

Form CT-SIRF

2013

Second Insurance Reinvestment Fund Tax Credit

For calendar year: _____

Name of eligible taxpayer	Connecticut Tax Registration Number
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Complete this form in blue or black ink only.

Use **Form CT-SIRF** to claim the tax credit available for insurance companies that invest eligible capital with approved fund managers, who then invest the capital in eligible businesses, as provided in Conn. Gen. Stat. §38a-88a(c).

Form CT-SIRF must be used to claim the Second Insurance Reinvestment Fund Tax Credit against taxes imposed under Chapter 207 of the Connecticut General Statutes (insurance premiums tax; health care centers tax) or Conn. Gen. Stat. §38a-743 (surplus lines brokers tax).

Two Insurance Reinvestment Fund Tax Credits are authorized under Conn. Gen. Stat. §38a-88a. The original Insurance Reinvestment Fund Tax Credit available under Conn. Gen. Stat. §38a-88a(b), is claimed by completing **Form CT-IRF, Insurance Reinvestment Fund Tax Credit**. The Second Insurance Reinvestment Fund Tax Credit available under Conn. Gen. Stat. §38a-88a(c), is claimed by completing **Form CT-SIRF, Second Insurance Reinvestment Fund Tax Credit**.

Available Credit

Under Conn. Gen. Stat. §38a-88a(c), a taxpayer who makes an investment of eligible capital in an approved Insurance Reinvestment Fund earns, in the year of investment, a vested credit against the taxes imposed under Chapter 207 (insurance premiums tax; health care centers tax) or Conn. Gen. Stat. §38a-743 (surplus lines brokers tax).

See *Definitions*, on back page.

The Second Insurance Reinvestment Fund Tax Credit is available in the following percentages:

- **0%** in the calendar year in which the investment was made and the two succeeding calendar years;
- **10%** in the third calendar year following the year in which the investment was made and the three succeeding calendar years; **and**
- **20%** in the seventh calendar year following the year in which the investment was made and the two succeeding calendar years.

Any tax credit not used in the calendar year for which it is allowed may be carried forward for five succeeding calendar years until the full credit has been applied.

Any taxpayer allowed a credit may transfer such credit to an affiliate of the taxpayer.

Applying Credit

Taxpayers applying the Second Insurance Reinvestment Fund Tax Credit to any business tax under Chapter 207 must attach Form CT-SIRF to the back of **Form CT-207K, Insurance/Health Care Tax Credit Schedule**.

Additional Information

See the *Guide to Connecticut Business Tax Credits* available on the Department of Revenue Services (DRS) website at www.ct.gov/drs, or contact DRS at **1-800-382-9463** (Connecticut calls outside the Greater Hartford calling area only) or **860-297-5962** (from anywhere).

Part I - Credit Computation

1. Name of insurance reinvestment fund in which the investment was made: _____	
2. Available credit is being claimed by: <input type="checkbox"/> An investor <input type="checkbox"/> An affiliate	
If credit is being claimed by an affiliate, enter the name and Connecticut Taxpayer Identification Number (if available) of the transferor below.	
_____	_____
Transferor's name	Transferor's Connecticut Tax Registration Number
3. Credit is being applied against:	
<input type="checkbox"/> Chapter 207 (Insurance premiums tax; health care centers tax) <input type="checkbox"/> Conn. Gen. Stat. §38a-743 (Surplus lines brokers tax)	
4. Tax credit: Enter total amount of Second Insurance Reinvestment Fund Tax Credit available for the 2013 calendar year.	4.
5. Amount of Line 4 utilized against the tax imposed under Conn. Gen. Stat. §38a-743 (surplus lines brokers tax).	5.
6. Amount of Line 4 utilized against the tax imposed under Chapter 207 of the Connecticut General Statutes (Insurance premiums tax; health care centers tax).	6.

Part II - Computation of Carryforward - Credit may be carried forward to five succeeding income years. See instructions below.					
	A Total Credit Available	B Reserved for Future Use	C Reserved for Future Use	D Credit Applied to 2013	E Carryforward to 2014
1.	2013 Second Insurance Reinvestment Fund tax credit from 2013 Form CT-SIRF, Part I, Line 4				
2.	Total Second Insurance Reinvestment Fund tax credit applied to 2013: Enter amount from Line 1, Column D here and on Form CT-207K, Part 3-A, Column C.				
3.	Total Second Insurance Reinvestment Fund tax credit carryforward to 2014: Enter amount from Line 1, Column E here and on Form CT-207K, Part 3-A, Column D.				

Computation of Carryforward Instructions:

Line 1, Column E - Subtract Column D from Column A.

Definitions

Eligible capital means an investment of cash by a taxpayer in an insurance reinvestment fund that fully funds the purchase price of an equity interest in the insurance reinvestment fund or an eligible debt instrument issued by an insurance reinvestment fund, at par value or a premium, that has:

1. An original maturity date of at least five years after the date of issuance;
2. A repayment schedule that is not faster than a level principal amortization over five years; **and**
3. No interest, distribution or payment features tied to the insurance reinvestment fund's profitability or the success of the investments.

Eligible business means a business that has its principal business operations in Connecticut, has fewer than 250 employees at the time of investment, and not more than \$10 million dollars in net income in the previous year.

Principal business operations means at least 80% of the business organization's employees reside in Connecticut or 80% of the business payroll is paid to individuals living in Connecticut.

Insurance reinvestment fund means those insurance reinvestment funds that meet the requirements outlined in Conn. Gen. Stat. §38a-88a(c)(1)(F), that have been certified by the Commissioner of Economic and Community Development pursuant to Conn. Gen. Stat. §38a-88a(c)(3), and that continue to meet all of the requirements set forth in Conn. Gen. Stat. §38a-88a.