

# Form CT-990T

## Connecticut Unrelated Business Income Tax

### Return Instructions

# 2025

For additional information on the Connecticut Unrelated Business Income Tax, visit [portal.ct.gov/DRS/Businesses/Unrelated-Business-Tax/Tax-Information](https://portal.ct.gov/DRS/Businesses/Unrelated-Business-Tax/Tax-Information).

#### Required Information

Enter the beginning and ending dates of the organization's income year even if the organization is a calendar year filer. Also enter the Connecticut Tax Registration Number and FEIN in the spaces provided at the top of Form CT-990T. Additionally, check all applicable boxes for change of mailing address or closing month, initial return, amended return, or final return.

#### Change of Address

Check the change of *Mailing address* box, and go to [portal.ct.gov/DRS-myconneCT](https://portal.ct.gov/DRS-myconneCT) to change your address through **myconneCT**. Log in to **myconneCT**, open the *More...* menu, locate the *Taxpayer Updates* group, and select *Manage Names & Addresses*.

#### Final Return

If this is a final return, check the final return box. Also check the corresponding box below providing the reason for the final return:

- Dissolution**

A domestic organization is properly dissolved by the filing of a Certificate of Dissolution with the Connecticut Secretary of the State. A dissolved organization must file a return for the period up to the date of legal dissolution or the date of final liquidation of assets, whichever is later. Any dissolved organization that continues to conduct business must file Form CT-990T and pay any taxes due.

If an organization has been dissolved by forfeiture and wishes to be reinstated, it must submit a written request for a tax clearance to: DRS Corporation Tax Audit Unit, 450 Columbus Blvd Ste 1, Hartford CT 06103-1837. 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 organization that wishes to withdraw from Connecticut must file a written application for withdrawal with the Connecticut Office of the Secretary of the State. Any organization that has withdrawn must file Connecticut Form CT-990T up to the date of withdrawal and pay any taxes due.

- Mergers and Reorganizations**

An organization that has merged must file a written application with the Connecticut Office of the Secretary of the State. An organization that has merged must file a return covering the period up to the date of merger.

Any organization that is reorganized must submit the details concerning the reorganization in writing and disclose the survivor's Connecticut Tax Registration Number to: DRS Operations Division, Registration Unit, 450 Columbus Blvd Ste 1, Hartford CT 06103-1837.

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.

#### Type of Organization

Check the type of organization filing Form CT-990T.

- All organizations must enter the date on which business activity subjecting them to the Connecticut tax on unrelated business income began in Connecticut.

- Indicate the nature of the unrelated business activity. If more than one, list in order of percentage of total receipts. State the broad field of unrelated business activity as well as the specific product or services (for example, retail sales, paper goods).
- If the organization is a corporation, enter the state and date of incorporation. If not incorporated in Connecticut, enter the date a Certificate of Authority was issued by the Connecticut Secretary of the State.

#### Signature

Form CT-990T must be signed by a corporate officer or fiduciary.

#### Paid Preparer Signature

A paid preparer must sign and date Form CT-990T. Paid preparers must also enter their Social Security Number (SSN) or Preparer Tax Identification Number (PTIN) and their firm's Federal Employer Identification Number (FEIN) in the spaces provided.

#### Paid Preparer Authorization

If the organization authorizes the Department of Revenue Services (DRS) to contact the paid preparer who signed the 2025 Connecticut Unrelated Business Income 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 organization is authorizing DRS to call the paid preparer to answer any questions that may arise during the processing of the 2025 Connecticut Unrelated Business Income Tax Return. The organization 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 Form CT-990T or the status of the organization's refund or payment;
- Respond to certain DRS notices that the organization may have shared with the preparer regarding math errors, offsets, and return preparation. The notices will not be sent to the preparer; **and**
- The organization is **not** authorizing the paid preparer to receive any refund check, bind the organization to anything (including additional tax liability), or otherwise represent the organization 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 2025 Connecticut Unrelated Business Income Tax Return.

#### Computation of Income

**Line 1** - Enter the federal unrelated business taxable income from 2025 federal Form 990-T. Organizations licensed under Chapter 420f or 420h of the Connecticut General Statutes may include a deduction of the amount of ordinary and necessary business expenses allowed under IRC § 162.

**Line 2** - Enter the amount of the federal net operating loss deductions claimed on 2025 federal Form 990-T.

**Line 3** - Enter the amount of the Connecticut unrelated business income tax, if any, deducted on 2025 federal Form 990-T.

**Line 5** - Enter the refund or credit (if any) for overpayment of tax on Connecticut unrelated business taxable income included in 2025 Connecticut unrelated business taxable income.

#### Computation of Tax

**Line 1** - Enter the unrelated business taxable income from *Computation of Income*, Line 6. An organization that may not apportion its unrelated business taxable income must also enter this amount on *Computation of Tax*, Line 3.

**Line 2** - If the organization is entitled to apportion its income, enter the apportionment fraction computed on *Schedule A*, Line 5. The fraction must be expressed as a decimal and carried to six places.

**Line 3** - Enter the amount of the Connecticut unrelated business taxable income. This amount is either the amount on Line 1 or the amount on Line 1 multiplied by the apportionment fraction on Line 2.

**Line 4** - Enter the amount of operating loss carryover apportioned to Connecticut from *Schedule B*, Line 21. Do not exceed 50% of the amount on Line 3.

#### Computation of Amount Payable

**Line 1** - Taxpayers with gross income less than \$100 million enter the amount from *Computation of Tax*, Line 6. If the sum of the amounts reported on each federal Form 990-T, Schedule A, Part I, Line 13, Column A is \$100 million or more, also include surtax. To include surtax, multiply the amount from *Computation of Tax*, Line 6 by 110% (1.1) and enter on Line 1.

**Line 4** - Enter the total tax credits applied from Form CT-1120K, Part III, Line 11. Do not exceed the amount on Line 1.

**Line 6** - Enter on Lines 6a through 6c all prepayments that were made. Enter the total on Line 6.

**Line 8a** - Enter penalty if applicable.

**Line 8b** - Enter interest due on tax not paid by the original due date.

**Line 8c** - Enter interest due on underpayment of estimated tax. Complete and attach 2025 Form CT-1120I.

**Line 8** - Add Lines 8a through 8c, and enter the total on Line 8.

**Line 9a** - Enter the amount of overpayment to be credited to the following income year.

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 tax year is irrevocable.** For more information, see [portal.ct.gov/DRS/Businesses/Unrelated-Business-Tax/Tax-Information](https://portal.ct.gov/DRS/Businesses/Unrelated-Business-Tax/Tax-Information).

**Line 9b** - Enter the amount of overpayment to be refunded.

**Lines 9c through 9e** - Get the refund faster by choosing **direct deposit**. Complete Lines 9c, 9d, and 9e to have the refund directly deposited into a checking or savings account.

Name of Depositor		No. 101	
Street Address		Date	
City, State, Zip Code			
Pay to the Order of		\$	
Name of your Bank			
Street Address			
City, State, Zip Code			
092125789		091 025 025413 0101	
Routing Number		Account Number	

Enter the nine-digit bank routing number and the bank account number in Lines 9d and 9e. The bank routing number is the first nine-digit number printed on the check or savings withdrawal slip.

The bank account number generally follows the bank routing number. Do not include the check number as part of the account number. Bank account numbers can be up to 17 characters.

If any of the bank information supplied for direct deposit does not match, or the applicable bank account is closed prior to the deposit of the refund, the refund will automatically be mailed.

**Line 9f** - 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 requested to be deposited into a bank outside of the United States, DRS will mail the refund.

**Line 9** - Add Line 9a and Line 9b.

#### Schedule A – Unrelated Business Income Apportionment

This schedule should be completed by organizations that carry on their unrelated trade or business within and outside Connecticut and are taxable in another state on their unrelated business income during the income year for which the return is filed.

For Item 2, Receipts, and Item 3, Wages, salaries and other compensation, use the cash or accrual basis according to the method of accounting used in the computation of the taxpayer's unrelated business taxable income.

#### Property

Enter in Column A the average value of the taxpayer's real and tangible personal property, without any deduction on account of any encumbrance on the property owned and used in its unrelated trade or business within Connecticut during the period covered by the taxpayer's return. Enter also the value of real and tangible personal property rented to the taxpayer and used in its unrelated trade or business within Connecticut during the period covered by the taxpayer's return.

Enter in Column B the average value of all the taxpayer's real and tangible personal property, without any deduction on account of any encumbrance on the property owned and used in its unrelated trade or business within and outside Connecticut during the period covered by the taxpayer's return. Also enter the value of all real and tangible personal property rented to the taxpayer and used in its unrelated trade or business within and outside Connecticut during the period covered by the taxpayer's return.

**Tangible personal property** is defined in Conn. Gen. Stat. § 12-242bb(d) as meaning corporeal personal property, such as machinery, tools, implements, goods, wares, and merchandise, but not including money, deposits in banks, shares of stock, bonds, notes, credits, or evidences of an interest in property, and evidences of debt.

The **average value** of real and tangible personal property owned and used by the taxpayer in its unrelated trade or business is its average monthly net book value. Compute the value of real and tangible personal property rented to the taxpayer and used in its unrelated trade or business by multiplying by eight the gross rents payable during the income year.

#### Receipts

Enter in Column A the receipts of the taxpayer's unrelated trade or business during the period covered by this return as follows: (a) sales of tangible personal property by the unrelated trade or business where shipments are made to points within Connecticut; (b) services performed within Connecticut by the unrelated trade or business; (c) rentals from property of the unrelated trade or business situated within Connecticut; **and** (d) all other receipts earned by the unrelated trade or business within Connecticut.

Enter in Column B the total receipts of the unrelated trade or business from all sales of tangible personal property, services, rentals, and all other transactions, within and outside Connecticut, during the period covered by this return.

### **Wages, Salaries, and Other Compensation**

Enter in Column A the wages, salaries, and other personal service compensation of employees, except general executive officers, attributable to the taxpayer's unrelated trade or business within Connecticut, during the period covered by this return.

Enter in Column B the total wages, salaries, and other personal service compensation of employees, except general executive officers, attributable to the taxpayer's unrelated trade or business within and outside Connecticut, during the period covered by this return.

If it appears to the Commissioner that the apportionment fraction does not properly reflect the activity, business, or income of the taxpayer's unrelated trade or business within the state, the Commissioner is authorized under Conn. Gen. Stat. § 12-242bb(c) to employ an alternative method to allocate a fair and proper amount of the unrelated trade or business's taxable income to the state.

### **Schedule B – Connecticut Apportioned Operating Loss Carryover**

**Lines 1 through 20** - Enter the amount of the Connecticut apportioned operating loss carryover for each corresponding year from the applicable Form CT-990T, *Schedule C*, Line 5, that is available for use in 2025.

**Line 21** - Total Connecticut apportioned operating loss carryover. Add Lines 1 through 20. Enter here and on the front of Form CT-990T, *Computation of Tax*, Line 4. Do not exceed 50% of *Computation of Tax*, Line 3.

### **Schedule C – Computation of Net Operating Loss Carryforward**

Complete *Schedule C* only if the organization has incurred a loss as reported on Form CT-990T, *Computation of Tax*, Line 3. This schedule computes the amount of net operating loss which the organization may deduct on Connecticut returns filed for succeeding income years. The amount of the loss incurred in the current year must be reduced by the amount of the specific deduction that was entered on the organization's 2025 federal Form 990-T.

**Line 1** - Enter the net operating loss as a negative number realized for the 2025 income year as computed on Form CT-990T, *Computation of Income*, Line 6.

**Line 2** - Enter the amount of the specific deduction as a positive number from the 2025 federal Form 990-T.

**Line 3** - Add Line 1 and 2. An organization that does not apportion its unrelated business taxable income must also enter this amount on Line 5.

**Line 4** - Enter the apportionment fraction as determined on Form CT-990T, *Schedule A*, Line 5.

**Line 5** - Multiply Line 3 by Line 4 or, if the organization does not apportion, enter the amount on Line 3. This is the amount of Connecticut net operating loss from 2025 which is available for carryforward.

Net operating losses incurred in income year beginning on or after January 1, 2000 and before January 1, 2025 may be carried forward for 20 successive income years. Net operating losses incurred in income years beginning on or after January 1, 2025 may be carried forward for 30 successive income years.