

# 2010

# 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
- Form CT-1120AB

Tax information is  
available on the DRS  
website at  
[www.ct.gov/DRS](http://www.ct.gov/DRS)



File **Form CT-1120**, **Form CT-1120 EXT**, and  
**Forms CT-1120 ESA, ESB, ESC, and ESD** using the  
**Taxpayer Service Center (TSC)**.

More Department of Revenue Services tax information is listed on the back cover.

## What This Booklet Contains

Read the information contained in this booklet carefully before preparing the Connecticut corporation business tax return.

This booklet contains information and instructions about 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 submitted to obtain an extension of time to file Form CT-1120;

**Form CT-1120CR**, *Combined Corporation Business Tax Return*; or **Form CT-1120U**, *Unitary Corporation Business Tax Return*.

**Form CT-1120AB**, *Summary of Add Back and Exceptions to Add Back of Interest and Intangible Expenses*, must be completed by each corporation that pays interest or intangible expenses to a related party.

Visit the Department of Revenue Services (DRS) website at [www.ct.gov/DRS](http://www.ct.gov/DRS) to download and print Connecticut tax forms and publications.

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## 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, Connecticut income tax withholding, and most other Connecticut taxes administered by DRS, the corporation must complete **Form REG-1**, *Business Taxes Registration Application*.

Visit the DRS website to register online. 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:** The business entity tax (BET) is an annual tax of \$250 imposed on the following business types:

- S corporations (Qualified subchapter S subsidiaries (QSSS) are not liable for the BET.);
- Limited liability companies (LLCs or SMLLCs) that are, 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;
- Limited liability partnerships (LLPs); and
- Limited partnership (LPs).

The BET applies to those business entities listed above if either: 1) the entities were formed under Connecticut law; or 2) the entities were not formed under Connecticut law but are required to register with or obtain a certificate of authority from the Connecticut Secretary of the State before transacting business in the state (regardless of whether or not the entities have complied with the requirement). Visit the DRS website at [www.ct.gov/bet](http://www.ct.gov/bet) for additional information regarding the BET.

**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 where the entity owns, directly or indirectly, an interest in Connecticut real property. This tax is reported on **Form AU-330**, *Controlling Interest Transfer Taxes*.

# Table of Contents

<b>What's New .....</b>	<b>5</b>	Check and Complete all Applicable Boxes	13
<b>General Information .....</b>	<b>9</b>	1. Change of Address . . .	13
How to Get Help .....	9	2. Return Status . . .	13
Forms and Publications .....	9	3. Final Return . . .	13
Who Must File .....	9	4. Type of Federal Return Filed . . .	14
Who is Exempt From Corporation Business Tax .....	9	5. Exchange of Research and Development Tax Credit . . .	14
Accounting Period and Method of Accounting .....	9	6. Previous Combined or Unitary Return . . .	14
When to File .....	9	7. Combined or Unitary Return. . .	14
Extension Request .....	10	8. Principal Place of Business . . .	14
Where to File .....	10	9. Exempt Corporation . . .	14
File Electronically . . .	10	10. Annualization . . .	14
File a Paper Return . . .	10	11. Interest Add Back . . .	14
Payment Options .....	10	12. Passive Investment Companies . . .	14
Pay Electronically . . .	10	<b>Form CT-1120 Line Instructions .....</b>	<b>15</b>
Pay by Credit Card or Debit Card . . .	10	Rounding Off to Whole Dollars .....	15
Pay by Mail . . .	10	Schedule A - Computation of Tax on Net Income .....	15
Amended Returns.....	11	Schedule B - Computation of Minimum Tax on Capital .....	15
Estimated Tax Payments .....	11	Schedule C - Computation of Amount Payable .....	16
Interest and Penalties.....	11	Schedule D - Computation of Net Income .....	16
Penalty for Late Payment or Late Filing . . .	11	Schedule E - Computation of Minimum Tax Base .....	17
Penalty for Willful Failure to File or Pay . . .	12	Schedule F - Taxes .....	17
Penalty for Willful Filing of a Fraudulent or Materially False Return . . .	12	Schedule G - Additional Required Information.....	18
Penalty for Failure to Disclose Listed Transaction . . .	12	Signature .....	18
Waiver of Penalty.....	12	Paid Preparer Signature .....	18
Status Letter Requests .....	12	Paid Preparer Authorization.....	18
Recordkeeping .....	12	<b>Connecticut Tax Assistance .....</b>	<b>Back Cover</b>
Copies of Returns.....	12		
<b>Form CT-1120 General Instructions ....</b>	<b>13</b>		
Required Information .....	13		
NAICS Code for Principal Business Activity .....	13		

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## Notes

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## What's New

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Unless otherwise stated, all changes are applicable to income years beginning on or after January 1, 2010.

### Economic Nexus

Effective upon passage and applicable to income years beginning on or after January 1, 2010, new legislation imposes the corporation business tax on any company that derives income from sources in Connecticut or that has a substantial economic presence in Connecticut to the extent permitted by the U.S. Constitution. A corporation does not need to have a physical presence in Connecticut to be subject to the Connecticut corporation business tax. See **Informational Publication 2010(29)**, *Economic Nexus*

*2009 Conn. Pub. Acts 3, §90 (June Spec. Sess.)*

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### Captive Real Estate Investment Trust (REITs)

Conn. Gen. Stat. §12-213 is amended to define a “captive real estate investment trust” as a REIT under IRC §856 where more than 50% of the REIT is owned or controlled, directly or constructively, by a single entity and where the REIT is not regularly traded on an established securities market. A captive REIT does not include a qualified REIT under §12-217(a)(3) or a REIT that is owned by a corporation that is, in turn, owned by: (1) another REIT; (2) an entity exempt from tax under IRC §501; (3) a listed property trust or other foreign REIT from a country with a tax treaty with the US; or (4) a REIT intended to be regularly traded on an established securities market.

*2010 Conn. Pub. Acts 188, §1*

Conn. Gen. Stat. §12-217(a)(1) is amended to disallow the federal deduction for dividends paid for Captive REITs.

*2010 Conn. Pub. Acts 188, §2*

Conn. Gen. Stat. §12-217(a)(3) is amended to allow a dividends received deduction for the recipient of a dividend from a Captive REIT that is taxable under Chapter 208.

*2010 Conn. Pub. Acts 188, §3*

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### Amended Tax Returns

Conn. Gen. Stat. §12-226 is amended to require a taxpayer that files an amended return with the Internal Revenue Services (IRS) to file an amended Connecticut return within 90 days of the final determination by the IRS.

*2010 Conn. Pub. Acts 188, §5*

### Qualified Small Business Job Creation Tax Credit

An employer with less than 50 employees in Connecticut may earn a tax credit equal to \$200 per month for hiring a new employee after May 6, 2010, who resides in Connecticut. The new employee must be hired to fill a full time job during the income years beginning on or after January 1, 2010, and before January 1, 2013. The tax credit can be claimed in the income year of the hire and the next two income years. The tax credit does not carry forward and is not refundable. The tax credit is not available for an income year if the new employee was not employed by the employer at the close of that income year. The tax credit is administered by the Department of Economic and Community Development (DECD).

*2010 Conn. Pub. Acts 75, §8*

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### Vocational Rehabilitation Job Creation Tax Credit

An employer may earn a tax credit equal to \$200 per month for hiring a new employee who is receiving rehabilitation services from the Department of Social Services or from the Board of Education and Services for the Blind. The new employee must be hired after May 6, 2010, to work at least 20 hours per week for 48 weeks of a calendar year. The tax credit can be claimed in the income year of the hire and the next two income years. The tax credit does not carry forward and is not refundable. The tax credit is not available for an income year if the new employee was not employed by the employer at the close of that income year. The tax credit is administered by DECD.

*2010 Conn. Pub. Acts 75, §9*

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### Changes to Existing Tax Credits

**Tax Credit Cap:** There is a total cap of \$11 million per fiscal year collectively imposed on the new Qualified Small Business Job Creation tax credit under 2010 Conn. Pub. Acts 75, §8, the new Vocational Rehabilitation Job Creation tax credit under 2010 Conn. Pub. Acts 75, §9, and the New Jobs tax credit under Conn. Gen. Stat. §12-217ii.

*2010 Conn. Pub. Acts 75, §10*

**Existing Insurance Reinvestment Fund Tax Credit:** 2010 Conn. Pub. Acts 75, §14 made the following changes to the existing Insurance Reinvestment Fund tax credit under Conn. Gen. Stat. §38a-88a:

- The definition of *new employee* was amended to add the requirement that the new employee be a resident of Connecticut.

- No eligibility certificates may be issued to insurance businesses on and after July 1, 2010.
- No credit is allowed for an investment unless \$1 million or more is invested by July 1, 2011, in an insurance business that has been issued an eligibility certificate prior to July 1, 2010. If an insurance business that has been issued an eligibility certificate prior to July 1, 2010, has not received a \$1 million investment by July 1, 2011, then DECD shall revoke its eligibility certificate.

*Conn. Gen. Stat. §38a-88a, as amended by 2010 Conn. Pub. Acts 75, §14*

**Computer Donation Tax Credit Sunset:** Effective for income years beginning on or after January 1, 2014, the Computer Donation tax credit under Conn. Gen. Stat. §10-228b is eliminated.

*Conn. Gen. Stat. §10-228b, as amended by 2010 Conn. Pub. Acts 75, §25*

**Financial Institutions Tax Credit Sunset:** Effective for income years beginning on or after January 1, 2014, the Financial Institutions tax credit under Conn. Gen. Stat. §12-217u, which is available to financial institutions that build and occupy a facility located in Connecticut of at least 900,000 square feet, and create and maintain an average of 1,200 to 2,000 qualified employees in Connecticut, is eliminated.

*Conn. Gen. Stat. §12-217u, as amended by 2010 Conn. Pub. Acts 75, §§ 26-27*

**Small Business Guaranty Fee Tax Credit Sunset:** Effective for income years beginning on or after January 1, 2014, the Small Business Guaranty Fee tax credit under Conn. Gen. Stat. §12-217cc, which is available to qualifying small businesses, is eliminated.

*Conn. Gen. Stat. §12-217cc, as amended by 2010 Conn. Pub. Acts 75, § 28*

**Service Facility Credit Extended to Bradley Development Zone:** Effective October 1, 2011, for income years beginning on or after January 1, 2013, Conn. Gen. Stat. §12-217e is amended to allow the Service Facility tax credit to be claimed for the portion of a corporation's tax under Chapter 208 that is attributable to an eligible facility. *Eligible facility* means a facility located in enumerated census blocks of Windsor Locks, Suffield, East Granby, and Windsor and that is used for the warehousing or distribution of goods transported to an

airport or is otherwise directly related to such airport, but does not include a facility used by an organization with a NAICS code of 441110 through 454390 inclusive, 532111, 532112, or 812930.

*Conn. Gen. Stat. §12-217e, as amended by 2010 Conn. Pub. Acts 98, §4*

**Changes to the Film Production Tax Credit:** The Film Production tax credit is amended to: 1) place administration of the tax credit with DECD rather than Connecticut Commission on Culture and Tourism (CCT); 2) allow a 10% credit for costs from \$100,000 up to \$500,000, a 15% credit for costs over \$500,000 up to \$1 million, and a 30% credit for costs over \$1 million; 3) allow no tax credit for costs incurred outside Connecticut and used inside Connecticut; 4) allow all or part of the credit to be claimed in the year the costs were incurred or the next three years but with no carryovers; 5) allow a post-certification remedy against any entity that commits fraud or misrepresentation; 6) define *compensation* as base salary without bonus pay or stock options; and 7) only allow a credit if a company has 25% of its principal photography days in Connecticut or expends at least \$1 million in Connecticut.

*Conn. Gen. Stat. §12-217jj, as amended by 2009 Conn. Pub. Acts 3, §97 (June Spec. Sess.); 2009 Conn. Pub. Acts 8, §§1 through 3 (Sept. Spec. Sess.); and 2010 Conn. Pub. Acts 107, §1*

**Changes to the Film Production Infrastructure Tax Credit:** The Film Production Infrastructure tax credit is amended to: 1) place administration of the tax credit with DECD rather than CCT; 2) allow a 20% credit for costs over \$3 million; and 3) allow a post-certification remedy against any entity that commits fraud or misrepresentation.

*Conn. Gen. Stat. §12-217kk, as amended by 2009 Conn. Pub. Acts 3, §98 (June Spec. Sess.)*

**Changes to the Digital Animation Tax Credit:** The Digital Animation tax credit is amended to: 1) place administration of the tax credit with DECD rather than CCT; 2) allow a 10% credit for costs from \$100,000 up to \$500,000, a 50% credit for costs over \$500,000 up to \$1 million, and a 30% credit for costs over \$1 million; 3) allow no tax credit for costs for expenses incurred in certifying eligible costs; 4) place an aggregate cap of \$20 million per production for star talent; and 5) allow a post-certification remedy against any entity that commits fraud or misrepresentation.

*2009 Conn. Pub. Acts. 3, §99 (June Spec. Sess.), as amended by 2009 Conn. Pub. Acts 8, §§4 and 5 (Sept. Spec. Sess.)*

**Changes to the Neighborhood Assistance Act (NAA)**

**Tax Credit:** The NAA tax credit is amended as follows:

- The definition of *business firm* contained in Conn. Gen. Stat. §12-632(c) is amended to mean any business entity authorized to do business in the state and subject to the tax due under the provisions of Chapter 207, 208, 209, 210, 211, or 212. As amended, the statute permits health care centers, satellite television companies, and certified competitive video service providers to claim the NAA tax credit. Prior to this amendment, these entities did not fall within the statutory definition of business firm;
- Effective July 1, 2010, the requirement that the Commissioner submit NAA tax credit applications to municipalities for approval before the Commissioner can act upon an application is eliminated; **and**
- Effective June 7, 2010, the credit percentage available is increased from 40% to 60% of the total amount invested during the taxable year by the business firm in community-based alcoholism prevention or treatment programs.

*Conn. Gen. Stat. §12-631, as amended by 2010 Conn. Pub. Acts 188, §8; Conn. Gen. Stat. §12-632, as amended by 2010 Conn. Pub. Acts 188, §9; and Conn. Gen. Stat. §12-635a, as amended by 2010 Conn. Pub. Acts 188, §10*

**Changes to the Historic Preservation Tax Credit:**

Conn. Gen. Stat. §10-416b (referred to as the Historic Preservation tax credit by CCT and formerly referred to as the Historic Investment tax credit by the Department of Revenue Services (DRS)) allows a credit for investments in historic properties that are used for both residential and non-residential purposes. Vouchers for such credits may be issued for projects that are completed in phases at such time as an identifiable portion of the project is placed in service. In order to receive the voucher, the owner must provide information to CCT regarding the portion placed in service. The portion placed in service does not have to include the residential portion of the project. Effective July 1, 2010, for income years beginning on or after January 1, 2010, if a voucher is issued for a non-residential portion of the project that is placed in service and the residential portion of the project is not completed on time, the owner shall recapture 100% of the credit issued for the portion previously placed in service.

*Conn. Gen. Stat. §10-416b, as amended by 2010 Conn. Pub. Acts 188, §15*

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## Notes

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## General Information

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### How to Get Help

DRS is ready to help you get answers to Connecticut tax questions. Visit the DRS website at [www.ct.gov/DRS](http://www.ct.gov/DRS) or call **1-800-382-9463** (Connecticut calls outside the Greater Hartford calling area only) or **860-297-5962** (from anywhere) during business hours. For personal assistance visit the DRS office at 25 Sigourney Street, Hartford. Be sure to bring your completed federal return if applicable.

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### Forms and Publications

Visit the DRS website at [www.ct.gov/DRS](http://www.ct.gov/DRS) to download and print Connecticut tax forms and publications anytime.

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### Who Must File

**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**.

Corporations electing to file a unitary return must also complete **Form CT-1120U, Unitary Corporation Business Tax Return**.

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### 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 under Chapter 210 of the Connecticut General Statutes or whose properties in Connecticut are operated by railroad companies subject to gross earnings taxes under Chapter 210;
- 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 with DRS 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 1120-H **must** be attached to its Form CT-1120);
- Certain political organizations or associations exempt from federal income taxes under IRC §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.

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### 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.

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### When to File

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:

Federal Express (FedEx)	United Parcel Service (UPS)
<ul style="list-style-type: none"><li>• FedEx Priority Overnight</li><li>• FedEx Standard Overnight</li><li>• FedEx 2Day</li><li>• FedEx International Priority</li><li>• FedEx International First</li></ul>	<ul style="list-style-type: none"><li>• UPS Next Day Air</li><li>• UPS Next Day Air Saver</li><li>• UPS 2nd Day Air</li><li>• UPS 2nd Day Air A.M.</li><li>• UPS Worldwide Express Plus</li><li>• UPS Worldwide Express</li></ul>

This list is subject to change. See **Policy Statement 2008(3)**, *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 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 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.

Visit [www.ct.gov/TSC](http://www.ct.gov/TSC) to file your extension request over the Internet.

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% per month or fraction of a month until the tax is paid in full.

### Where to File

#### File Electronically

This return can be filed electronically through the DRS **Taxpayer Service Center (TSC)**. The TSC allows taxpayers to electronically file, pay, and manage state tax responsibilities. Visit [www.ct.gov/TSC](http://www.ct.gov/TSC) to make electronic transactions or administer your tax account online. If you file electronically you are expected to pay electronically at the time of filing.

#### File a Paper Return

Mail paper return **with payment** to:  
Department of Revenue Services  
State of Connecticut  
PO Box 2974  
Hartford CT 06104-2974

Mail paper return **without payment** to:  
Department of Revenue Services  
State of Connecticut  
PO Box 150406  
Hartford CT 06115-0406

### Payment Options

#### Pay Electronically

Visit [www.ct.gov/TSC](http://www.ct.gov/TSC) to use the TSC to make a direct tax payment. After logging into the TSC, select the *Make Payment Only* option and choose a tax type from the drop down box. Using this option authorizes DRS to electronically withdraw a payment from your bank account (checking or savings) on a date you select up to the due date. As a reminder, even if you pay electronically you must still file your return on or before the due date. Tax not paid on or before the due date will be subject to penalty and interest.

#### Pay by Credit Card or Debit Card

You may elect to pay your tax liability using a credit card (American Express®, Discover®, MasterCard®, or VISA®) or comparable debit card. A convenience fee will be charged by the service provider. You will be informed of the amount of the fee and you may elect to cancel the transaction. At the end of the transaction you will be given a confirmation number for your records.

There are three ways to pay by credit card or comparable debit card:

- Log in to your account in the TSC and select *Make Payment by Credit Card*;
- Visit: [www.officialpayments.com](http://www.officialpayments.com) and select *State Payments*; or
- Call Official Payments Corporation toll-free at **1-800-2PAY-TAX** (1-800-272-9829) and follow the instructions. You will be asked to enter the Connecticut Jurisdiction Code: 1777.

Your payment will be effective on the date you make the charge.

#### Pay by Mail

Make check payable to **Commissioner of Revenue Services**. To ensure payment is applied to the correct account, write "2010 Form CT-1120" and the corporation's Connecticut Tax Registration Number on the front of the check. Be sure to sign your check and paper clip it to the front of your return. Do not send cash. DRS may submit your check to your bank electronically.



## Amended Returns

For income years beginning on or after January 1, 2006, any corporation that fails to include items of income or deduction or makes any other error on a return must: 1) file an amended return using **Form CT-1120X**, *Amended Corporation Business Tax Return*, that applies to the tax year being amended, or 2) if the corporation was included in a combined corporation business tax return, file an amended combined return on **Form CT-1120CR**, *Combined Corporation Business Tax Return*, that applies to the tax year being amended and check the *Amended* box.

If a corporation has filed an amended federal return with the IRS and the amendment affects the corporation's Connecticut tax return, then within 90 days of the IRS final determination on that amended federal return, the corporation shall file Form CT-1120X, and attach a copy of federal Form 1120X, Amended U.S. Corporation Income Tax return.

Corrections to taxable income made by the IRS must be reported to the Commissioner of Revenue Services on or before 90 days after the final determination of the change. All federal adjustments must be reported on an amended return. An extension request for reporting federal audit changes may be submitted in writing to the Commissioner stating the reason additional time is required.

## Estimated Tax Payments

Every corporation subject to the Connecticut corporation business tax whose estimated current year tax exceeds \$1,000 must make its required annual payment in four installments. See instructions on **Forms CT-1120 ESA, ESB, ESC, and ESD**, *Estimated Corporation Business Tax*. Using these forms will ensure accuracy and timeliness in processing the corporation's estimated tax payments. Visit the DRS website to download and print Connecticut tax forms.

### The required annual payment is the lesser of:

- 90% of the tax (including surtax) 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 (including surtax) 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):

<b>1st Installment - March 15, 2011</b> 30% of prior year tax (including surtax) without regard to credits or 27% of current year tax (including surtax)
<b>2nd Installment - June 15, 2011</b> 70% of prior year tax (including surtax) without regard to credits or 63% of current year tax (including surtax)
<b>3rd Installment - September 15, 2011</b> 80% of prior year tax (including surtax) without regard to credits or 72% of current year tax (including surtax)
<b>4th Installment - December 15, 2011</b> 100% of prior year tax (including surtax) without regard to credits or 90% of current year tax (including surtax)

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

The estimated tax due dates table indicates the amount due for each installment under the regular installment method. For more information regarding estimated corporation business tax payments, including information regarding the annualized installment method, see **Informational Publication 2010(10), Q & A on Estimated Corporation Business Tax and Worksheet CT-1120AE**.

## Interest and Penalties

Interest is computed at 1% 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% of the tax due or \$50, whichever is greater. If a request for a filing extension has been granted, a corporation may avoid a penalty for failure to pay the full amount due by the original due date if it pays:

- At least 90% of the tax shown to be due on the return on or before the original due date of the return; **and**
- The balance due with the filing of Form CT-1120, on or before the extended due date.

If no tax is due, DRS may impose a \$50 penalty for the late filing of any return or report 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.

### **Penalty for Failure to Disclose Listed Transaction**

A penalty of 75% of the amount of the deficiency may be imposed when it appears that any part of the deficiency is due to failure to disclose a listed transaction, as defined in IRC §6707A.

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### **Waiver of Penalty**

To make a penalty waiver request, taxpayers must complete and submit **Form DRS-PW**, *Request for Waiver of Civil Penalty*, to DRS Penalty Waiver Unit. Taxpayers may mail Form DRS-PW to the address listed below or fax it to the Penalty Waiver Unit at **860-297-4797**.

Department of Revenue Services  
Penalty Waiver Unit  
PO Box 5089  
Hartford CT 06102-5089

DRS will not consider a penalty waiver request unless it is accompanied by a fully completed and properly executed Form DRS-PW. For detailed information about the penalty waiver process, see **Policy Statement 2010(1)**, *Requests for Waiver of Civil Penalties*.

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### **Status Letter Requests**

Requests for status letters must be submitted in writing on the business's letterhead and must include:

- Name and address of the business;
- Connecticut Tax Registration Number;
- Tax types for which the tax status is being requested;
- A statement that clearly explains the reason for the status letter request;

- The mailing address for the status letter if it is different from the address of the business;
- The original signature and title of the authorized representative making the request; **and**
- A properly executed **Form LGL-001**, *Power of Attorney*, signed by an authorized representative of the business if the status letter is requested by anyone other than an authorized representative of the business.

Mail your status letter request to:

Department of Revenue Services  
Collection & Enforcement Division-Lien Unit  
Request for Status Letter  
25 Sigourney St Ste 2  
Hartford CT 06106-5032

DRS accepts hand-delivered status letter requests from businesses. However, DRS does not accept status letter requests made by email, fax, or telephone. See **Informational Publication 2004(9)**, *Status Letters*.

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### **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.

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### **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*. Requests are normally processed in three weeks.

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# Form CT-1120 General Instructions

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

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## Required Information

Print in blue or black ink, or type the information requested in the space provided at the top of Form CT-1120.

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 and FEIN.

Enter in the spaces provided the total assets from the corporation's federal Form 1120, U.S. Corporation Income Tax Return, Schedule L, Line 15, Column (d), and the amount from federal Form 1120, Line 11 (see Form CT-1120, *Schedule C*, Line 1b). Also enter the North American Industry Classification System (NAICS) code for principal business activity.

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## NAICS Code for Principal Business Activity

Form CT-NAICS, *NAICS Codes for Principal Business Activity for Connecticut Tax Purposes*, is available on the DRS website. General information concerning the classification of principal business activity under NAICS can also be found at [www.census.gov](http://www.census.gov).

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## Check and Complete all Applicable Boxes

### 1. Change of Address

Check the *address change* box, and file Form CT-8822C, *Corporation Business Tax Change of Address* (available on the DRS website). If the *address change* 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.

- **Initial**

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

- **Final**

If the corporation is filing a final return, check the *final* box and complete Line 3, below.

- **Short Period**

If the corporation is filing a short period return, check the *short period* box.

### 3. 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  
State of Connecticut  
Corporation Tax Audit Unit  
25 Sigourney St Ste 2  
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 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.

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  
State of Connecticut  
PO Box 2937  
Hartford CT 06104-2937

For further information about withdrawal from the state, mergers and reorganizations, or dissolutions, contact the Connecticut Office of the Secretary of the State at 860-509-6003.

#### 4. 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 FEIN. If the 1120-REIT box is checked, see **Informational Publication 2010(21)**, *Corporation Business Tax Application to Real Estate Investment Trusts (REITs) and Owners of REITs*.

An S corporation should file **Form CT-1065/CT-1120SI**, *Connecticut Composite Income Tax Return*, and **Form OP-424**, *Business Entity Tax Return*. A limited liability company (LLC) should file Form CT-1120 only if the company elects to be taxed as a corporation for federal income tax purposes.

#### 5. 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**, *Research and Experimental Expenditures Credit*, or **Form CT-1120 RDC**, *Research and Development Credit*, and **Form CT-1120 XCH**, *Application for Exchange of Research and Development or Research and Experimental Expenditures Tax Credits by a Qualified Small Business*.

#### 6. Previous Combined or Unitary Return

If the corporation was included in **Form CT-1120CR**, *Combined Corporation Business Tax Return*, or **Form CT-1120U**, *Unitary 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 combined or unitary 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*.

#### 7. Combined or Unitary Return

Check the corresponding box if the corporation is included in Form CT-1120CR or Form CT-1120U for this year.

#### 8. 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.

#### 9. Exempt Corporation

If the corporation is exempt from Connecticut corporation business tax, check this box, attach an explanation of the exemption, and a statutory cite for the exemption. See *Who is Exempt From Corporation Business Tax* on Page 9.

#### 10. Annualization

Check the corresponding box if the corporation used the annualized installment method to calculate its estimated tax payments for this year.

Complete Form CT-1120I and attach it to Form CT-1120. See IP 2010(10), *Q&A on Estimated Corporation Business Tax and Worksheet CT-1120AE*.

#### 11. Interest Add Back

Check the corresponding box if the corporation paid, accrued, or incurred interest expenses or intangible expenses, costs, and related interest expenses to a related member. Complete **Form CT-1120AB**, *Summary of Add Back and Exceptions to Add Back of Interest and Intangible Expenses*, and attach it to Form CT-1120.

#### 12. Passive Investment Companies

Check the corresponding box if this corporation is filing **Form CT-1120 PIC**, *Information Return for Passive Investment Companies*. If this box is checked, Form CT-1120 PIC must be attached. A passive investment company must be related to a financial services company or to an insurance company. Passive investment companies are exempt from the corporation business tax, but must file Form CT-1120 PIC.

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# Form CT-1120 Line Instructions

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## Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. If you do not round, DRS will disregard the cents. Round down to the next lowest dollar all amounts that include 1 through 49 cents. Round up to the next highest dollar all amounts that include 50 through 99 cents.

However, if you need to add two or more amounts to compute the amount to enter on a line, include cents and round off **only** the total.

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**Example:** Add two amounts (\$1.29 + \$3.21) to compute the total (\$4.50) to enter on a line. \$4.50 is rounded to \$5.00 and entered on the line.

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## Schedule A - Computation of Tax on Net Income

A corporation entitled to apportion its net 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 receive 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 using **Form CT-1120A-LP**, *Corporation Business Tax Return Apportionment of Limited Partnership Interests*.

- Corporations that receive income from rendering services to or on behalf of regulated investment companies use **Form CT-1120A-IRIC**, *Corporation Business Tax Return Apportionment Computation of Income From Services to Regulated Investment Companies*.

**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**, *Corporation Business Tax Return Attachment, Schedule H*, Line 14, Column D, attributable to Connecticut business operations as reported in years ending December 31, 2000, and thereafter.

Net operating losses incurred for income years beginning on or after January 1, 2000, may be carried forward for 20 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.

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## 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 cannot be less than \$250 or exceed \$1 million.

Real estate investment trusts, regulated investment companies, or interlocal risk management agencies formed under Chapter 113a of the Connecticut General Statutes are not subject to the minimum tax on capital and do not complete *Schedule B*. Financial service companies are subject to a minimum tax on capital of \$250 and do not complete *Schedule B*.

**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 6** - Multiply Line 5 by 0.31%. The maximum tax for *Schedule B* is \$1 million.

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### **Schedule C - Computation of Amount Payable**

Connecticut tax payments made by a pass through entity on behalf of its corporate partner cannot be claimed on Form CT-1120, *Schedule C*. Refunds for such payment can be claimed by the pass through entity amending its **Form CT-1065/CT-1120SI**, *Connecticut Composite Income Tax Return*.

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

**Line 1(b)** - Multiply Line 1a by 10%. If the amount on Line 1a is \$250 or the amount on federal Form 1120, Line 11 is less than \$100 million, enter "0."

**Line 1(c)** - Enter the total tax credit that must be recaptured. The following tax credits are subject to recapture:

- Historic Preservation
- Employer-Assisted Housing
- Fixed Capital Investment
- Insurance Reinvestment
- New Jobs Creation
- Urban and Industrial Site Reinvestment

In most cases, other than the Fixed Capital Investment tax credit, the corporation will have been advised by the agency administering the tax credit that recapture is required. A corporation is required to recapture the Fixed Capital Investment tax credit when the fixed capital is not held and used in Connecticut by the corporation for five full years following its acquisition. See **Form CT-1120 FCIC**, *Fixed Capital Investment Tax Credit*, to calculate the amount of tax credit that must be recaptured. See **Informational Publication 2010(13)**, *Guide to Connecticut Business Tax Credits*.

**Line 5** - Enter the total tax credits applied from **Form CT-1120K**, *Business Tax Credit Summary*, Part II, Line 11. Do not exceed the amount on Line 4.

**Line 7(a)** - Enter the amount paid with **Form CT-1120 EXT**.

**Line 7(b)** - Enter the amount(s) paid with **Form CT-1120 ESA, ESB, ESC, or ESD**.

**Line 7(c)** - Enter the amount of any overpayment from the prior year.

**Line 7** - Add Lines 7(a), 7(b), and 7(c).

**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.

**Line 9** - Add Lines 9(a), 9(b), and 9(c).

**Line 10(a)** - Enter the amount of overpayment to be credited to 2011 estimated tax.

Overpayment of tax liability for a preceding income year is credited against the current estimated tax liability as of the date of the U.S. Postal Service cancellation mark on a completed tax return and **not** a tentative tax return. If filing electronically, the post mark date is the date you submit the completed return. An overpayment cannot be determined to exist until a completed return is filed. Overpayments will be treated as estimated tax paid on the fifteenth day of the third month (March 15 for calendar year filers), if the tax return is filed by the fifteenth day of the third month following the close of the income year. **A request to apply an overpayment to the following income year is irrevocable.** See **IP 2010(10)**, *Q&A on Estimated Corporation Business Tax and Worksheet CT-1120AE*.

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

**Line 10** - Add Line 10(a) and Line 10(b).

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### **Schedule D - Computation of Net Income**

**Line 1** - Enter the corporation's federal taxable income (loss) before net operating loss and special deductions as filed on the corporation's federal return.

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

**Line 4** - Enter the amount of interest expenses paid to a related member as reported on **Form CT-1120AB**, *Summary of Add Back and Exceptions to Add Back of Interest and Intangible Expenses*, Part I A, Line 1.

**Line 5** - Enter the amount of intangible expenses paid to a related member as reported on Form CT-1120AB, Part I B, Line 3.

**Line 6** - Enter the amount of the federal bonus depreciation allowed under IRC §168(k) and claimed on federal Form 4562, Depreciation and Amortization.

**Line 7** - Enter the cancellation of debt income deferred on IRC §108(i) election statement attached to federal Form 1120.

**Line 8** - Enter the domestic production activities deduction that is permitted under IRC §199 and reported on federal Form 1120, Line 25.

**Line 9** - Enter any other income amount. Attach an explanation.

**Line 11** - Enter the dividend deduction calculated on Form CT-1120 ATT, *Schedule I*, Line 5.

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

**Line 13** - 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 14** - Enter the federal bonus depreciation recovery amount from Form CT-1120 ATT, *Schedule J*, Line 11.

**Line 15** - Enter the amount of exceptions to interest add back as reported on Form CT-1120AB, Part II A, Line 1.

**Line 16** - Enter the amount of exceptions to interest add back as reported on Form CT-1120AB, Part II A, Line 2.

**Line 17** - Enter the amount of exceptions to interest add back as reported on Form CT-1120AB, Part II A, Line 3.

**Line 18** - Enter the amount of exceptions to the add back of intangible expenses paid to a related member as reported on Form CT-1120AB, Part II B, Line 1.

**Line 20** - 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 or 12-218d and was not entitled to an exception of the add back.

For all REITs, enter the deduction from federal Form 1120-REIT, U.S. Income Tax Return for Real Estate Investment Trusts, *Schedule J*, Line 2f, only if such amount is equal to \$50,000. In addition, for a REIT that is not a “captive REIT,” enter the deduction for dividends paid from federal Form 1120-REIT, Line 21b.

**Line 22** - Subtract Line 21 from Line 10. Enter the result here and on *Schedule A*, Line 1.

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## 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. 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 in Column C the average of Column A and Column B.

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.

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## 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. Enter the total here and on *Schedule D*, Line 3.

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## Schedule G - Additional Required Information

Attach a schedule of corporate officers' names, complete home addresses, and corporate titles.

**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 where the entity owns, directly or indirectly, an interest in Connecticut real property, the corporation (the transferor) may be subject to the controlling interest transfer tax. Enter the name and FEIN of the entity in which a controlling interest was transferred. The transferor is required to file **Form AU-330, Controlling Interest Transfer Taxes**.

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

Line 2(c) - Enter the transferee(s) name(s) and the transfer date if the answer was **Yes** to either Line 2(a) or Line 2(b). Attach a list of property addresses of the Connecticut realty owner according to the above transfer.

The entity in which a direct or indirect 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** - Enter the last taxable year this corporation was audited by the IRS. Corrections to taxable income by the IRS must be reported to the Commissioner of Revenue Services on or before 90 days after the final determination of the change.

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

## Signature

The return must be signed by a duly authorized officer.

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## Paid Preparer Signature

A paid preparer must sign and date Form CT-1120. Paid preparers must also enter their Social Security Number (SSN) or Preparer Tax Identification Number (PTIN) and their firm's FEIN in the spaces provided.

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## Paid Preparer Authorization

If the corporation wants to authorize DRS to contact the paid preparer who signed the 2010 Connecticut Corporation Business 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 2010 Connecticut 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 2011 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).

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## Notes

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## DRS Is Going Green ... And So Can You

### E-Filing Is Green Filing

Eliminate the use of paper and fuel used to transport returns through the mail. File and pay electronically instead. Visit [www.ct.gov/TSC](http://www.ct.gov/TSC) to create an account and eliminate the paper clutter in your life.

Connecticut tax filers can file most tax returns, extensions, and estimates using the **Taxpayer Service Center (TSC)** at [www.ct.gov/TSC](http://www.ct.gov/TSC) for free.

### Greener Money With Direct Deposit

Stop those paper checks and driving to the bank to deposit your Connecticut income tax refund by choosing direct deposit! A direct deposit refund when filing through TSC is the fastest way to get your tax refund into your account!

### Green Means Stop ... Receiving Paper Returns

If you file a paper return using commercial software or a tax practitioner, check the box to stop receiving a paper return. Mark your electronic calendar to remind you to purchase new software or contact your preparer.

<b>Internet</b>	<b>Tax Information</b> The <i>TSC</i> includes a comprehensive <i>FAQ</i> database with more than 600 searchable answers. Search by category, tax type, keyword, or phrase.	<b>Forms and Publications</b> Connecticut forms and publications may be viewed, downloaded, or printed by visiting <a href="http://www.ct.gov/DRS">www.ct.gov/DRS</a> the DRS website.	<b>Internet</b>
<b>Phone</b>	For telephone assistance, call our Taxpayer Services Division at <b>1-800-382-9463</b> (Connecticut calls outside the Greater Hartford calling area only); or <b>860-297-5962</b> (from anywhere).	<b>1-800-382-9463</b> (Connecticut calls outside the Greater Hartford calling area only) and select <b>Option 2</b> ; or <b>860-297-4753</b> (from anywhere).	<b>Phone</b>
<b>Email</b>	Send routine tax questions to <a href="mailto:drs@po.state.ct.us">drs@po.state.ct.us</a> (do not send account related inquiries). For account-related questions, including bill and refund inquiries, use the <b>Secure Mailbox</b> feature by logging into the DRS electronic <i>TSC</i> .	Email requests, including your name, address (street, city, state, and ZIP code), and the name or number of the tax product to <a href="mailto:ctforms.drs@po.state.ct.us">ctforms.drs@po.state.ct.us</a>	<b>Email</b>
<b>Walk-In</b>	Free personal taxpayer assistance and forms are available by visiting our Hartford office at 25 Sigourney Street, Hartford CT. Walk-in assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. (arrive by 4:00 p.m.) Directions are available using our phone menu or visiting the DRS website. If you require special accommodations, please advise the DRS representative.		<b>Walk-In</b>
<b>Federal Tax Information</b> For questions about <b>federal taxes</b> , visit <a href="http://www.irs.gov">www.irs.gov</a> or call the Internal Revenue Service (IRS) at 1-800-829-1040. To order <b>federal tax forms</b> , call 1-800-829-3676.		<b>Statewide Services</b> Visit the <i>ConneCT</i> website at <a href="http://www.ct.gov">www.ct.gov</a> for information on statewide services and programs.	