

Form CT-1120CR

Combined Corporation Business Tax Return

Instructions

2011

Complete this return in blue or black ink only.

Corporations That Qualify for Combined Reporting:

- Any taxpayer included in a consolidated return for federal income tax purposes may elect to file a combined return together with all other companies that are subject to the tax imposed under Chapter 208 or Chapter 209 of the Connecticut General Statutes and are included in the federal consolidated corporation income tax return.
- Any taxpayer not included in a federal consolidated return but which owns or controls, either directly or indirectly, substantially all the capital stock of one or more corporations may, at the discretion of the Commissioner of Revenue Services, be required, or permitted by written approval, to make a return on a combined basis covering these other corporations.

Consent and Notice of Election

Each corporation that consents to be included in a combined corporation business tax return must submit **Form CT-1120CC**, *Combined Return Consent*, for the initial income year for which the election is being made. The election to file a combined return must be made by the electing corporations not later than the due date or the extended due date of the returns for which the election is made. The election to file a combined return must be in effect for at least five income years, and will continue in effect thereafter, until it is revoked.

Change of Election

Any corporation that has elected to file a combined return may subsequently revoke its election even though it continues to be included in a federal consolidated corporation income tax return with other corporations that are subject to the Connecticut corporation business tax. The revocation will not be effective before the fifth income year immediately following the initial income year in which the corporation elected to file a combined return. The election to file a separate return must be submitted in writing on **Form CT-1120CC-R**, *Revocation of Election and Consent to File Combined Corporation Business Tax Return*, by each corporation included in the combined return. The election to file separate returns must be made by the electing corporations by the due date or the extended due date of the separate returns for the initial income year for which the election is made. The election to file separate returns is irrevocable for five successive income years. After five income years, the corporations may elect to file a combined corporation business tax return.

Attachments Required

Attach to **Form CT-1120CR**, *Combined Corporation Business Tax Return*, a complete copy of the federal consolidated return, including income statements and balance sheets, federal M-1 adjustments, and a schedule of intercompany eliminations as filed with the Internal Revenue Service (IRS).

Form CT-1120 Required

Form CT-1120, *Corporation Business Tax Return*, must be completed and attached to Form CT-1120CR for each corporation included.

Payment Options

Pay Electronically: Visit www.ct.gov/TSC to use the **Taxpayer Service Center (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 the Department of Revenue Services (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:

- Login to your account in the **TSC** and select *Make Payment by Credit Card*;
- Visit: 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 your account, write "2011 Form CT-1120CR" and your Connecticut Tax Registration Number on the front of the check. Be sure to sign your check and paper clip it to your return. Do not send cash. DRS may submit your check to your bank electronically.

Where to File

Mail return **with payment** to:

Department of Revenue Services
State of Connecticut
PO Box 2974
Hartford CT 06104-2974

Mail return **without payment** to:

Department of Revenue Services
State of Connecticut
PO Box 150406
Hartford CT 06115-0406

Amended Return

Any company that fails to include items of income or deduction or makes any other error on a return must file a Connecticut amended return as follows:

- If a corporation is amending Form CT-1120CR for income years beginning on or after January 1, 2006, an amended return must be filed on **Form CT-1120CR**, and the *Amended* box must be checked.
- If a corporation is amending Form CT-1120CR for income years beginning prior to January 1, 2006, an amended return should be filed using **Form CT-1120X**, *Amended Corporation Business Tax Return*.

A copy of federal Form 1120X, Amended U.S. Corporation Income Tax Return, must be attached to substantiate any changes to federal net income.

For Further Information

Call DRS during business hours, Monday through Friday:

- **1-800-382-9463** (Connecticut calls outside the Greater Hartford calling area only), or
- **860-297-5962** (from anywhere).

TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.

Forms and Publications

Visit the DRS website at www.ct.gov/DRS to download and print Connecticut tax forms and publications.

Line Instructions

Enter the beginning and ending dates of the parent or designated Connecticut parent 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 Federal Employer Identification Number (FEIN).

Check and Complete Applicable Boxes

1. Address Change - 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-1120CR.

2. Return Status - Check the corresponding box to indicate the type of combined return being filed.

If this is the first time the corporation is filing Form CT-1120CR, check the *Initial* box and attach Form CT-1120CC.

If the corporation is legally dissolved or withdrawn, check the *Final* box and complete *Line 3*, below.

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

If the corporation is filing an amended return, check the *Amended* box.

3. Final Return - If the parent or designated Connecticut parent corporation is filing a final combined 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 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 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 Connecticut 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
State of Connecticut
PO Box 2937
Hartford CT 06104-2937

4. Type of Federal Return Filed - Check the box if the federal return was filed on a consolidated basis. If the *Consolidated Basis* box is checked, enter the parent company's name and FEIN.

5. Exchange of Research and Development Tax Credits - Check the **Yes** box if any included 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. Annualization - Check the corresponding box if the combined group is using the annualized installment method to calculate its estimated tax payments. Complete **Form CT-1120I**, *Computation of Interest Due on Underpayment of Estimated Tax*, and attach it to Form CT-1120CR.

See **Informational Publication 2011(21)**, *Q & A on Estimated Corporation Business Tax and Worksheet CT-1120AE*.

7. Interest or Intangible Expense Add Back - Check the **Yes** box if any corporation pays, accrues, or incurs interest expenses or intangible expenses, costs, and related interest expenses to a related member. Attach **Form CT-1120AB**, *Summary of Add Back and Exceptions to Add Back of Interest and Intangible Expenses*.

8. Passive Investment Companies - Check the corresponding box if any included corporation is filing **Form CT-1120 PIC**, *Information Return for Passive Investment Companies*. If the **Yes** 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.

9. Average Monthly Net Employment Gain - Check this box if the combined group has an average monthly net employment gain of greater than zero as calculated on Form **CT-1120 TCE**, *Tax Credit Cap Expansion*. See *Part IV – Computation of Amount Payable*, Line 8.

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.

Part I - Separate Taxes of Corporations Included in the Combined Return

Each corporation included in Form CT-1120CR is required to calculate its tax as if it were not included in a combined return. Complete Part I and attach a separate Form CT-1120, including all appropriate schedules such as **Form CT-1120 ATT**, *Corporation Business Tax Return Attachment Schedules H, I, and J*; **Form CT-1120A**, *Corporation Business Tax Return Apportionment Computation*; **Form CT-1120K**, *Business Tax Credit Summary*.

Attach a schedule showing the name, Connecticut Tax Registration Number, and FEIN of each affiliate added to or deleted from the group since the filing of the prior year Form CT-1120CR. Also attach Form CT-1120CC or Form CT-1120CC-R, as required.

Part II - Computation of Combined Net Income

The combined net income is the sum of the apportioned separate net income or loss, as calculated for combined return purposes, of each corporation included in the return. Each corporation separately apportions its net income to Connecticut in accordance with the provisions of Conn. Gen. Stat. §§12-218, 12-218a, 12-218b, or 12-244, whichever is applicable.

The calculation of apportioned net income for combined return purposes differs slightly from such calculation for separate return purposes. In this regard, for purposes of determining combined net income in Part II, the following adjustments must be made to each included corporation's calculation of apportioned separate net income:

-Net income adjustments:

- Any intercompany intangible expenses and costs required to be added back pursuant to Conn. Gen. Stat. §12-218c and the corresponding income attributable to such expenses are eliminated provided that both the payor and payee are included in the combined return. See Conn. Gen. Stat. §12-223a(c)(1)(B). Enter the amount of expenses or income to be eliminated on Line 9 and Line 20, respectively.
- Intercorporate dividends from corporations included in the combined return are deducted. See Conn. Gen. Stat. §12-223a(c)(1)(A).

-Apportionment calculation adjustments:

- Do not include intercompany rents in the computation of the property factor of the apportionment fraction if the lessor and lessee are included in the combined return. See Conn. Gen. Stat. §12-223b(a).
- Do not include receipts from any other company included in the combined return in the computation of the receipts factor of the apportionment fraction. See Conn. Gen. Stat. §12-223b(b).

Note: These adjustments should not be made when calculating the separate tax of each included corporation for preference tax purposes in Part I.

Calculate each included corporation's apportioned net income on the consolidating schedules. Enter the sum of Lines 1-26 of each included corporation in the Combined Total Column.

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, 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 8 - Enter the Domestic Production Activities deduction permitted under IRC §199 and reported on federal Form 1120, Line 25.

Line 9 - Enter any other income amount. Attach an explanation. Include the amount of intercompany intangible expenses and costs that are eliminated pursuant to Conn. Gen. Stat. §12-223a(c)(1)(B).

Line 11a - Enter the sum of the amounts entered on **Form CT-1120 ATT, Corporation Business Tax Return Attachment Schedules H, I, and J; Schedule I, Line 2.**

Line 11b - Enter the sum of the amounts entered on Form CT-1120 ATT, *Schedule I*, Line 3.

Line 11c - Enter the sum of the amounts entered on Form CT-1120 ATT, *Schedule I*, Line 4.

Line 11d - Enter the amounts of intercorporate dividends from corporations included in this combined return not otherwise deducted.

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 land or as Class I or Class II water company.

Line 14 - Enter the federal bonus depreciation recovery amount from Form CT-1120 ATT, Schedule J, Line 12.

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 of income received from an included corporation attributable to intangible expenses and costs that is eliminated pursuant to Conn. Gen. Stat. §12-223a(c)(1)(B).

Enter the amount received from a related member attributable to intangible expenses and costs (that is not already eliminated on this line) or to interest expenses and costs, provided such income was:

- Included on Part II, 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.

Line 22 - Subtract Line 21 from Line 10. Enter the result here.

Line 23 - 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 24 - Enter the amount from Line 22 multiplied by Line 23, or enter the amount from Line 22, if not entitled to apportion.

Lines 25 and 27 - Net operating losses incurred by an included corporation in an income year prior to its inclusion in the combined return may be utilized to offset its separately calculated net income on Line 25. In general, net operating losses incurred by the combined group in prior income years may be utilized to offset combined net income on Line 27.

However, please note that the provisions of Conn. Gen. Stat. §12-217 pertaining to operating loss carryovers only apply to companies filing separate returns. There are specific regulations regarding the application of operating loss carryovers for companies filing a combined return. See Conn. Agencies Regs. §12-223a-2, Combined Operating Loss.

Part III - Computation of Combined Minimum Tax Base

The combined minimum tax base is the sum of the separate minimum tax base of each corporation included in the return, but only to the extent the base is separately apportioned to Connecticut in accordance with the provisions of Conn. Gen. Stat. §§12-219a or 12-244.

If any income and expenses are eliminated in Part II, Line 20, the intangible property of the corporation eliminating the income shall not be taken into account in apportioning under the minimum tax base as provided by the provisions of Conn. Gen. Stat. §12-219a.

Part IV - Computation of Amount Payable

Line 1 - Enter the total separate taxes from Part I, Line 51.

Line 2a - Enter the tax on combined net income from Part II, Line 29, Combined Total column.

Line 2b - Enter the tax on combined minimum tax base from Part III, Line 7, Combined Total column.

Line 2c - Enter the largest of Line 2a, Line 2b or \$250.

Line 2d - Multiply the number of companies included in this combined return, less one (the parent or designated parent), by \$250. Each affiliate included in the combined return must pay the minimum tax of \$250.

Line 3 - To compute the surtax, multiply the amount on Line 2c by 10%. If Line 2c is \$250, enter "0."

Line 4 - Enter the total tax credits that must be recaptured. The following tax credits are subject to recapture:

- Historic Preservation
- Employer-Assisted Housing
- Fixed Capital Investment
- 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 6 - To compute the preference tax, subtract Line 5, *Total Combined Tax*, from Line 1, *Total Separate Taxes*. If the amount is zero or less, enter "0." If the amount is greater than zero, enter the amount up to a maximum of \$500,000.

Line 8 - Multiply Line 1 by 30%. If the combined group has an average monthly net employment gain of greater than zero as calculated on Form CT-1120 TCE, multiply Line 1 by 30% and then subtract the amount from Form CT-1120 TCE, Line 16.

Line 9 - Multiply the number of included corporations by \$250.

Line 12 - Enter the total tax credits applied from Schedule KC, Combined Tax Credits, Part II, Line 11. Do not exceed the amount on Line 11.

Line 14a - Enter the amount paid with Form **CT-1120 EXT**.

Line 14b - Enter the amount(s) paid with Form **CT-1120 ESA, ESB, ESC, or ESD**.

Line 14c - Enter the amount of any overpayment from the prior year.

Line 14 - Add Lines 14a, 14b, and 14c.

Line 16a - Enter penalty if applicable. See *Interest and Penalties* in the instructions for **Form CT-1120**, *Corporation Business Tax Return*.

Line 16b - Enter interest due on tax not paid by the original due date. See *Interest and Penalties* in the instructions for Form CT-1120, Corporation Business Tax Return.

Line 16c - Enter interest due on underpayment of estimated tax. Complete and attach **Form CT-1120I**.

Line 16 - Add Lines 16a, 16b, and 16c.

Line 17(a) - Enter the amount of overpayment to be credited to 2012 estimated tax.

The overpayment 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 on time or if the tax return is filed within the extension period if a timely request for extension was filed. **A request to apply an overpayment to the following income year is irrevocable.** See **IP 2011(21)**, *Q&A on Estimated Corporation Business Tax and Worksheet CT-1120AE*.

Line 17(b) - Enter the amount of overpayment to be refunded.

Lines 17(c) through 17(e) - Get your refund faster by choosing **direct deposit**. Complete lines 17c, 17d and 17e to have your refund directly deposited into your checking or savings account.

The diagram shows a check stub with the following fields: Name of Depositor, Street Address, City, State, Zip Code, Date, No. 101, Pay to the Order of, and a dollar amount box. Below the check stub, the routing number 092125789 and account number 091 025 025413 are circled in red. Arrows point from the labels 'Routing Number' and 'Account Number' below to the circled numbers.

Enter your nine-digit bank routing number and your bank account number in Lines 17d and 17e. Your bank routing number is normally the first nine-digit number printed on your check or savings withdrawal slip. Your bank account number generally follows the bank routing number. Do not include the check number as part of your account number. Bank account numbers can be up to 17 digits and must be numeric.

If any of the bank information you supply for direct deposit does not match or you close the applicable bank account prior to the deposit of the refund, your refund will automatically be mailed to you.

Line 17(f) - Federal banking rules require DRS to request information about foreign bank accounts when the taxpayer requests the direct deposit of a refund into a bank account. If the refund is to be deposited in a bank outside of the United States, DRS will mail your refund to you.

Part V - Connecticut Combined Operating Loss Carryover

Lines 1 through 13 - Enter the amount of the combined Connecticut apportioned operating income (loss) carryover from the preceding income years indicated as reported on Connecticut corporation business tax returns filed for those years. Net operating losses incurred in income years beginning on or after January 1, 2000, may be carried forward for 20 successive income years.

Line 14 - Add Lines 1 through 13 in Column D and Column E, enter the total on Line 14, Column D and Column E. Enter the amount from Line 14, Column D on Part II, *Computation of Combined Net Income*, Line 27, *Combined Total* column.

Signature

The return must be signed by a duly authorized officer.

Paid Preparer Signature

A paid preparer must sign and date Form CT-1120CR. 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.

Paid Preparer Authorization

If the corporation wishes to allow DRS to contact the paid preparer who signed the 2011 Combined Corporation Business Tax Return, 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 2011 Combined 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 overpayment; **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 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 2012 Combined Corporation Business Tax Return. This is 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 filers).

Schedule KC - Combined Tax Credits

Schedule KC, Combined Tax Credits, must be completed whenever tax credits are claimed. This schedule contains the combined total of the tax credits which are claimed on **Form CT-1120K, Business Tax Credit Summary**, by the parent corporation and each affiliate in the group. Attach Form CT-1120K to *Schedule KC* for each corporation in the combined group claiming a business tax credit.

All applicable credit forms and schedules must be attached to this tax return. See **IP 2010(13)** for additional information on Connecticut business tax credits.

Limit on Credits

Generally, the amount of tax credits allowable against the corporation business tax for any income year shall not exceed 70% of the amount of total tax due prior to the application of the tax credits. However, for the 2011 and 2012 income years, tax credits can exceed the 70% limitation if the combined group has an average monthly net employment gain of greater than zero, as calculated on Form CT-1120 TCE, *Tax Credit Cap Expansion*.

No tax credit can be applied against the minimum tax of \$250 for each included corporation.

Part I - Tax Credits From 2011 Income Year

Part I-A - Financial Institutions Tax Credit

Line 1 - Enter in Column A the combined total tax credit amount being applied from **Form CT-1120K**, Part I-A, Line 1, Column B, for financial institutions constructing new facilities in Connecticut.

Part I-B - Tax Credits With Carryback Provisions

Enter on Line 2 and Line 3, Column A the amounts from Form CT-1120K, Part I-B, Line 2 and Line 3, Column B. This is the combined total of all credits actually applied to the corporation business tax in 2011 that have a carryback provision. The credits indicated here are applied to the current year tax first. Any remaining balance may be claimed against a preceding year tax by filing an amended tax returns.

Enter on Line 2 and Line 3, Column B the combined totals of all credit amounts from Form CT-1120K, Part I-B, Line 2 and Line 3, Column D. This is the combined total of all tax credits which are being carried back to a preceding tax year. For credits that also have a carryforward provision, complete *Schedule KC*, Part I-D.

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

Enter on Lines 5 through 17, Column A the combined total of all credits applied to the current year corporation business tax from Form CT-1120K, Part I-C, Column B, Lines 5 through 17.

Part I-D - Tax Credits With Carryforward Provisions

Enter on Lines 19 through 32, Column A the combined total of all tax credit carryforward amounts from previous income years. Enter on Lines 20 through 32, Column B the current year credit amount claimed. Enter on Lines 19 through 32, Column C the amount of tax credit applied to the corporation business tax for the current year. Enter on Lines 19 through 32, Column D the total available credit carryforward to 2012.

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

Line 36 - Enter in Columns A through C the amount from Form CT-1120K, Part I-E, Line 36, Columns A through C. Enter in Column D the amount from Form CT-1120K, Part I-E, Line 36, Column E.

Part II - Total Tax Credits Applied

This section enables a corporation to apply its tax credits in the order required by Conn. Gen. Stat. §12-217aa. This section also allows for the limitation of the amount of tax credits otherwise allowable against the corporation business tax. Enter on Lines 2, 4, 6, 8, and 10 the total amount of tax credits applied to the corporation business tax.

Part III - Credit Reconciliation

Enter in Column A the name of each corporation included in the combined return claiming a tax credit. Enter in Column B the Connecticut Tax Registration Number of each corporation included in the combined return claiming a tax credit. Enter in Column C the name of the tax credit claimed. Enter in Column D the amount of tax credit applied.