

Local gas distribution companies and municipal (gas or electric) utilities complete Lines 1 through 5. Otherwise skip to Line 6.

Line 1: Enter the amount of all income during the calendar quarter that is classified as operating revenues by the Department of Public Utility Control (DPUC) in the Uniform Systems of Accounts.

Line 2: Enter the amount of all income during the calendar quarter that is classified as income from merchandising, jobbing and contract work by the DPUC in the Uniform Systems of Accounts.

Line 3: Enter the amount of all income during the calendar quarter that is from non-utility operations.

Line 4: Enter the amount of revenues during the calendar quarter from leases of physical property not devoted to utility operation.

Line 5: Enter the amount of receipts during the calendar quarter from the sale of residuals and other by-products obtained in connection with the production of gas or electricity.

Line 6: **Local gas distribution companies and municipal (gas or electric) utilities:** Add Lines 1 through 5, and enter the sum.

Gas marketers: Enter the amount of gross earnings during the calendar quarter from sales of natural gas.

Line 7: If included in the amount of gross earnings reported on Line 6, enter the amount of refunds during the calendar quarter resulting from errors or overcharges.

Line 8: If included in the amount of gross earnings reported on Line 6, enter the amount of gross earnings from the resale of gas or electricity to:

- Public service companies (whether or not located in Connecticut) (see Conn. Gen. Stat. §16-1);
- Municipal utilities (whether or not located in Connecticut); and
- Gas marketers registered with DRS for the tax imposed under chapter 212 of the Connecticut General Statutes.

Local gas distribution companies and municipal (gas or electric) utilities complete Lines 9 through 11. Otherwise skip to Line 12.

Line 9: If included in the amount of gross earnings reported on Line 6, enter the sum of the net invoice price plus transportation costs of appliances using gas or electricity that were sold during the calendar quarter.

Line 10: If included in the amount of gross earnings reported on Line 6, enter the amount of gross earnings from energy conservation loan programs during the calendar quarter.

Line 11: If included in the amount of gross earnings reported on Line 6, enter the amount of gross earnings from sales of natural gas or propane as a motor vehicle fuel during the calendar quarter.

Line 12: If included in the amount of gross earnings reported on Line 6, enter the amount of gross earnings from sales of natural gas to users or entities located outside Connecticut during the calendar quarter. Enter zero if you will be apportioning gross earnings on Line 15.

Line 13: Add Lines 7 through 12 and enter the sum.

Line 14: Subtract Line 13 from Line 6 and enter the difference. **If apportioning gross earnings, complete Lines 15 and 16. Otherwise skip to Line 17.**

Gross earnings may only be apportioned if:

- Part of your operations or business is conducted outside of Connecticut;
- The amount on Line 8 does not include sales for resale to non-Connecticut public service companies or non-Connecticut municipal utilities; and
- You are not claiming deductions on Line 12 of this return.

Line 15: **Local gas distribution companies and municipal (gas or electric) utilities:** Compute an apportionment fraction (expressed as a percentage carried to six decimal places). The numerator is the miles of gas mains or electric wires (municipal electric utilities only) operated in Connecticut on the first and last day of the preceding calendar year. The denominator is the total miles of gas mains or electric wires operated (municipal electric utilities only) inside and outside Connecticut on the first and last day of the preceding calendar year.

Gas marketers: Compute an apportionment fraction (expressed as a percentage carried to six decimal places). The numerator is gross earnings from sales to end users located in Connecticut during the calendar quarter, and the denominator is gross earnings from sales to end users located inside and outside Connecticut during the calendar quarter.

Line 16: Multiply Line 14 by Line 15.

Line 17: Multiply Line 14 or Line 16 (if apportioning) by 5% (.05). Enter the product.

Line 18: Enter the amount from Schedule B, Line 10.

Line 19: Subtract Line 18 from Line 17, and enter the difference. If the difference is less than zero, enter zero.

Line 20: If the tax is not paid when due, multiply Line 19 by 10% (.10). Enter the product or \$50, whichever is greater.

Line 21: If the tax is not paid when due, multiply Line 19 by 1% (.01) by the number of months or fraction of a month that the payment is late, and enter the product.

Instructions: Schedules A and B

Schedule A-1

- Line 1: If included in the amount of gross earnings during the calendar quarter that are reported on Lines 1, 2, 3, 4, and 5, enter the amount of gross earnings during the calendar quarter from the sale, furnishing or distribution of electricity or natural gas allocable to residential service.
- Line 2: Enter the amount of refunds during the calendar quarter resulting from errors or overcharges for such residential service.
- Line 3: Subtract Line 2 from Line 1.
- Line 4: Multiply Line 3 by 1% (.01). Enter the product here and on Line 9 of Schedule B.

Schedule A-2

- Line 1: If included in the amount of gross earnings during the calendar quarter that are reported on Lines 1, 2, 3, 4, and 5, enter the amount of gross earnings during the calendar quarter from the sale, furnishing or distribution of electricity or natural gas for use directly by a company engaged in manufacturing.
- Line 2: Enter the amount of refunds during the calendar quarter resulting from errors or overcharges for such service to manufacturing companies.
- Line 3: Subtract Line 2 from Line 1.
- Line 4: Multiply Line 3 by 5% (.05). Enter the product here and on Line 10 of Schedule B.

Definition of Manufacturing Companies: Companies included in classifications 2000 to 3999, of the *Standard Industrial Classification Manual*, United States Office of Management and Budget, 1987 edition; or in sector 31, 32 or 33 of the *North American Industrial Classification System (NAICS)*, United States Office of Management and Budget, 1997 edition.

Schedule B - TAX CREDITS

New Credits:

Computer donation credit allowable under 2000 Conn. Pub. Act 170, section 20.

Historic home rehabilitation credit allowable under 1999 Conn. Pub. Act 173 §§34 through 37.

Please refer to Informational Publication **IP 95(2.1)**, *A Guide to Connecticut Tax Credits*, for a description of all other credits and required attachments.

Information and Assistance

If you need information or assistance, contact the DRS Public Services Taxes Unit at 860-541-3225 between the hours of 8:00 a.m. and 5:00 p.m. Monday through Friday.