line 6 - Enter the Apprenticeship Training Credit computed according to the provisions of Conn. Gen. Stat. §12-217g. Attach the Eligibility Certificate issued by the Connecticut Department of Labor (CTDOL).

Line 7 - Enter the Manufacturing Facility Credit as computed on **Form CT-1120 TIC/EZ**, *Manufacturing Facility Credit for Facilities Located in a Targeted Investment Community/Enterprise Zone*. Attach Form UT-4, Certificate of Eligibility, and Form UT-9, Claim for Corporation Business Tax Credit, both issued by DECD.

Line 8 - Enter the credit for new or used computers donated to a local or regional board of education, or public school. Attach a copy of the letter of approval issued by DRS.

Line 9 - Enter the credit for Research and Development Grants to Institutions of Higher Education, as computed on **Form CT-1120GC**, *Tax Credit for Research and Development Grants to Institutions of Higher Education*.

Line 10 - Enter the Machinery and Equipment Expenditures Credit, as computed on **Form CT-1120 MEC**, *Machinery and Equipment Expenditures Credit*.

Line 11 - Enter the credit for Traffic Reduction Programs computed according to the provisions of Conn. Gen. Stat. §12-217s. Attach the Certificate of Eligibility issued by DOT.

Line 12 - Enter the Displaced Electric Worker Credit, as computed on **Form CT-1120 DEWC**, *Displaced Electric Worker Credit*.

Line 13 - Add Lines 6 through 12 in Column A, Column B, and Column C. Enter the totals in the spaces provided.

Part I-D — Tax Credits With Carryforward Provisions

This section enables a corporation to account for any credits with carryforward provisions. This section also identifies any amounts of Research and Development or Research and Experimental Expenditures credits exchanged with the state for a credit refund.

Part I-D, Column A provides for the credit carryforward amount from previous income years. Column B provides for the credit amount claimed for the current income year. Column C provides for the credit amount applied to the corporation business tax for the current income year. Column D provides for the credit amount applied to taxes other than the corporation business tax (if applicable) in the current income year or the amount of Research and Development or Research and Experimental Expenditures credits exchanged with the state for a credit refund. Column E provides for the tax credit carryforward amount available to carry forward to 2003.

Line 14 - If claiming the Housing Program Contribution Credit, Part I-B, Line 3, must be completed first. Enter in Part I-D, Column A the carryforward amount from previous income years. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation

business tax. Enter in Column E the tax credit carryforward amount available to carry forward to 2003. Attach **Form CT-1120 HPC**, *Housing Program Contribution Credit*, and a copy of the tax credit voucher issued by CHFA.

Line 15 - If claiming the Employer-Assisted Housing Credit, Part I-B, Line 4, must be completed first. Enter in Part I-D, Column A the carryforward amount from previous income years. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount available to carry forward to 2003. Attach **Form CT-1120 EAH**, *Employer-Assisted Housing Credit*, and a copy of the certificate of compliance issued by CHFA.

Line 16 - Enter in Column A the amount of the Hiring Incentive tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount as computed on 2002 **Form CT-1120 HIC**, *Hiring Incentive Tax Credit*, Part II, Computation of Carryforward. Attach a copy of the tax credit approval letter issued by CTDOL.

Line 17 - Enter in Column A the amount of the Clean Alternative Fuel Relating to Vehicles, Equipment, and Filling or Recharging Stations tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount as computed according to the provisions of Conn. Gen. Stat. §12-217i. Attach **Form CT-1120 CAF**, *Clean Alternative Fuel Relating to Vehicles, Equipment, and Filling or Recharging Stations Credit*.

The 10% credit may be applied against certain business taxes other than the corporation business tax. The 50% credit may only be applied against the corporation business tax. Tax credits claimed under Conn. Gen. Stat. §12-217i must be supported by schedules reflecting the details of the computations, including the dates on which expenses were paid or incurred.

Line 18 - Enter in Column A the amount of the Research and Experimental Expenditures tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D the amount exchanged with the state for a credit refund equal to 65% of the value of the credit. Include the full credit amount exchanged, not the discounted amount of the credit refund. Enter in Column E the tax credit carryforward amount as computed on 2002 **Form CT-1120RC**, *Research and Experimental Expenditure Credit*, Part II, Computation of Carryforward. The amount in Column E is the difference between the total of Column A and Column B, minus the total of Column C and Column D.

Line 19 - Enter in Column A the amount of the Research and Development tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D the amount exchanged with the state for a credit refund equal to 65% of the value of the credit. Include the full credit amount exchanged, not the discounted amount of the credit refund. Enter in Column E the tax credit carryforward amount as computed on 2002 **Form CT-1120 RDC**, *Research and Development Credit*, Part III, Computation of Carryforward. The amount in Column E is the difference between the total of Column A and Column B, minus the total of Column C and Column D.

Line 20 - Enter in Column A the amount of the Fixed Capital Investment tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount as computed on 2002 **Form CT-1120 FCIC**, *Fixed Capital Investment Credit*, Part II, Computation of Carryforward.

Line 21 - Enter in Column A the amount of the Human Capital Investment tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount as computed on 2002 **Form CT-1120 HCIC**, *Human Capital Investment Credit*, Part III, Computation of Carryforward.

Line 22 - Enter in Column A the amount of the Insurance Reinvestment Fund tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount as computed on 2002 **Form CT-IRF**, *Insurance Reinvestment Fund Credit*, Part II, Computation of Carryforward.

Line 23 - Enter in Column A the amount of the Small Business Administration Guaranty Fee tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the total tax credit carryforward amount available to carry forward to 2003. Attach **Form CT-1120 SBA**, *Small Business Administration Guaranty Fee Tax Credit*, and the loan statement verifying the guaranty fee paid to the Small Business Association.

Line 24 - Enter in Column A the amount of the Historic Homes Rehabilitation tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount available to carry forward to 2003. Attach **Form CT-1120 HHR**, *Historic Homes Rehabilitation Credit*, and a copy of the credit voucher issued by the Connecticut Historical Commission.

Line 25 - Enter in Column A the amount of the Donation of Open Space Land tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount available to carry forward to 2003. Attach **Form CT-1120 DOS**, *Donation of Open Space Land Credit*, the real estate appraisal, and **Form OP-236**, *Real Estate Conveyance Tax Return*.

Line 26 - Enter in Column A any available credit carryforward balance from previous income years for the Air Pollution Abatement Facilities tax credit. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in

Column E the tax credit carryforward amount available to carry forward to 2003. Attach **Form CT-1120AP**, *Air Pollution Abatement Facilities Credit*.

Line 27 - Enter in Column A any available credit carryforward balance from previous income years for the Child Day Care tax credit. Enter in Column C the amount applied to the corporation business tax for the current income year.

Line 28 - Add Lines 14 through 27 in Columns A through E. **In Column D, do not include Line 18 and Line 19 in the total amount.** Enter the totals in the spaces provided.

Part I-E — Electronic Data Processing Equipment Property Tax Credit

Line 29 - Enter in Column A the amount of the Electronic Data Processing Equipment Property Tax Credit carried forward from previous income years. Enter in Column B the amount of credit claimed in the current income year. Enter in Column C the amount applied to the corporation business tax. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount as computed on the 2002 **Form CT-1120 EDPC**, *Electronic Data Processing Equipment Property Tax Credit*, Part II, Computation of Carryforward. This credit is allowed only after all other tax credits have first been applied. The amount of credit allowable in any income year shall be applied first to the corporation business tax.

Part II — Tax Credits Applied to the Corporation Business Tax

If the corporation is filing a combined return, complete **Form CT-1120CR**, *Schedule KC*, and do not complete this part.

This section enables a corporation to apply its tax credits in the order required by Conn. Gen. Stat. §12-217aa. This section also limits the amount of tax credits that may be applied to the corporation business tax.

Line 1 - Enter the total tax amount from **Form CT-1120**, *Schedule C*, Line 1.

Line 2 - Multiply Line 1 by 30% (.30) and enter the result here.

Line 3 - Enter the greater of Line 2 or \$250.

Line 4 - Subtract Line 3 from Line 1. Enter the result on Line 4.

Line 5 - Enter the amount from **Form CT-1120K**, Part I-A, Line 1, Column B. Do not exceed the amount on Line 4 above.

Line 6 - Enter the creditable corporation business tax balance. Subtract Line 5 from Line 4. Enter the result on Line 6.

Line 7 - Enter the amount from **Form CT-1120K**, Part I-B, Line 5, Column B. Do not exceed the amount on Line 6 above.

Line 8 - Enter the creditable corporation business tax balance. Subtract Line 7 from Line 6. Enter the result on Line 8.

Line 9 - Enter the amount from **Form CT-1120K**, Part I-C, Line 13, Column B. Do not exceed the amount on Line 8 above.

Line 10 - Enter the creditable corporation business tax balance. Subtract Line 9 from Line 8. Enter the result on Line 10.

Line 11 - Enter the amount from **Form CT-1120K**, Part I-D, Line 28, Column C. Carryforward credits that expire first should be claimed before any credit carryforward that will expire later or not at all. Do not exceed the amount on Line 10 above.

Line 12 - Enter the creditable corporation business tax balance. Subtract Line 11 from Line 10. Enter the result on Line 12.

Line 13 - Enter the amount from **Form CT-1120K**, Part I-E, Line 29, Column C. Do not exceed the amount on Line 12 above. Carryforward credits that expire first should be claimed before any credit carryforward that will expire later.

Line 14 - Add Part II, Lines 5, 7, 9, 11, and 13. Enter the total here and on **Form CT-1120**, *Schedule C*, Line 5. Do not exceed amount on Line 4.

Part III — Tax Credits Applied to Taxes Other Than Corporation Business Tax

Some tax credits may be applied to taxes other than the corporation business tax. This section enables a corporation to account for any credits applied to other taxes. The following is a list of other taxes to which you may be able to apply these credits:

- Domestic and foreign insurance premiums tax under Chapter 207;
- Health care centers tax under Chapter 207;
- Hospital and medical services tax under Chapter 207;
- Unrelated business income tax under Chapter 208a;
- Air carrier tax under Chapter 209;
- Railroad companies tax under Chapter 210;
- Express, telegraph or cable and community antenna television system companies tax under Chapter 211;
- Utility companies tax under Chapter 212;
- Public service companies tax under Chapter 212a; or
- Surplus lines brokers tax under Chapter 701d.

Enter the name of the tax to which you are applying the tax credit. If you are applying tax credits to more than one tax other than corporation business tax, duplicate Part III for each tax type and attach to **Form CT-1120K**.

Line 1 - Enter the amount of tax from the appropriate tax return on Line 1.

Line 2 - Enter the amount from **Form CT-1120K**, Part I-B, Line 5, Column C. Do not exceed the amount on Line 1 above.

Line 3 - Subtract Line 2 from Line 1. Enter the result on Line 3.

Line 4 - Enter the amount from **Form CT-1120K**, Part I-C, Line 13, Column C. Do not exceed the amount on Line 3 above.

Line 5 - Subtract Line 4 from Line 3. Enter the result on Line 5.

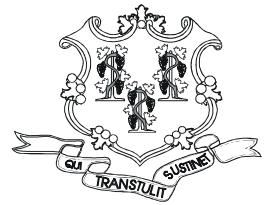
Line 6 - Enter the amount from **Form CT-1120K**, Part I-D, Line 28, Column D. Carryforward credits that expire first should be claimed before any credit carryforward that will expire later or not at all. Do not exceed the amount on Line 5 above.

Line 7 - Subtract Line 6 from Line 5. Enter the result on Line 7.

Line 8 - Enter the amount from **Form CT-1120K**, Part I-E, Line 29, Column D. Do not exceed the amount on Line 7 above.

Line 9 - Add the amounts on Lines 2, 4, 6, and 8. Enter the result here and on the appropriate tax return. Do not exceed the amount on Line 1. If the taxpayer is claiming a tax credit against more than one tax type, attach a duplicate **Form CT-1120K** and applicable tax credit forms.

Form CT-NAICS



(Rev. 12/02)

NAICS Codes for Principal Business Activity for Connecticut Tax Purposes

Select the code that best matches your primary business activity. Listings are arranged by type of industry.

Agriculture, Forestry, Fishing and Hunting

Crop Production

- 111100 Oilseed and Grain Farming
- 111210 Vegetable and Melon Farming (including potatoes & yams)
- 111300 Fruit and Tree Nut Farming
- 111400 Greenhouse, Nursery, and Floriculture Production
- 111900 Other Crop Farming (including tobacco, cotton, sugarcane, hay, peanut, sugar beet & all other crop farming)

Animal Production

- 112111 Beef Cattle Ranching and Farming
- 112112 Cattle Feedlots
- 112120 Dairy Cattle and Milk Production
- 112210 Hog and Pig Farming
- 112300 Poultry and Egg Production
- 112400 Sheep and Goat Farming
- 112510 Animal Aquaculture (including shellfish & finfish farms & hatcheries)
- 112900 Other Animal Production

Forestry and Logging

- 113110 Timber Tract Operations
- 113210 Forest Nurseries and Gathering of Forest Products
- 113310 Logging

Fishing, Hunting and Trapping

- 114110 Fishing
- 114210 Hunting and Trapping

Support Activities For Agriculture and Forestry

- 115110 Support Activities For Crop Production (including cotton ginning, soil preparation, planting & cultivating)
- 115210 Support Activities For Animal Production
- 115310 Support Activities For Forestry

Mining

- 211110 Oil and Gas Extraction
- 212110 Coal Mining
- 212200 Metal Ore Mining
- 212310 Stone Mining and Quarrying
- 212320 Sand, Gravel, Clay, and Ceramic and Refractory Minerals Mining and Quarrying
- 212390 Other Nonmetallic Mineral Mining and Quarrying
- 213110 Support Activities For Mining

Utilities

- 221100 Electric Power Generation, Transmission and Distribution
- 221210 Natural Gas Distribution
- 221300 Water, Sewage and Other Systems

Construction

Building, Developing, and General Contracting

- 233110 Land Subdivision and Land Development
- 233200 Residential Building Construction
- 233300 Nonresidential Building Construction

Heavy Construction

- 234100 Highway, Street, Bridge, and Tunnel Construction
- 234900 Other Heavy Construction

Special Trade Contractors

- 235110 Plumbing, Heating, and Air-Conditioning Contractors
- 235210 Painting and Wall Covering Contractors
- 235310 Electrical Contractors
- 235400 Masonry, Drywall, Insulation, and Tile Contractors
- 235500 Carpentry and Floor Contractors
- 235610 Roofing, Siding, and Sheet Metal Contractors
- 235710 Concrete Contractors
- 235810 Water Well Drilling Contractors
- 235900 Other Special Trade Contractors

Manufacturing

Food Manufacturing

- 311110 Animal Food Manufacturing
- 311200 Grain and Oilseed Milling
- 311300 Sugar and Confectionery Product Manufacturing
- 311400 Fruit and Vegetable Preserving and Specialty Food Manufacturing
- 311500 Dairy Product Manufacturing
- 311610 Animal Slaughtering and Processing
- 311710 Seafood Product Preparation and Packaging
- 311800 Bakeries and Tortilla Manufacturing
- 311900 Other Food Manufacturing (including coffee, tea, flavorings & seasonings)

Beverage and Tobacco Product Manufacturing

- 312110 Soft Drink and Ice Manufacturing
- 312120 Breweries
- 312130 Wineries
- 312140 Distilleries
- 312200 Tobacco Manufacturing

Textile Mills and Textile Product Mills

- 313000 Textile Mills
- 314000 Textile Product Mills

Apparel Manufacturing

- 315100 Apparel Knitting Mills
- 315210 Cut and Sew Apparel Contractors
- 315220 Men's and Boys' Cut and Sew Apparel Manufacturing
- 315230 Women's and Girls' Cut and Sew Apparel Manufacturing
- 315290 Other Cut and Sew Apparel Manufacturing
- 315990 Apparel Accessories and Other Apparel

Leather and Allied Product Manufacturing

- 316110 Leather and Hide Tanning and Finishing
- 316210 Footwear Manufacturing (including rubber & plastics)
- 316990 Other Leather and Allied Product Manufacturing

Wood Product Manufacturing

- 321110 Sawmills and Wood Preservation
- 321210 Veneer, Plywood, and Engineered Wood Product Manufacturing
- 321900 Other Wood Product Manufacturing

Paper Manufacturing

- 322100 Pulp, Paper, and Paperboard Mills
- 322200 Converted Paper Product Manufacturing

Printing and Related Support Activities

- 323100 Printing and Related Support Activities

Petroleum and Coal Products Manufacturing

- 324110 Petroleum Refineries (including integrated)
- 324120 Asphalt Paving, Roofing, and Saturated Materials Manufacturing
- 324190 Other Petroleum and Coal Products Manufacturing

Chemical Manufacturing

- 325100 Basic Chemical Manufacturing
- 325200 Resin, Synthetic Rubber, and Artificial and Synthetic Fibers and Filaments Manufacturing
- 325300 Pesticide, Fertilizer, and Other Agricultural Chemical Manufacturing
- 325410 Pharmaceutical and Medicine Manufacturing
- 325500 Paint, Coating, and Adhesive Manufacturing
- 325600 Soap, Cleaning Compound, and Toilet Preparation Manufacturing
- 325900 Other Chemical Product and Preparation Manufacturing

Plastics and Rubber Products Manufacturing

- 326100 Plastics Product Manufacturing
- 326200 Rubber Product Manufacturing

Nonmetallic Mineral Product Manufacturing

- 327100 Clay Product and Refractory Manufacturing
- 327210 Glass and Glass Product Manufacturing
- 327300 Cement and Concrete Product Manufacturing
- 327400 Lime and Gypsum Product Manufacturing
- 327900 Other Nonmetallic Mineral Product Manufacturing

Primary Metal Manufacturing

- 331110 Iron and Steel Mills and Ferroalloy Manufacturing
- 331200 Steel Product Manufacturing From Purchased Steel

- 331310 Alumina and Aluminum Production and Processing
- 331400 Nonferrous Metal (except aluminum) Production and Processing
- 331500 Foundries

Fabricated Metal Product Manufacturing

- 332110 Forging and Stamping
- 332210 Cutlery and Handtool Manufacturing
- 332300 Architectural and Structural Metals Manufacturing
- 332400 Boiler, Tank, and Shipping Container Manufacturing
- 332510 Hardware Manufacturing
- 332610 Spring and Wire Product Manufacturing
- 332700 Machine Shops; Turned Product; and Screw, Nut, and Bolt Manufacturing
- 332810 Coating, Engraving, Heat Treating, and Allied Activities
- 332900 Other Fabricated Metal Product Manufacturing

Machinery Manufacturing

- 333100 Agriculture, Construction, and Mining Machinery Manufacturing
- 333200 Industrial Machinery Manufacturing
- 333310 Commercial and Service Industry Machinery Manufacturing
- 333410 Ventilation, Heating, Air-Conditioning, and Commercial Refrigeration Equipment Manufacturing
- 333510 Metalworking Machinery Manufacturing
- 333610 Engine, Turbine, and Power Transmission Equipment Manufacturing
- 333900 Other General Purpose Machinery Manufacturing

Computer and Electronic Product Manufacturing

- 334110 Computer and Peripheral Equipment Manufacturing
- 334200 Communications Equipment Manufacturing
- 334310 Audio and Video Equipment Manufacturing
- 334410 Semiconductor and Other Electronic Component Manufacturing
- 334500 Navigational, Measuring, Electromedical, and Control Instruments Manufacturing
- 334610 Manufacturing and Reproducing Magnetic and Optical Media

Electrical Equipment, Appliance, and Component Manufacturing

- 335100 Electric Lighting Equipment Manufacturing
- 335200 Household Appliance Manufacturing
- 335310 Electrical Equipment Manufacturing
- 335900 Other Electrical Equipment and Component Manufacturing

Transportation Equipment Manufacturing

- 336100 Motor Vehicle Manufacturing
- 336210 Motor Vehicle Body and Trailer Manufacturing
- 336300 Motor Vehicle Parts Manufacturing
- 336410 Aerospace Product and Parts Manufacturing
- 336510 Railroad Rolling Stock Manufacturing
- 336610 Ship and Boat Building
- 336990 Other Transportation Equipment Manufacturing

Furniture and Related Product Manufacturing

- 337000 Furniture and Related Product Manufacturing

Miscellaneous Manufacturing

- 339110 Medical Equipment and Supplies Manufacturing
- 339900 Other Miscellaneous Manufacturing

Wholesale Trade

Wholesale Trade, Durable Goods

- 421100 Motor Vehicle and Motor Vehicle Parts and Supplies Wholesalers
- 421200 Furniture and Home Furnishing Wholesalers
- 421300 Lumber and Other Construction Materials Wholesalers
- 421400 Professional and Commercial Equipment and Supplies Wholesalers
- 421500 Metal and Mineral (except petroleum) Wholesalers
- 421600 Electrical Goods Wholesalers
- 421700 Hardware, and Plumbing and Heating Equipment and Supplies Wholesalers
- 421800 Machinery, Equipment, and Supplies Wholesalers
- 421910 Sporting and Recreational Goods and Supplies Wholesalers
- 421920 Toy and Hobby Goods and Supplies Wholesalers
- 421930 Recyclable Material Wholesalers
- 421940 Jewelry, Watch, Precious Stone, and Precious Metal Wholesalers
- 421990 Other Miscellaneous Durable Goods Wholesalers

Wholesale Trade, Nondurable Goods

- 422100 Paper and Paper Product Wholesalers
- 422210 Drugs and Druggists' Sundries Wholesalers
- 422300 Apparel, Piece Goods, and Notions Wholesalers
- 422400 Grocery and Related Product Wholesalers
- 422500 Farm Product Raw Material Wholesalers
- 422600 Chemical and Allied Products Wholesalers
- 422700 Petroleum and Petroleum Products Wholesalers
- 422800 Beer, Wine, and Distilled Alcoholic Beverage Wholesalers
- 422910 Farm Supplies Wholesalers
- 422920 Book, Periodical, and Newspaper Wholesalers
- 422930 Flower, Nursery Stock, and Florists' Supplies Wholesalers
- 422940 Tobacco and Tobacco Product Wholesalers
- 422950 Paint, Varnish, and Supplies Wholesalers
- 422990 Other Miscellaneous Nondurable Goods Wholesalers

Retail Trade

Motor Vehicle and Parts Dealers

- 441110 New Car Dealers
- 441120 Used Car Dealers
- 441210 Recreational Vehicle Dealers
- 441221 Motorcycle Dealers
- 441222 Boat Dealers
- 441229 All Other Motor Vehicle Dealers
- 441300 Automotive Parts, Accessories, and Tire Stores

Furniture and Home Furnishings Stores

- 442110 Furniture Stores
- 442210 Floor Covering Stores
- 442291 Window Treatment Stores
- 442299 All Other Home Furnishings Stores

Electronics and Appliance Stores

- 443111 Household Appliance Stores
- 443112 Radio, Television, and Other Electronics Stores
- 443120 Computer and Software Stores
- 443130 Camera and Photographic Supplies Stores

Building Material and Garden Equipment and Supplies Dealers

- 444110 Home Centers
- 444120 Paint and Wallpaper Stores
- 444130 Hardware Stores
- 444190 Other Building Material Dealers
- 444200 Lawn and Garden Equipment and Supplies Stores

Food and Beverage Stores

- 445110 Supermarkets and Other Grocery (except convenience) Stores
- 445120 Convenience Stores
- 445210 Meat Markets
- 445220 Fish and Seafood Markets
- 445230 Fruit and Vegetable Markets
- 445291 Baked Goods Stores
- 445292 Confectionery and Nut Stores
- 445299 All Other Specialty Food Stores
- 445310 Beer, Wine, and Liquor Stores

Health and Personal Care Stores

- 446110 Pharmacies and Drug Stores
- 446120 Cosmetics, Beauty Supplies, and Perfume Stores
- 446130 Optical Goods Stores
- 446190 Other Health and Personal Care Stores

Gasoline Stations

- 447100 Gasoline Stations (including convenience stores with gas)

Clothing and Clothing Accessories Stores

- 448110 Men's Clothing Stores
- 448120 Women's Clothing Stores
- 448130 Children's and Infants' Clothing Stores
- 448140 Family Clothing Stores
- 448150 Clothing Accessories Stores
- 448190 Other Clothing Stores
- 448210 Shoe Stores
- 448310 Jewelry Stores
- 448320 Luggage and Leather Goods Stores

Sporting Goods, Hobby, Book, and Music Stores

- 451110 Sporting Goods Stores
- 451120 Hobby, Toy, and Game Stores
- 451130 Sewing, Needlework, and Piece Goods Stores
- 451140 Musical Instrument and Supplies Stores
- 451211 Book Stores
- 451212 News Dealers and Newsstands
- 451220 Prerecorded Tape, Compact Disc, and Record Stores

General Merchandise Stores

- 452110 Department Stores
- 452900 Other General Merchandise Stores

Miscellaneous Store Retailers

- 453110 Florists
- 453210 Office Supplies and Stationery Stores
- 453220 Gift, Novelty, and Souvenir Stores

453310 Used Merchandise Stores
453910 Pet and Pet Supplies Stores
453920 Art Dealers
453930 Manufactured (Mobile) Home Dealers
453990 All Other Miscellaneous Store Retailers
(including tobacco, candle & trophy
shops)

Nonstore Retailers

454110 Electronic Shopping and Mail-Order
Houses
454210 Vending Machine Operators
454311 Heating Oil Dealers
454312 Liquefied Petroleum Gas (Bottled Gas)
Dealers
454319 Other Fuel Dealers
454390 Other Direct Selling Establishments
(including door-to-door retailing,
frozen food plan providers, party plan
merchandisers, & coffee-break
service providers)

Transportation and Warehousing

Air, Rail and Water Transportation

481000 Air Transportation
482110 Rail Transportation
483000 Water Transportation

Truck Transportation

484110 General Freight Trucking, Local
484120 General Freight Trucking, Long-
Distance
484200 Specialized Freight Trucking

Transit and Ground Passenger Transportation

485110 Urban Transit Systems
485210 Interurban and Rural Bus
Transportation
485310 Taxi Service
485320 Limousine Service
485410 School and Employee Bus
Transportation
485510 Charter Bus Industry
485990 Other Transit and Ground Passenger
Transportation

Pipeline Transportation

486000 Pipeline Transportation

Scenic and Sightseeing Transportation

487000 Scenic and Sightseeing Transportation

Support Activities For Transportation

488100 Support Activities For Air
Transportation
488210 Support Activities For Rail
Transportation
488300 Support Activities For Water
Transportation
488410 Motor Vehicle Towing
488490 Other Support Activities For Road
Transportation
488510 Freight Transportation Arrangement
488990 Other Support Activities For
Transportation

Couriers and Messengers

492110 Couriers
492210 Local Messengers and Local Delivery

Warehousing and Storage

493100 Warehousing and Storage (except
lessors of miniwarehouses & self-
storage units)

Information

Publishing Industries

511110 Newspaper Publishers
511120 Periodical Publishers
511130 Book Publishers
511140 Database and Directory Publishers
511190 Other Publishers
511210 Software Publishers

Motion Picture and Sound Recording Industries

512100 Motion Picture and Video Industries
(except video rental)
512200 Sound Recording Industries

Broadcasting and Telecommunications

513100 Radio and Television Broadcasting
513200 Cable Networks and Program
Distribution
513300 Telecommunications (including paging,
cellular, satellite, & other
telecommunications)

Information Services and Data Processing Services

514100 Information Services (including news
syndicates, libraries, & on-line
information services)
514210 Data Processing Services

Finance and Insurance

Depository Credit Intermediation

522110 Commercial Banking
522120 Savings Institutions
522130 Credit Unions
522190 Other Depository Credit Intermediation

Nondepository Credit Intermediation

522210 Credit Card Issuing
522220 Sales Financing
522291 Consumer Lending
522292 Real Estate Credit (including mortgage
bankers & originators)
522293 International Trade Financing
522294 Secondary Market Financing
522298 All Other Nondepository Credit
Intermediation

Activities Related To Credit Intermediation

522300 Activities Related To Credit
Intermediation (including loan brokers)

Securities, Commodity Contracts, and Other Financial Investments and Related Activities

523110 Investment Banking and Securities
Dealing
523120 Securities Brokerage
523130 Commodity Contracts Dealing
523140 Commodity Contracts Brokerage
523210 Securities and Commodity Exchanges
523900 Other Financial Investment Activities
(including portfolio management &
investment advice)

Insurance Carriers and Related Activities

524140 Direct Life, Health, & Medical
Insurance & Reinsurance Carriers
524150 Direct Insurance & Reinsurance
(except life, health & medical) Carriers
524210 Insurance Agencies and Brokerages
524290 Other Insurance Related Activities

Funds, Trusts, and Other Financial Vehicles

525100 Insurance and Employee Benefit
Funds
525910 Open-End Investment Funds
525920 Trusts, Estates, and Agency
Accounts
525930 Real Estate Investment Trusts
525990 Other Financial Vehicles

Real Estate and Rental and Leasing Real Estate

531110 Lessors of Residential Buildings and
Dwellings
531120 Lessors of Nonresidential Buildings
(except miniwarehouses)
531130 Lessors of Miniwarehouses and Self-
Storage Units
531190 Lessors of Other Real Estate Property
531210 Offices of Real Estate Agents and
Brokers
531310 Real Estate Property Managers
531320 Offices of Real Estate Appraisers
531390 Other Activities Related To Real Estate

Rental and Leasing Services

532100 Automotive Equipment Rental and
Leasing
532210 Consumer Electronics and Appliances
Rental
532220 Formal Wear and Costume Rental
532230 Video Tape and Disc Rental
532290 Other Consumer Goods Rental
532310 General Rental Centers
532400 Commercial and Industrial Machinery
and Equipment Rental and Leasing

Lessors of Nonfinancial Intangible Assets (Except Copyrighted Works)

533110 Lessors of Nonfinancial Intangible
Assets (except copyrighted works)

Professional, Scientific, and Technical Services

Legal Services

541110 Offices of Lawyers
541190 Other Legal Services

Accounting, Tax Preparation, Bookkeeping, and Payroll Services

541211 Offices of Certified Public
Accountants
541213 Tax Preparation Services
541214 Payroll Services
541219 Other Accounting Services

Architectural, Engineering, and Related Services

541310 Architectural Services
541320 Landscape Architectural Services
541330 Engineering Services
541340 Drafting Services
541350 Building Inspection Services
541360 Geophysical Surveying and Mapping
Services
541370 Surveying and Mapping (except
geophysical) Services
541380 Testing Laboratories

Specialized Design Services

541400 Specialized Design Services (including
interior, industrial, graphic, & fashion
design)

Computer Systems Design and Related Services

- 541511 Custom Computer Programming Services
- 541512 Computer Systems Design Services
- 541513 Computer Facilities Management Services
- 541519 Other Computer Related Services

Other Professional, Scientific, and Technical Services

- 541600 Management, Scientific, and Technical Consulting Services
- 541700 Scientific Research and Development Services
- 541800 Advertising and Related Services
- 541910 Marketing Research and Public Opinion Polling
- 541920 Photographic Services
- 541930 Translation and Interpretation Services
- 541940 Veterinary Services
- 541990 All Other Professional, Scientific, and Technical Services

Management of Companies (Holding Companies)

- 551111 Offices of Bank Holding Companies
- 551112 Offices of Other Holding Companies

Administrative and Support and Waste Management and Remediation Services**Administrative and Support Services**

- 561110 Office Administrative Services
- 561210 Facilities Support Services
- 561300 Employment Services
- 561410 Document Preparation Services
- 561420 Telephone Call Centers
- 561430 Business Service Centers (including private mail centers & copy shops)
- 561440 Collection Agencies
- 561450 Credit Bureaus
- 561490 Other Business Support Services (including repossession services, court reporting, & stenotype services)
- 561500 Travel Arrangement and Reservation Services
- 561600 Investigation and Security Services
- 561710 Exterminating and Pest Control Services
- 561720 Janitorial Services
- 561730 Landscaping Services
- 561740 Carpet and Upholstery Cleaning Services
- 561790 Other Services To Buildings and Dwellings
- 561900 Other Support Services (including packaging & labeling services, & convention & trade show organizers)

Waste Management and Remediation Services

- 562000 Waste Management and Remediation Services

Educational Services

- 611000 Educational Services (including schools, colleges, & universities)

Health Care and Social Assistance**Offices of Physicians and Dentists**

- 621111 Offices of Physicians (except mental health specialists)
- 621112 Offices of Physicians, Mental Health Specialists
- 621210 Offices of Dentists

Offices of Other Health Practitioners

- 621310 Offices of Chiropractors
- 621320 Offices of Optometrists
- 621330 Offices of Mental Health Practitioners (except physicians)
- 621340 Offices of Physical, Occupational and Speech Therapists, and Audiologists
- 621391 Offices of Podiatrists
- 621399 Offices of All Other Miscellaneous Health Practitioners

Outpatient Care Centers

- 621410 Family Planning Centers
- 621420 Outpatient Mental Health and Substance Abuse Centers
- 621491 HMO Medical Centers
- 621492 Kidney Dialysis Centers
- 621493 Freestanding Ambulatory Surgical and Emergency Centers
- 621498 All Other Outpatient Care Centers

Medical and Diagnostic Laboratories

- 621510 Medical and Diagnostic Laboratories

Home Health Care Services

- 621610 Home Health Care Services

Other Ambulatory Health Care Services

- 621900 Other Ambulatory Health Care Services (including ambulance services & blood & organ banks)

Hospitals

- 622000 Hospitals

Nursing and Residential Care Facilities

- 623000 Nursing and Residential Care Facilities

Social Assistance

- 624100 Individual and Family Services
- 624200 Community Food and Housing, and Emergency and Other Relief Services
- 624310 Vocational Rehabilitation Services
- 624410 Child Day Care Services

Arts, Entertainment, and Recreation**Performing Arts, Spectator Sports, and Related Industries**

- 711100 Performing Arts Companies
- 711210 Spectator Sports (including sports clubs & racetracks)
- 711300 Promoters of Performing Arts, Sports, and Similar Events
- 711410 Agents and Managers for Artists, Athletes, Entertainers, and Other Public Figures
- 711510 Independent Artists, Writers, and Performers

Museums, Historical Sites, and Similar Institutions

- 712100 Museums, Historical Sites, and Similar Institutions

Amusement, Gambling, and Recreation Industries

- 713100 Amusement Parks and Arcades
- 713200 Gambling Industries
- 713900 Other Amusement and Recreation Industries (including golf courses, skiing facilities, marinas, fitness centers, & bowling centers)

Accommodation and Food Services**Accommodation**

- 721110 Hotels (except casino hotels) and Motels
- 721120 Casino Hotels
- 721191 Bed-and-Breakfast Inns
- 721199 All Other Traveler Accommodation
- 721210 RV (Recreational Vehicle) Parks and Recreational Camps
- 721310 Rooming and Boarding Houses

Food Services and Drinking Places

- 722110 Full-Service Restaurants
- 722210 Limited-Service Eating Places
- 722300 Special Food Services (including food service contractors & caterers)
- 722410 Drinking Places (alcoholic beverages)

Other Services**Repair and Maintenance**

- 811110 Automotive Mechanical and Electrical Repair and Maintenance
- 811120 Automotive Body, Paint, Interior, and Glass Repair
- 811190 Other Automotive Repair and Maintenance (including oil change & lubrication shops & car washes)
- 811210 Electronic and Precision Equipment Repair and Maintenance
- 811310 Commercial and Industrial Machinery and Equipment (except automotive and electronic) Repair and Maintenance
- 811410 Home and Garden Equipment and Appliance Repair and Maintenance
- 811420 Reupholstery and Furniture Repair
- 811430 Footwear and Leather Goods Repair
- 811490 Other Personal and Household Goods Repair and Maintenance

Personal and Laundry Services

- 812111 Barber Shops
- 812112 Beauty Salons
- 812113 Nail Salons
- 812190 Other Personal Care Services (including diet & weight reducing centers)
- 812210 Funeral Homes and Funeral Services
- 812220 Cemeteries and Crematories
- 812310 Coin-Operated Laundries and Drycleaners
- 812320 Drycleaning and Laundry Services (except coin-operated)
- 812330 Linen and Uniform Supply
- 812910 Pet Care (except veterinary) Services
- 812920 Photofinishing
- 812930 Parking Lots and Garages
- 812990 All Other Personal Services

Religious, Grantmaking, Civic, Professional, and Similar Organizations

- 813000 Religious, Grantmaking, Civic, Professional, and Similar Organizations

Public Administration

- 920000 Public Administration

CONNECTICUT TAX ASSISTANCE

FOR TAX INFORMATION

- Visit the DRS Web site at:
www.drs.state.ct.us
- Call CONN-TAX:
1-800-382-9463 (in-state) or
860-297-5962 (from anywhere)

TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day, seven days a week by calling 860-297-4911.

Personal taxpayer assistance is available during business hours listed below. Extended hours are available. Call CONN-TAX or visit our Web site for details.

- Write to:
Department of Revenue Services
Taxpayer Services Division
25 Sigourney Street
Hartford CT 06106-5032

FORMS AND PUBLICATIONS

May be obtained 24 hours a day, seven days a week by using any of the following resources:

- **Internet**
Preview and download forms and publications from the DRS Web site at: www.drs.state.ct.us
- **DRS TaxFax**
Call 860-297-5698 from the handset attached to your fax machine and select from the menu; or
- **Telephone**
From a touch-tone phone call:
1-800-382-9463 (in-state) and select **Option 2**, or 860-297-4753 (from anywhere).

WALK-IN OFFICES

For free assistance or forms, visit our offices from Monday through Friday 8:00 a.m. to 5:00 p.m. For pre-recorded directions to DRS offices, call CONN-TAX and press 6. If you require special accommodations, please advise the DRS representative.

BRIDGEPORT
10 Middle Street
203-336-7890

HAMDEN
3074 Whitney Avenue, Bldg. #2
203-287-8243

HARTFORD
25 Sigourney Street
860-297-5962

NORWICH
2 Cliff Street
860-889-2669

WATERBURY
Rowland State Government Center
55 West Main Street, Suite 100
203-805-6789

ELECTRONIC FILING OPTIONS

Connecticut Fast-File Program

Use our **free**, convenient, and secure **Fast-File** Program to file your sales and use tax, business use tax, room occupancy tax, or income tax withholding tax returns over the Internet or by telephone. No paper return or worksheet is required.

Fast-File is both an Internet-based program that enables you to use your computer to electronically file your returns and a "teletype" system that allows you to simply phone in your return using a touch-tone telephone.

To learn more about **Fast-File**, visit the Department of Revenue Services (DRS) Web site at: www.drs.state.ct.us



For questions about **federal taxes**, contact the Internal Revenue Service (IRS) at: 1-800-829-1040 or visit: www.irs.gov
To order **federal tax forms**, call: 1-800-829-3676.

STATEWIDE SERVICES

For information on statewide services and programs, visit the ConneCT Web site at: www.state.ct.us

DEPARTMENT OF REVENUE SERVICES MISSION STATEMENT

The Mission of the Connecticut Department of Revenue Services is to administer the tax laws of the State of Connecticut and collect the tax revenues in the most cost effective manner; achieve the highest level of voluntary compliance through accurate, efficient, and courteous customer services; and perform in a manner which instills public confidence in the integrity, and fairness of the state's tax programs.

Department of Revenue Services
State of Connecticut
25 Sigourney Street
Hartford CT 06106-5032

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