

2004

Connecticut Package X

*This booklet
contains forms
and instructions
for the following
taxes:*

- Income
- Corporation
- Withholding
- Business Entity
- Trusts and Estates
- Partnership/
S Corporation
Composite
- Group Income
- Gift
- Sales and Use
- Miscellaneous



2004 Tax Forms and Instructions

Forms may also be downloaded from
our Web site at

www.ct.gov/DRS

Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.



STATE OF CONNECTICUT
DEPARTMENT OF REVENUE SERVICES

PAM LAW, COMMISSIONER

January 2005

Dear Tax Practitioner:

The Department of Revenue Services (DRS) provides practitioners with more than 100 Connecticut tax forms and instructions through the *2005 Connecticut Package X* in hard copy, and now through CD-Rom. You are free to print or make copies of the enclosed forms, which are those used most by individuals and businesses filing Connecticut tax returns.

If you need forms from prior years not included in this package, please visit the DRS Web site at www.ct.gov/DRS to download those forms or any others you might seek. In addition to being able to download information anytime, the web site has a Practitioners' Page to immediately update you on any changes to forms or practices. A search engine on the site makes it fast and easy to find the information you need.

Another important tool for tax preparers is the *DRS E-News*. Important tax information, new releases of forms, updates and alerts are sent to your e-mail address as soon as they are released. You also are given a direct link to the document to preview it or print it. You may subscribe to the free *DRS E-News* service through the DRS Web site.

Taxpayer Service representatives are available to assist you by phone, e-mail, or in person, Monday through Friday, 8:00 a.m. to 5:00 p.m. Many tax questions can be answered by using the automated phone system anytime. Please refer to the back cover of this volume for the locations of our regional offices and phone numbers.

Each year, DRS has taken significant steps to streamline and simplify tax reporting and payment. We use the suggestions and comments we receive from the enclosed **Form CT-TQ, Taxpayer Questionnaires**, to develop these initiatives. Please take a few moments to complete the *Taxpayer Questionnaire* so that we can address your concerns. You may also write or e-mail us through our Web site at any time. We look forward to receiving your comments and suggestions.

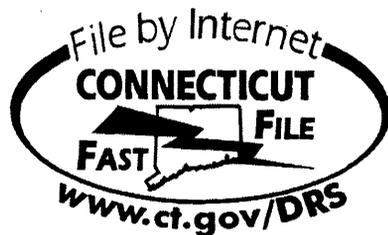
Sincerely,

Pam Law
Commissioner

**ELECTRONIC
FILING OPTIONS
FOR BUSINESS TAXES
AND INCOME TAX**

- *Fast*
- *Accurate*
- *Secure*
- *Free*
- *No special software needed*
- *Available 24 hours a day,
7 days a week*
- *Confirmation of Filing*

BUSINESS TAXES



Connecticut Fast-File Program

Use our free, convenient, and secure *Fast-File* Program to file your sales and use tax, business use tax, estimated corporation business tax, room occupancy tax, income tax withholding, or business entity tax returns over the Internet. No paper return or worksheet is required.

Fast-File is both an Internet-based program that enables you to use your computer to electronically file your returns and a telefile system that allows you to simply phone in your return using a touch-tone telephone.

To learn more about *Fast-File*, visit the Department of Revenue Services (DRS) Website at www.ct.gov/DRS

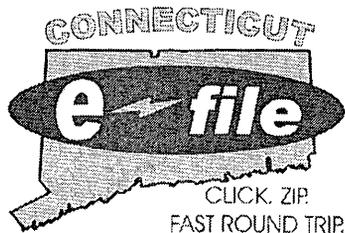
INCOME TAXES



Connecticut WebFile Program

File Form CT-1040 and Form CT-1040 EXT over the internet using *WebFile*.

WebFile is free and secure.

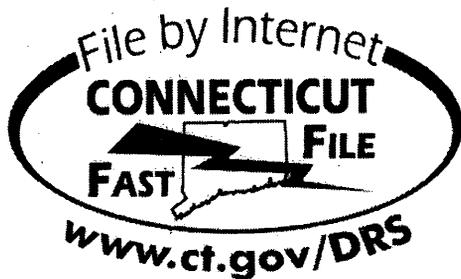


Connecticut fed/state e-file Program

File your federal and Connecticut returns together using *e-file!*

For more information on these programs visit www.ct.gov/DRS

FAST-FILE IN FIVE



ELECTRONICALLY FILE YOUR:

- SALES AND USE TAX RETURN
- ROOM OCCUPANCY RETURN
- BUSINESS ENTITY TAX RETURN
- ESTIMATED CORPORATION BUSINESS TAX
- WITHHOLDING COUPON PAYMENTS (PAYROLL AND NONPAYROLL)
- WITHHOLDING RECONCILIATIONS (PAYROLL AND NONPAYROLL)

Log In • Key In • Pay • Sign • Confirm

Step 1: Log In

Enter your ten-digit Connecticut tax registration number and your Personal Identification Number (PIN). If you are using *Fast-File* for the first time, your PIN is the five-digit ZIP code for your mailing address. You will be prompted to create your own five to eight-digit PIN. Choose the business tax return you wish to *Fast-File* and the appropriate filing period.

Step 2: Key In

Follow the instructions for that return. *Fast-File* prompts you to enter required information and performs some calculations for you. Before accessing *Fast-File*, you may want to use your paper return as a worksheet.

Step 3: Pay

If you owe tax, you must pay electronically (direct payment or Electronic Funds Transfer (EFT)). The first time you *Fast-File*, you will be asked to provide the bank routing transit number and your bank account number (sample check below), and indicate the type of account.

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

You may elect to have the amount due withdrawn from your bank account at a future date, but no later than the due date of the return. You will be prompted to enter the date you want to transfer the payment from your account to the Department of Revenue Services (DRS). **Those taxpayers required to make payment electronically must initiate payment prior to 4:30 p.m. eastern time on the last banking day before the due date.**

TPG-129 Rev. 07/04

Taxpayers registered for EFT with DRS may also continue to use that payment option. Follow the usual procedures for initiating an EFT payment.

Step 4: Sign

Fast-File will prompt you to "sign" your return by entering your PIN. This becomes the legal signature for your return.

Step 5: Confirm

Fast-File provides you with a nine-digit confirmation number. Once you receive this number, your return is filed.

When you *Fast-File* on-line, you are given the option to print a copy of your return, which includes your confirmation number. Keep your completed Connecticut business tax return(s) and any worksheets or other documentation with your records. **Do not mail the return or any attachments to DRS.**

Reminders:

- After you receive a confirmation number for your tax return, you have the option to file another return by selecting the *Return to Main Menu* button or the *Exit* button to end your session.
- If your computer is idle for 20 minutes or more, your session will time-out and you will lose all of your information.
- Use the navigation buttons at the bottom of the form to navigate through *Fast-File*. Do not use the *Back* or *Forward* buttons on your Web browser toolbar. If you use either of these buttons, your information will be lost and you will have to begin again.

Access *Fast-File* by the Internet at www.ct.gov/DRS and click on *File/Register OnLine*. For additional tax assistance, call DRS at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

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2004 Connecticut Package X Photocopy Guidelines

To save time, please photocopy the forms in this package instead of ordering them from the DRS Forms Unit. Photocopies must be:

- Facsimiles of the official form;
- On paper of substantially the same weight, texture, and quality as that used for the official form;
- The same size as the official form, both as to the overall dimensions of the paper and the image reproduced;
- A high standard of legibility both as to the original form and as to filled-in matter.

For approval of forms other than photocopies, send your request to:

Department of Revenue Services
Attn: Mary Chamberland
25 Sigourney Street
Hartford CT 06106-5032

What's New

This year, DRS is offering the 2004 Connecticut Package X in two formats. You can purchase a paper copy of the 2004 Connecticut Package X **or you can purchase it in a CD format.**

These forms have been added to the 2004 Connecticut Package X.

Partnership/S Corporation

- Form CT-1065/CT-1120SI, *Connecticut Composite Income Tax Return*
- Form CT-1065/CT-1120SI Instructions, *Instructions for Form CT-1065/CT-1120SI*
- Supplemental Attachment, *Form CT-1065/CT-1120SI Supplemental Attachment*
- Schedule CT K-1, *Member's Share of Certain Connecticut Items*
- Form CT-1065/CT-1120SI, EXT, *Application for Extension of Time to File Connecticut Composite Income Tax Return*
- Form CT-1065/CT-1120SI ES, *Estimated Connecticut Composite Income Tax Payment*

Miscellaneous

- REG-1 Addendum A, *Cigarettes and Tobacco Products Tax*
- REG-1 Addendum B, *Admissions and Dues Tax, Dry Cleaning Surcharge, Tourism Surcharge, Motor Vehicle Rental Surcharge*
- REG-1 Addendum C, *Motor Vehicle Fuels Tax, Petroleum Products Gross Earnings Tax*
- REG-1 Addendum D, *Alcoholic Beverages Tax*
- REG-1 Addendum E, *Community Antenna Television Company, Satellite Company, Railroad Companies, Solid Waste Assessment, Suppliers of Natural Gas, Utility Companies*

Electronic Filing Options Connecticut *Fast-File* & *WebFile*

Fast-File allows you to file certain Connecticut business tax returns over the Internet or by telephone. You choose when and how to file.

To file by **Internet**: Visit the DRS Web site at **www.ct.gov/DRS** and click on the *File/Register OnLine* button. Then follow the links to file.

To file by **telephone**: Call **860-947-1988** and follow the instructions. See Page 3.

WebFile allows you to file Connecticut income tax returns over the Internet. You choose when and where to file. No special software is needed. *WebFile* is easy, fast, accurate, and confidential. And it is free!

Visit **www.ct.gov/DRS** after January 15, 2005, to use *WebFile*.

Tax Filing Due Dates

- Legislation effective January 1, 2005, established new due dates for taxpayers to pay over Connecticut income tax withholding to the Department of Revenue Services (DRS). With this change, taxpayers will no longer follow the federal withholding deposit schedule for Connecticut withholding remittances.

Connecticut Withholding Tax Payment Schedule

Reported Liability	Filing Frequency	Due Dates
\$2,000 or less	Quarterly Remitter	Last day of the month following the calendar quarter during which the nonpayroll amounts were paid
More than \$2,000 but not more than \$10,000	Monthly Remitter	Fifteenth of the month following the month which the nonpayroll amounts were paid
More than \$10,000	Weekly Remitter	Wednesday following the weekly period during which the nonpayroll amounts were paid (Weekly period means the seven-day period beginning on a Saturday and ending on the following Friday)

- Those taxpayers who report income on other than a calendar year basis should use their federal filing dates.
- **If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.**

January 15, 2005

Individual Estimated Payment (CT-1040ES)
4th Installment 2004

Estimated Connecticut Income Tax Payment
Coupons for Trusts and Estates (CT-1041ES)
4th Installment 2004

Estimated Group Income Tax Payment (CT-G ES)
4th Installment 2004

Estimated Connecticut Composite Income Tax Payment
(Form CT-1065/CT-1120SI ES) 4th Installment 2004

Attorney Occupational Tax Return (Form 472)

January 31

Quarterly Reconciliation of Withholding (CT-941)
4th Quarter 2004

Annual Reconciliation of Withholding for
Nonpayroll Amounts (CT-945)

Sales and Use Tax Return (OS-114)
Monthly, Quarterly, and Annually

February 28

Annual Reconciliation of Withholding (CT-W3)

Connecticut Annual Reconciliation of Withholding
for Nonpayroll Amounts (CT-945)

Annual Summary and Transmittal of
Information Returns (CT-1096)

Sales and Use Tax Return (OS-114) Monthly

March 15

Estimated Corporation Business Tax (CT-1120 ESA)
1st Installment 2005

March 31

Sales and Use Tax Return (OS-114) Monthly

April 1

Corporation Business Tax Return (CT-1120,
CT-1120CR, or CT-1120U) **or** Application for
Extension of Time to File Corporation
Business Tax Return (CT-1120 EXT)

April 15

Resident Income Tax Return (CT-1040), EZ Resident
Income Tax Return (CT-1040EZ), Nonresident or
Part-Year Resident Income Tax Return
(CT-1040NR/PY), **or** Application for Extension of
Time to File Individual Income Tax Return
(CT-1040 EXT)

Connecticut Income Tax Return for Trusts and
Estates (CT-1041) **or** Application for Extension of
Time to File Connecticut Income Tax Return for
Trusts and Estates (CT-1041 EXT)

Connecticut Composite Income Tax Return (Form
CT-1065/CT-1120SI) **or** Application for Extension
of Time to File Connecticut Composite Income Tax
Return (Form CT-1065/CT-1120SI, EXT)

Group Income Tax Return (CT-G) **or** Application for
Extension of Time to File Group Income Tax Return
(CT-G EXT)

Gift Tax Return (CT-709) **or** Application for Extension
of Time to File Gift Tax Return (CT-709 EXT)

Individual Use Tax Return (OP-186)

Individual Estimated Payment (CT-1040ES)
1st Installment 2005

Estimated Connecticut Income Tax Payment
Coupons for Trusts and Estates (CT-1041ES)
1st Installment 2005

Estimated Group Income Tax Payment (CT-G ES)
1st Installment 2005

Tax Filing Due Dates

Estimated Connecticut Composite Income Tax
Payment (Form CT-1065/CT-1120SI ES)
1st Installment 2005
Business Entity Tax Return (OP-424)

April 30

Quarterly Reconciliation of Withholding
(CT-941) 1st Quarter 2005
Sales and Use Tax Return (OS-114)
Monthly and Quarterly

May 15

Unrelated Business Income Tax Return (CT-990T) or
Application for Extension of Time to File Unrelated
Business Income Tax Return (CT-990T EXT)

*Generally, the due date for Form CT-990T or Form
CT-990T EXT is the fifteenth day of the fifth month
following the close of the organization's income year;
for certain trusts, however, the due date is the
fifteenth day of the fourth month following the close
of their income year.*

May 31

Sales and Use Tax Return (OS-114) Monthly

June 15

Individual Estimated Payment (CT-1040ES)
2nd Installment 2005
Estimated Connecticut Income Tax Payment
Coupons for Trusts and Estates (CT-1041ES)
2nd Installment 2005
Estimated Connecticut Composite Income Tax
Payment (Form CT-1065/CT-1120SI ES)
2nd Installment 2005
Estimated Group Income Tax Payment (CT-G ES)
2nd Installment 2005
Estimated Corporation Business Tax (CT-1120 ESB)
2nd Installment 2005

June 30

Sales and Use Tax Return (OS-114) Monthly

July 31

Quarterly Reconciliation of Withholding
(CT-941) 2nd Quarter 2005
Sales and Use Tax Return (OS-114)
Monthly and Quarterly

August 31

Sales and Use Tax Return (OS-114) Monthly

September 15

Individual Estimated Payment (CT-1040ES)
3rd Installment 2005 Estimated Connecticut
Income Tax Payment
Coupons for Trusts and Estates (CT-1041ES)
3rd Installment 2005
Estimated Group Income Tax Payment (CT-G ES)
3rd Installment 2005
Estimated Connecticut Composite Income Tax
Payment (Form CT-1065/CT-1120SI ES)
3rd Installment 2005
Estimated Corporation Business Tax (CT-1120 ESC)
3rd Installment 2005

September 30

Sales and Use Tax Return (OS-114) Monthly

October 31

Quarterly Reconciliation of Withholding
(CT-941) 3rd Quarter 2004
Sales and Use Tax Return (OS-114)
Monthly and Quarterly

November 30

Sales and Use Tax Return (OS-114) Monthly

December 15

Estimated Corporation Business Tax (CT-1120 ESD)
4th Installment 2004

December 31, 2005

Sales and Use Tax Return (OS-114) Monthly

January 15, 2006

Individual Estimated Payment (CT-1040ES)
4th Installment 2005
Estimated Connecticut Income Tax Payment
Coupons for Trusts and Estates (CT-1041ES)
4th Installment 2005
Estimated Group Income Tax Payment (CT-G ES)
4th Installment 2005
Estimated Connecticut Composite Income Tax
Payment (Form CT-1065/CT-1120SI ES)
4th Installment 2005

January 31, 2006

Quarterly Reconciliation of
Withholding (CT-941) 4th Quarter 2005
Annual Reconciliation of Withholding for
Nonpayroll Amounts (CT-945)
Sales and Use Tax Return (OS-114)
Monthly, Quarterly, and Annually

2004 TAXPAYER QUESTIONNAIRE

Department of Revenue Services • Tax Products Group • 25 Sigourney St • Hartford CT 06106-5032

A MESSAGE FROM COMMISSIONER PAM LAW

I would like to thank all Connecticut taxpayers who took the time to complete the 2003 Taxpayer Questionnaire. Based upon your input, many significant improvements were implemented in our 2004 tax books and forms. Please take the time to complete the 2004 Taxpayer Questionnaire and include it with your return or mail it to the address above.

Specifically, I would like to mention that the overwhelming concern about the removal of extra copies of forms from the tax booklets led us to once again include a second copy in ALL of our 2004 tax booklets. I hope this change, as well as our other modifications, will help you to more easily fulfill your Connecticut tax obligations for 2004.

Question 1 Please rate your contact with DRS in the past year.

	Excellent	Good	Fair	Poor
DRS Web site (www.ct.gov/DRS)				
WebFile (on DRS Web site)				
Federal/State Electronic Filing				
Recorded Tax Information (CONN-TAX Telephone system)				
Telephone Assistance from a DRS Representative				
Walk-in Assistance at a DRS office				
Informational Publications				
Obtaining Connecticut Tax Forms				

Please explain your rating for any category if Fair or Poor: _____

Other comments about contacting DRS: _____

Question 2 Check the form you completed for the 2004 taxable year.

- TELEFILE
 CT-1040EZ
 CT-1040
 CT-1040NR/PY
 CT-709

Instruction Booklet

	Strongly Agree	Agree	Disagree	Strongly Disagree
Information is well organized				
Instructions are easy to follow				
Examples are clear				

How do you feel about the new design of our income tax forms?

Form is user friendly				
Form is clear and concise				
Not cluttered or overcrowded with information				

Please explain your rating for any category if you Disagree or Strongly Disagree: _____

Other comments about Connecticut tax forms and instructions: _____

Question 3 If you filed a paper return instead of electronically filing this year, what was the reason:

- My preparer did not offer e-file
 Did not qualify to electronically file
 Did not have access to a computer
 Other _____

Question 4 Additional suggestions or comments for changes in 2005: _____

Form CT-1040EZ
Connecticut Resident EZ Income Tax Return

FOR DRS
USE ONLY

20

2004
1040EZ

For the year January 1 - December 31, 2004, or other taxable year beginning: _____, 2004 and ending: _____

Your Social Security Number

Spouse's Social Security Number

Filing Status

- Single Married filing jointly or Qualified widow(er) with dependent child Married filing SEPARATELY. Enter spouse's SSN in box at left and full name here: _____ Head of household (with qualifying person)

Your First Name _____ MI _____ Last Name _____ Suffix _____

Spouse's First Name _____ MI _____ Last Name _____ Suffix _____

Home Address (number and street) _____

Apartment Number, PO Box, Suite Number _____

City, Town, or Post Office _____ State _____ ZIP Code _____

Check here if you do not want forms sent to you next year. Checking this box does not relieve you of your responsibility to file.

Clip check or money order here (Do not staple) ↑
Do Not Attach W-2, W-2G, or 1099 Forms.

1. Federal adjusted gross income (from federal Form 1040, Line 36; Form 1040A, Line 21; Form 1040EZ, Line 4; or federal Telefile, Line I)
2. Refunds of state and local income taxes (From federal Form 1040, Line 10. See instructions, Page 8.)
3. **Connecticut Adjusted Gross Income** (Subtract Line 2 from Line 1.)
4. Income Tax: From Tax Tables or Tax Calculation Schedule (See instructions, Page 8)
5. Credit for property taxes paid on your primary residence and/or motor vehicle (From *Schedule 1EZ*, Line 27, on Page 3. See instructions, Page 8.)
6. Connecticut income tax (Subtract Line 5 from Line 4. If less than zero, enter "0.")
7. Individual Use Tax (From *Schedule 2EZ*, Line 28, on Page 3. See instructions, Page 8.) If no tax is due, enter "0."
8. **Total Tax** (Add Line 6 and Line 7.)

Whole Dollars Only

1.	0	0	0	0	0	0	0	0	0
2.	0	0	0	0	0	0	0	0	0
3.	0	0	0	0	0	0	0	0	0
4.	0	0	0	0	0	0	0	0	0
5.	0	0	0	0	0	0	0	0	0
6.	0	0	0	0	0	0	0	0	0
7.	0	0	0	0	0	0	0	0	0
8.	0	0	0	0	0	0	0	0	0

To Complete Your Return, Continue on Form CT-1040EZ - Page 2

Make your check or money order payable to:
"Commissioner of Revenue Services"
To ensure proper posting, write your SSN(s) and "2004 Form CT-1040EZ" on your check or money order.

Use envelope provided, with correct mailing label, or mail to:

For refunds and all other tax forms without payment:
Department of Revenue Services
PO Box 150420
Hartford CT 06115-0420

For all tax forms with payment:
Department of Revenue Services
PO Box 150440
Hartford CT 06115-0440.

Taxpayers must sign declaration on reverse - Due date: April 15, 2005 - Attach a copy of all applicable schedules and forms to this return.

WEBFILE OR E-FILE YOUR RETURN FOR FASTER REFUND, see Page 3 of this booklet.

Schedule 1EZ - PROPERTY TAX CREDIT WORKSHEET

Qualifying Property	Primary Residence	Auto 1	Auto 2 (Married Filing Jointly Only)
Name of Connecticut Tax Town or District	•	•	•
Description of Property <small>If primary residence, enter street address. If motor vehicle, enter year, make, and model.</small>	•	•	•
List or Bill Number (if available)	•	•	•
Date(s) Paid <small>(See instructions, Page 11)</small>	• -- / -- / 2004	• -- / -- / 2004	• -- / -- / 2004
	• -- / -- / 2004	• -- / -- / 2004	• -- / -- / 2004
Amount Paid	19. 00	20. 00	21. 00
22. Total Property Tax Paid (Add Lines 19, 20, and 21.)			22. 00
23. Maximum property tax credit allowed			• 23. 350.00
24. Enter the lesser of Line 22 or Line 23.			• 24. 00
25. Enter the decimal amount for your filing status and Connecticut AGI from the Property Tax Credit Table located on the inside back cover of this booklet. (If zero, enter amount from Line 24 on Line 27.)			• 25. 00
26. Multiply Line 24 by Line 25			• 26. 00
27. Subtract Line 26 from Line 24. Enter here and on Line 5.			27. 00

Schedule 2EZ - INDIVIDUAL USE TAX WORKSHEET

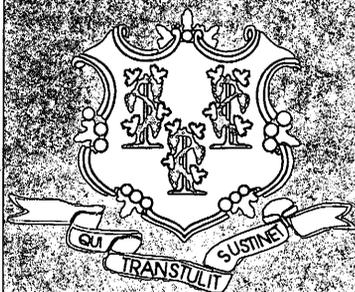
Complete this worksheet to calculate your Connecticut Individual Use Tax liability.

COLUMN A	COLUMN B	COLUMN C	COLUMN D	COLUMN E	COLUMN F	COLUMN G
DATE OF PURCHASE	DESCRIPTION OF GOODS OR SERVICES	RETAILER OR SERVICE PROVIDER	PURCHASE PRICE	CT TAX DUE <small>(.06 X Column D)</small>	TAX, IF ANY, PAID TO ANOTHER JURISDICTION	BALANCE DUE <small>(Column E minus Column F, but not less than zero)</small>
•						
•						
•						
•						
•						
•						
•						
•						
•						
•						
•						
• Total of individual purchases under \$300 not listed above						
28. Individual Use Tax (Add all amounts for Column G) Enter here and on Form CT-1040EZ, Line 7.						• 28. 00

2004 FORM CT-1040

This booklet
contains:

- Form CT-1040
- Schedule CT-1040WH
- Form CT-1040 EXT
- Form CT-1040ES
- Taxpayer
Questionnaire
- Tax Tables
- Tax Calculation
Schedule



Connecticut Resident Income Tax Return and Instructions

Dear Customer:

Each year, the Connecticut Department of Revenue Services (DRS) strives to create quality products that give you, the taxpayer, the information you need to make tax filing as easy as possible. We listen to taxpayer suggestions for improving our products and seek new procedures to make processing returns more efficient.

This year, you will notice extensive changes to the layout of the income tax forms. The new design is a result of innovative technology being used to process paper returns, as well as efforts to provide you with a cleaner, easier format. While the larger spacing has increased the number of pages of the return, it also increases readability and will help reduce the number of filing and processing errors.

This booklet also contains information about electronic filing methods that make filing and paying taxes even easier. I encourage you to review the filing criteria for *WebFile* and *Telefile* on Page 4. If you qualify and expect to receive a refund, you could see that money in your bank account in only four days.

At DRS, our goal is to provide taxpayers with excellent customer service and a user-friendly approach to tax administration. If you have questions about Connecticut taxes or filing this return, you can reach DRS Taxpayer Services staff by e-mail, phone, or letter. The back cover of this booklet provides all the ways you can access this Agency including the DRS Web site, which is available anytime, to provide you with access to forms, publications, and information.

As always, we welcome your comments and ideas about how we can improve the way we do business.

Sincerely,

Pam Law

Commissioner of Revenue Services

Taxpayer information is
available on our Web site:

www.ct.gov/DRS

File over the Internet



Connecticut WebFile Program

File Form CT-1040 or Form CT-1040 EXT over the internet using *WebFile*. *WebFile* is free and secure.

Connecticut fed/state e-file Program

File your federal and Connecticut returns together using *e-file*!



For more information on these programs, visit www.ct.gov/DRS

Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.

CONN-TAX

If you have a touch-tone phone, you can obtain important income tax information anytime from CONN-TAX, the Department of Revenue Services information line. Call **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere), press **4** to be connected to the recorded tax information menu, then press **1** to select *Recorded Income Tax Information*. Enter the three-digit number next to the topic of your choice shown below, or follow the prerecorded instructions.

GENERAL INCOME TAX INFORMATION

- | | | | |
|-----|--------------------------------------------------|-----|---------------------------------------------------------------------------------|
| 101 | Important income tax changes | 106 | Filing an error-free return |
| 102 | How to choose the correct form and filing method | 107 | Amending a Connecticut return |
| 103 | Where to get forms and assistance | 108 | Getting a copy of a previously filed return |
| 104 | Requesting a filing extension | 109 | Offsets of state income tax refunds |
| 105 | Filing a decedent's return | 110 | Deducting Connecticut income tax when completing your federal income tax return |

INCOME TAX FILING REQUIREMENTS, RESIDENCY, AND FILING STATUS

- | | | | |
|-----|--------------------------------------------------------|-----|------------------------------------------|
| 201 | Who must file a Connecticut return? | 205 | Members of the armed forces |
| 202 | What is gross income? | 206 | Student's filing requirements |
| 203 | Who is a resident, nonresident, or part-year resident? | 207 | Dependent children's filing requirements |
| 204 | What is Connecticut source income of a nonresident? | 208 | What is your filing status? |
| | | 209 | Title 19 recipients |

INDIVIDUAL USE TAX, GIFT TAX, AND OTHER INCOME TAX RETURNS

- | | | | |
|-----|----------------------------------------------------|-----|------------------------------------------------------------|
| 301 | Individual use tax | 305 | Partnership information and composite income tax |
| 302 | Gift tax | 306 | Group return for shareholders, partners, and beneficiaries |
| 303 | Income tax on trusts and estates | | |
| 304 | S corporation information and composite income tax | | |

COMPLETING FORM CT-1040 OR FORM CT-1040NR/PY

- | | | | |
|-----|-------------------------------------------------------------------------------|-----|------------------------------------------------|
| 401 | Tax status of U.S. government obligations | 406 | Modifications to federal adjusted gross income |
| 402 | Tax status of state or local obligations | 407 | Connecticut alternative minimum tax |
| 403 | Residents and part-year residents who paid income tax to another jurisdiction | 408 | Property tax credit |
| 404 | Deferred compensation | 409 | Questions about a state tax refund |
| 405 | Pension income, Social Security benefits, and Individual Retirement Accounts | | |

ESTIMATED INCOME TAX REQUIREMENTS

- | | | | |
|-----|-----------------------------------------|-----|---------------------------|
| 501 | Who must estimate? | 505 | Annualization of income |
| 502 | Withholding instead of making estimates | 506 | Interest on underpayments |
| 503 | Estimated income tax form | 507 | Farmers and fishermen |
| 504 | When to file and how much to pay | | |

QUESTIONS ON TELEFILING AND WEBFILING

- | | | | |
|-----|----------------------------------------------------|-----|---------------------------------------------------|
| 601 | Who is eligible to Telefile ? | 604 | WebFiling |
| 602 | Tips for successful Telefiling | 605 | What if I make a mistake while WebFiling ? |
| 603 | What if I make a mistake while Telefiling ? | | |

Extended Telephone Hours for the 2004 Filing Season:

Monday, **January 31** (until 7 p.m.)
Monday, **February 7** (until 7 p.m.)
Monday, **February 14** (until 7 p.m.)

Extended Telephone Personal Assistance and Walk-in Hours:

(25 Sigourney Street, Hartford Only)
Friday, **April 15** (until 8 p.m.)

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WHAT'S NEW

- **New look for Form CT-1040.** Form CT-1040 has changed for 2004. The paper return is now designed with larger fill-in boxes for ease when entering amounts. The redesign helps process your income tax return. We look forward to your comments on the new design. Please complete **Form CT-TQ, 2004 Taxpayers Questionnaire** on Page 33.
- If you **do not expect to owe additional** Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld from your wages or any estimated Connecticut income tax payments you have made (or both), **and you have requested an extension of time to file your 2004 federal income tax return**, you are not required to file **Form CT-1040 EXT.**
- Copies of **W-2, W-2G, or 1099 forms are not required to be attached** to your 2004 Connecticut income tax return. Just remember to keep copies for your records.
- For taxable years beginning on or after **January 1, 2004, the threshold for imposing an addition to tax for an underpayment of estimated tax has been increased from *more than \$500, to \$1,000 or more.*** Thus, no interest for the underpayment of estimated tax can be imposed for the taxable year if the tax shown on the return reduced by the tax withheld is less than \$1,000.
- The “single” filer personal exemption increased to **\$12,625 for the 2004 taxable year.**
- The “single” filer credit increased for the **2004 taxable year.**
- Remember, even if you are required to file a federal income tax return, **you may not be required to file a Connecticut income tax return.** Before filing a Connecticut income tax return, see *Who Must File a Connecticut Resident Return*, on Page 5. If you determine you are required to file, consider using one of the electronic options provided below.

Safe & Secure

ELECTRONIC FILING OPTIONS

Convenient

Electronically-filed returns are processed immediately and are more accurate (less than 1% error rate) than paper-filed returns

• Refunds Issued in 4 Days • Quick, accurate and easy to use • Paperless •

• Immediate Proof of Filing • Able to pay taxes on or before tax due date •

• Available 24 Hours a Day, 7 Days a Week! •

To WebFile or Telefile your Connecticut return you must meet all of the following conditions:

- You were a Connecticut resident for the entire year;
- You filed a 2003 Connecticut income tax return; and
- Your filing status is the same filing status as last year.

e-file

File your Federal and State returns together using e-file!

File your returns from home using a DRS-approved commercial tax filing Web site or software product. Visit: www.ct.gov/DRS for a complete list!

Have your tax preparer electronically file your tax return. Visit: www.irs.gov/efile or check the Yellow Pages under “Tax Return Preparation” for a list of approved preparers near you.

WebFile

Free!

File over the Internet

File over the Internet
WebFile
www.ct.gov/DRS

File over the Internet using *WebFile*. Visit: www.ct.gov/DRS to learn more.

Telefile

Free!

CONNECTICUT TeleFile

File your return using a touch-tone telephone by calling:
860-692-9787



CONNECTICUT
e-file
CLICK. ZIP.
FAST ROUND TRIP.

GENERAL INFORMATION

Tax Assistance

DRS is ready to help you and offers several resources where you can get answers to your Connecticut tax questions. Visit the DRS Web site at www.ct.gov/DRS or for personal assistance, refer to the back cover of this booklet for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m. If you visit, be sure to bring:

- Your “state copy” of your federal Forms W-2 and any other forms showing Connecticut income tax withholding; and
- Your **completed** federal Form 1040EZ, 1040A, 1040, or federal TeleFile Tax Record.

Personal telephone assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. Extended hours are offered for the filing season, see Page 2. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line, or visit the DRS Web site for details.

Forms and Publications

Download and print Connecticut tax forms and publications anytime from the DRS Web site at www.ct.gov/DRS. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet, and at most public libraries, town halls, banks, and post offices during the tax filing season.

Important Reminders

- Be sure you have received all your federal Forms W-2, W-2G, and 1099 before filing your Connecticut income tax return. Generally, you will receive these forms on or before January 31. If you receive an additional federal Form W-2, W-2G, or 1099 after filing your Connecticut income tax return, you may be required to file **Form CT-1040X**. See *Amended Returns* on Page 31.
- File the correct form. Most taxpayers qualify to electronically file their Connecticut income tax return or file **Form CT-1040EZ**, *Connecticut Resident EZ Income Tax Return*. (See *May I File My Connecticut Income Tax Return Over the Telephone Using Telefile*, *May I File My Connecticut Income Tax Return Over the Internet Using WebFile*, or *May I File Form CT-1040EZ* on Page 8 and Page 9.)

Note: If you receive federally taxable Social Security benefits, you must file **Form CT-1040**.

- Use the preprinted peel-off label. The preprinted label **does not** include your Social Security Number(s). Therefore, you **must** enter your Social Security Number and the Social Security Number of your spouse (if filing a joint return), in the spaces above your name(s) on the return. If you did not receive a tax return package with a label, enter your name(s) and mailing address in the spaces provided at the top of your return.
- Check the correct filing status on your return.
- Round all figures to the nearest whole dollar. See *Rounding Off to Whole Dollars* on Page 14.
- Sign your return. If you and your spouse are filing jointly, both of you must sign.
- Have your paid preparer sign the return.
- Be sure both you and your spouse file your income tax returns at the same time if you filed joint estimated tax payments but elect to file separate income tax returns. No refund will be processed until both Connecticut returns are received.
- Use the correct DRS mailing label on the envelope when filing your return. One label is for refunds and all other tax forms without payment. The other label is for all tax forms with payment.

Who Must File a Connecticut Resident Return

You must file a Connecticut resident income tax return if you were a resident for the entire year **and** any of the following is true for the 2004 taxable year:

- You had Connecticut income tax withheld;
- You made estimated tax payments to Connecticut;
- You meet the *Gross Income Test* (below); or
- You had a federal alternative minimum tax liability.

If none of the above apply, do not file a Connecticut resident income tax return.

Gross Income Test

You must file a Connecticut income tax return if your gross income for the 2004 taxable year exceeds:

- \$12,000 and you will file as Married Filing Separately
- \$12,625 and you will file as Single
- \$19,000 and you will file as Head of Household
- \$24,000 and you will file as Married Filing Jointly

Gross income means all income you received in the form of money, goods, property, and services not exempt from federal income tax, **and** any additions to income required to be reported on **Form CT-1040, Schedule 1**.

Free and secure!



Quick and easy!

Page 5

Gross income includes, but is not limited to:

- Compensation for services, including wages, fees, commissions, taxable fringe benefits, and similar items
- Gross income from a business
- Capital gains
- Interest and dividends
- Gross rental income
- Gambling winnings
- Alimony
- Taxable pensions and annuities
- Prizes and awards
- Your share of income from partnerships, S corporations, estates, or trusts
- IRA distributions
- Unemployment compensation
- **Federally taxable Social Security**

The following examples explain the gross income test for a Connecticut resident:

Example 1: Your only income is from a sole proprietorship and you file a federal Form 1040, reporting the following on Schedule C:

Gross Income	\$100,000
Expenses	(\$ 92,000)
Net Income	\$ 8,000

Because the **gross** income of \$100,000 exceeds the minimum requirement, you must file a Connecticut income tax return.

Example 2: You received \$8,000 in federally nontaxable Social Security benefits and \$11,000 in interest income. Since nontaxable Social Security benefits are not included in gross income, you will not have to file a Connecticut income tax return unless Connecticut tax was withheld or estimated tax payments were made.

Example 3: You file as single on a Connecticut income tax return and received \$12,625 in wage income and \$1,000 in federally-exempt interest from California state bonds. Your federal gross income with additions from **Form CT-1040, Schedule 1** (interest on state or local obligations other than Connecticut) is \$13,625. Therefore, you must file a Connecticut income tax return.

Relief From Joint Liability

In general, if you and your spouse file a joint income tax return you are both responsible for paying the full amount of tax, interest, and penalties due on your joint return. However, in very limited, specific cases, relief may be granted if you believe all or any part of the amount due should be paid only by your spouse. You may request consideration by filing **Form CT-8857, Request for Innocent Spouse Relief (And Separation of Liability and Equitable Relief)**. See **Special Notice 99(15), Innocent Spouse Relief, Separation of Liability, and Equitable Relief**.

Title 19 Recipients

Title 19 recipients must file a Connecticut income tax return if the requirements for *Who Must File a Connecticut Resident Return* are met.

However, if you do not have funds to pay your Connecticut income tax and during 2004:

- You were a Title 19 recipient; **and**
- Medicaid assisted in the payment of your long-term care in a nursing or convalescent home,

complete **Form CT-19IT, Title 19 Status Release**, and attach it to the **front** of your Connecticut income tax return. By completing this form, you authorize DRS to verify your Title 19 status for 2004 with the Department of Social Services.

Deceased Taxpayers

A Connecticut income tax return must be filed for a taxpayer who died during the year if the requirements for *Who Must File a Connecticut Resident Return* are met. The return must be signed and filed by his or her executor, administrator, or surviving spouse for the portion of the year before the taxpayer's death. The person who files the return must clearly write "**DECEASED**," the deceased taxpayer's name, and the date of death across the top of the return.

A surviving spouse may file a joint return if the surviving spouse filed a joint federal income tax return. Write "**Filing as surviving spouse**" in the deceased spouse's signature block on the return. If both spouses died in 2004, their legal representative must file a final return. The Connecticut and federal filing status must be the same.

Claiming a Refund for a Deceased Taxpayer

If you are a surviving spouse filing jointly with your deceased spouse, you may claim the refund on the jointly-filed return. If you are a court-appointed representative, file the return **and** attach a copy of the certificate that shows your appointment. All other filers requesting the deceased taxpayer's refund must file the return and attach federal Form 1310, Statement of Person Claiming Refund Due a Deceased Taxpayer.

Income received by the estate of the decedent for the portion of the year after the decedent's death, and for succeeding taxable years until the estate is closed, must be reported each year on **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates**.

Special Information for Nonresident Aliens

A nonresident alien must file a Connecticut income tax return if the requirements of *Who Must File a Connecticut Resident Return* are met. In determining whether the *Gross Income Test* is met, the nonresident alien must take into account any income not subject to federal income tax under an income tax treaty between the U.S. and the country of which the nonresident alien is a citizen or resident. Income tax treaty provisions are disregarded for Connecticut income tax purposes. When filing their Connecticut income tax return,

nonresident aliens must enter on **Form CT-1040**, Line 1, the amount reported on federal Form 1040NR, Line 34 or federal Form 1040NR-EZ, Line 10. Any treaty income reported on federal Form 1040NR or Form 1040NR-EZ and not subject to federal income tax must be added to the nonresident alien's federal adjusted gross income on **Form CT-1040**, *Schedule 1*, Line 38, or **Form CT-1040NR/PY**, *Schedule 1*, Line 40.

If the nonresident alien does not have and is not eligible for a Social Security Number, he or she must obtain an Individual Taxpayer Identification Number (ITIN) from the IRS, and enter it in the space provided for a Social Security Number.

A married nonresident alien may not file a joint Connecticut income tax return unless the nonresident alien is married to a citizen or resident of the U.S. and they have made an election to file a joint federal income tax return and, in fact, file a joint federal income tax return. Any married individual filing federal Form 1040NR or federal Form 1040NR-EZ is not eligible to file a joint federal income tax return or a joint Connecticut income tax return, and must file as a married individual filing separately.

Am I a Resident, Part-Year Resident, or Nonresident

The following terms are used in this section:

Domicile (permanent legal residence) is the place you intend to have as your permanent home. It is the place you intend to return to whenever you are away. You can have only one domicile although you may have more than one place to live. Your domicile does not change until you move to a new location and definitely intend to make your permanent home there. If you move to a new location but intend to stay there only for a limited time (no matter how long), your domicile does not change. This also applies if you are working in a foreign country.

Permanent place of abode is a residence (a building or structure where a person can live) that you permanently maintain, whether or not you own it, and generally includes a residence owned by or leased to your spouse. A place of abode is not permanent if it is maintained only during a temporary stay for the accomplishment of a particular purpose.

You are a **resident** for the 2004 taxable year if:

- Connecticut was your domicile (permanent legal residence) for the entire 2004 taxable year; **or**
- You maintained a permanent place of abode in Connecticut **and** spent a total of more than 183 days in Connecticut during the 2004 taxable year, **and** you are not a part-year resident.

Nonresident aliens who meet either of these conditions are considered Connecticut residents even if federal Form 1040NR-EZ or federal Form 1040NR is filed for federal income tax purposes.

If you are a resident and you meet the requirements for *Who Must File a Connecticut Resident Return* for the 2004 taxable year, you must file **Form CT-1040EZ** or **Form CT-1040**.

You are a **part-year resident** for the 2004 taxable year if you changed your permanent legal residence by moving into or out of Connecticut during the 2004 taxable year. If you are a part-year resident, you may not elect to be treated as a resident individual.

If you are a part-year resident and you meet the requirements for *Who Must File Form CT-1040NR/PY* for the 2004 taxable year, you must file **Form CT-1040NR/PY**. See *Who Must File Form CT-1040NR/PY* and *Am I a Resident, Part-Year Resident, or Nonresident* in the instruction booklet for **Form CT-1040NR/PY**.

You are a **nonresident** for the 2004 taxable year if you are neither a resident nor a part-year resident for the 2004 taxable year.

If you are a nonresident and you meet the requirements for *Who Must File Form CT-1040NR/PY* for the 2004 taxable year, you must file **Form CT-1040NR/PY**.

Although you and your spouse file jointly for federal purposes, you may be required to file separate Connecticut returns. See *Special Rules for Married Individuals* on Page 14.

Important: You may be treated as a nonresident for 2004 even if your domicile was Connecticut, if you meet **all** of the conditions in Group A or Group B:

Group A

1. You did not maintain a permanent place of abode in Connecticut for the entire 2004 taxable year;
2. You maintained a permanent place of abode outside of Connecticut for the entire 2004 taxable year; **and**
3. You spent not more than 30 days in the aggregate in Connecticut during the 2004 taxable year.

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Group B

1. You were in a foreign country for at least 450 days during any period of 548 consecutive days;
2. During this period of 548 consecutive days, you did not spend more than 90 days in Connecticut and you did not maintain a permanent place of abode in Connecticut at which your spouse (unless legally separated) or minor children spent more than 90 days; **and**
3. During the nonresident portion of the taxable year in which the 548-day period begins, and during the nonresident portion of the taxable year in which the 548-day period ends, you were present in Connecticut for no more than the number of days that bears the same ratio to 90 as the number of days in such portion of the taxable year bears to 548. See the calculation below:

$\frac{\text{Number of days in the nonresident portion}}{548} \times 90 = \text{Maximum days allowed in Connecticut}$

See **Special Notice 2000(17)**, *2000 Legislation Affecting the Connecticut Income Tax*.

Military Personnel Filing Requirements

Military personnel who claim Connecticut as a residence but are stationed elsewhere are subject to Connecticut income tax. If you enlisted in the service as a Connecticut resident and have not established a new domicile (permanent legal residence) elsewhere, you are required to file a resident income tax return unless you meet all of the conditions in Group A or Group B for being treated as a nonresident. See *Am I a Resident, Part-Year Resident, or Nonresident* on Page 7.

If your permanent home (domicile) was outside Connecticut when you entered the military, you do not become a Connecticut resident because you are stationed and live in Connecticut. As a nonresident, your military pay is not subject to Connecticut income tax. However, income you receive from Connecticut sources while you are a nonresident (including your spouse's nonmilitary income) may be subject to Connecticut income tax. (See instructions for a Connecticut nonresident contained in the instruction booklet for **Form CT-1040NR/PY**.)

Example: Jennifer is a resident of Florida. She enlisted in the Navy in Florida and was stationed in Groton, Connecticut. She earned \$38,000 in military pay.

If Jennifer had no other income . . .

Since Jennifer resided and enlisted in Florida, she is considered a resident of Florida and does not have to file a Connecticut return. Military personnel are residents of the state in which they resided when they enlisted.

If Jennifer had a part-time job in Connecticut . . .

Her Connecticut source income from nonmilitary employment is taxable. Jennifer must file **Form CT-1040NR/PY** to report the income.

Spouses of military personnel who are stationed in Connecticut may be considered residents of this state even if their domicile is elsewhere. See *Am I a Resident, Part-Year Resident, or Nonresident* on Page 7.

See **Informational Publication 2004(15)**, *Connecticut Income Tax Information for Military Personnel and Veterans*.

Combat Zone

The income tax return of any individual in the U.S. Armed Forces serving in a combat zone or injured and hospitalized while serving in a combat zone is due 180 days after returning. There will be no penalty or interest charged. For any individual who dies while on active duty in a combat zone or as a result of injuries received in a combat zone, no income tax or return is due for the year of death. A refund of tax paid will be provided to the legal representative of the estate or to the surviving spouse.

Combat zone is an area designated by the President of the United States as a combat zone by executive order. A combat zone also includes an area designated by the federal government as a *qualified hazardous duty area*.

Members of the U.S. Armed Forces serving in military operations in the Kosovo, Afghanistan, or Arabian Peninsula regions are eligible for the 180 day extension allowed to individuals serving in a combat zone. Spouses of military personnel and civilians supporting the military in these regions who are away from their permanent duty stations but are not within the designated combat zone are also eligible for the extension. Individuals requesting an extension under the Kosovo provision should print the words "**Operation Allied Force**" at the top of the tax return. Individuals requesting an extension under the Afghanistan provision should print the words "**Operation Enduring Freedom**" at the top of the tax return. Individuals requesting an extension under the Arabian Peninsula Areas provision should print the words "**Operation Iraqi Freedom**" at the top of the tax return.

May I File My Connecticut Income Tax Return Over the Telephone Using Telefile

Most residents qualify to **Telefile** their Connecticut income tax return. You may **Telefile** your Connecticut income tax return if you are eligible to file **Form CT-1040EZ** and all of the following are true:

- You filed a 2003 Connecticut income tax return;
- Your name and address has not changed. However, if the label on the back of this book is not correct, or if your name or address has changed, contact the DRS Registration Unit one day prior to Telefiling at 860-297-4962 (during business hours);
- You have no more than seven W-2 or 1099 forms showing Connecticut income tax withheld;

- Your filing status is the same as last year;
- Your federal adjusted gross income is \$350,000 or less;
- You did not make estimated Connecticut income tax payments or did not have an overpayment applied to the 2004 taxable year;
- You are not filing **Form CT-8379, Nonobligated Spouse Claim**, with your return; **and**
- You have a Personal Identification Number (PIN). If you do not know your PIN, the **Telefile** System may be able to provide it to you during your phone call. You must enter last year's federal adjusted gross income to access your PIN.

If you meet the eligibility requirements listed, you may **Telefile** your Connecticut income tax return. The **Telefile Worksheet** is included in the **2004 Form CT-1040EZ and Telefile Booklet**, which is available at any Connecticut public library, town hall, bank, post office, or DRS office.

May I File My Connecticut Income Tax Return Over the Internet Using WebFile

Most Connecticut residents may use the fast, easy **WebFile Program** at www.ct.gov/DRS to file their Connecticut income tax return. You may **WebFile** your Connecticut income tax return if **all** of the following are true:

- You were a Connecticut resident for the entire year or consent to be treated as a resident for the entire year;
- You filed a 2003 Connecticut income tax return;
- Your filing status is the same as last year;
- You are **not** filing **Form CT-8379, Nonobligated Spouse Claim**, with your return;
- You have no more than ten W-2 or 1099 forms that show Connecticut income tax withheld; **and**
- You have no more than two states for which you are claiming a credit for income taxes paid to a qualifying jurisdiction.

May I File Form CT-1040EZ

Connecticut residents may file the short, simple **Form CT-1040EZ** if **all** of the following are true:

- You were a resident of Connecticut for the entire year or consent to be treated as a resident for the entire year;
- You did **not** report federally taxable Social Security benefits for the 2004 taxable year;
- You had no modifications to federal adjusted gross income for Connecticut income tax purposes, **or** your only modification is a federally taxable refund of state and local income taxes. See *Schedule 1 - Modifications to Federal Adjusted Gross Income* on Page 18;

- You are not claiming credit for income taxes paid to another jurisdiction;
- You do not have a federal alternative minimum tax liability;
- You are not claiming an adjusted net Connecticut minimum tax credit; **and**
- You did not report treaty income on your federal income tax return.

What is Connecticut Adjusted Gross Income

For the purpose of completing **Form CT-1040**, Connecticut adjusted gross income is your federal adjusted gross income as reported on federal Form 1040, Line 36; federal Form 1040A, Line 21; federal Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line I, adding or subtracting the Connecticut modifications that are required to be reported on **Form CT-1040, Schedule 1**.

Taxable Year and Method of Accounting

You must use the same taxable year for Connecticut income tax purposes you use for federal income tax purposes. Most individuals use the calendar year as their taxable year for federal income tax purposes. However, if the calendar year is not your taxable year for federal income tax purposes, references in this booklet to "2004" are references to your taxable year beginning during 2004.

You must use the same method of accounting for Connecticut income tax purposes you use for federal income tax purposes.

If your taxable year or method of accounting is changed for federal income tax purposes, the same change must be made for Connecticut income tax purposes.

When to File

Your Connecticut income tax return is due on or before April 15, 2005. If you are not a calendar year filer, your return is due on or before the fifteenth day of the fourth month following the close of your taxable year. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

Your 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.

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The following are the designated PDSs and designated types of service at the time of publication:

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

This list is subject to change. See **Policy Statement 2002(4)**, *Designated Private Delivery Services and Designated Types of Service*.

If **Form CT-1040** is filed late, or all the tax due is not paid with the return, see *Interest and Penalties*, on Page 12, to determine if interest and penalty must be reported with the return.

Extension Requests

Extension of Time to File

To request an extension of time to file your return, you must file

Form CT-1040 EXT, *Application for Extension of Time to File Connecticut Income Tax Return for Individuals*, and pay all the tax you expect to owe on or before the due date. Visit: www.ct.gov/DRS to file your extension over the internet. If you pay your expected 2004 Connecticut income tax due by credit card, you do not need to file the paper **Form CT-1040 EXT**. See **Form CT-1040 EXT**, included in this booklet.

Form CT-1040 EXT extends only the time to file your return; it does not extend the time to pay your tax due. See *Interest and Penalties* on Page 12 if you do not pay all the tax due with your request for extension.

Important: If you expect to owe no additional Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld from your wages or any estimated Connecticut income tax payments you have made (or both), and you have requested an extension of time to file your 2004 federal income tax return, you are not required to file **Form CT-1040 EXT**.

U.S. Citizens Living Abroad

If you are a U.S. citizen or resident living outside the U.S. and Puerto Rico, or if you are in the armed forces of the U.S. serving outside the U.S. and Puerto Rico, and are unable to file a Connecticut income tax return on time you must file **Form CT-1040 EXT**. You must also pay the amount of tax due on or before the original due date of the return.

Include with **Form CT-1040 EXT** a statement that you are a U.S. citizen or resident living outside the U.S. and Puerto Rico, or in the armed forces of the U.S. serving outside the

U.S. and Puerto Rico, and that you qualify for a federal automatic two-month extension. If your application is approved, the due date will be extended for six months. If you are still unable to file your return, and you were granted an additional extension of time to file for federal purposes, you may file your Connecticut return using the federal extension due date. A copy of the federal Form 2350 approval notice must be attached to the front of your Connecticut return.

Extension of Time to Pay

You may be eligible for a six-month extension of time to pay the tax due if you can show paying the tax by the due date will cause undue hardship. You may request an extension by filing **Form CT-1127**, *Application for Extension of Time for Payment of Income Tax*, on or before the due date of the original return.

Attach **Form CT-1127** to the front of **Form CT-1040** or **Form CT-1040 EXT**, and send it on or before the due date. As evidence of the need for extension, you **must** attach:

- An explanation of why you cannot borrow money to pay the tax due;
- A statement of your assets and liabilities; **and**
- An itemized list of your receipts and disbursements for the preceding three months.

If an extension of time to pay is granted and you pay all the tax due in full by the end of the extension period, a penalty will not be imposed. However, interest will accrue on any unpaid tax from the original due date. You should make payments as soon as possible to reduce the interest you would otherwise owe. To ensure proper posting of your payment, write your Social Security Number(s) and "**2004 Form CT-1040**" on the front of your check or money order. Mail payments to:

**Department of Revenue Services
Accounts Receivable Unit
PO Box 5088
Hartford CT 06102-5088**

Where to File

For **refunds and all other tax forms without payment** enclosed, use the mailing label with this address and mail your return to:

**Department of Revenue Services
PO Box 2976
Hartford CT 06104-2976**

For **all tax forms with payment** enclosed, use the mailing label with this address and mail your return with payment to:

**Department of Revenue Services
PO Box 2977
Hartford CT 06104-2977**

Estimated Tax Payments

You must make estimated income tax payments if your Connecticut income tax (after tax credits) minus Connecticut tax withheld is \$1,000 or more, and you expect your Connecticut income tax withheld to be less than your required annual payment for the 2005 taxable year.

Your required annual payment for the 2005 taxable year is the lesser of:

- **90%** of the income tax shown on your **2005 Connecticut income tax return**; or
- **100%** of the income tax shown on your **2004 Connecticut income tax return**, if you filed a 2004 Connecticut income tax return that covered a 12-month period.

You do **not** have to make estimated income tax payments if:

- You were a Connecticut resident during the 2004 taxable year, and you did not file a 2004 income tax return because you had no Connecticut income tax liability; or
- You were a nonresident or part-year resident with Connecticut source income during the 2004 taxable year and you did not file a 2004 income tax return because you had no Connecticut income tax liability.

If you were a nonresident or part-year resident and you did **not** have Connecticut source income during the 2004 taxable year, you **must** use 90% of the income tax shown on your 2005 Connecticut income tax return as your required annual payment.

Annualized Income Installment Method

If your income varies throughout the year, you may be able to reduce or eliminate the amount of your estimated tax payment for one or more periods by using the annualized income installment method. See **Informational Publication**

2004(17), *A Guide to Calculating Your Annualized Estimated Income Tax Installments and Worksheet CT-1040 AES*.

Filing Form CT-1040ES

Use **Form CT-1040ES**, *Estimated Connecticut Income Tax Payment Coupon for Individuals*, to make estimated Connecticut income tax payments for 2005. If you made estimated tax payments in 2004, you will automatically receive coupons for the 2005 taxable year in mid-January. They will be preprinted with your name, address, and Social Security Number. To ensure your payments are properly credited, use the preprinted coupons.

If you did not make estimated tax payments in 2004, use **Form CT-1040ES**, included in this booklet, to make your first estimated income tax payment. If you file this form, additional preprinted coupons will be mailed to you.

You may pay your 2005 estimated Connecticut income tax payments by credit card. See **Form CT-1040ES**, included in this booklet.

To avoid making estimated tax payments, you may request your employer withhold additional amounts from your wages to cover the taxes on other income. You can make this change by giving your employer a revised **Form CT-W4**, *Employee's Withholding Certificate*. For help in determining the correct amount of Connecticut withholding to be withheld from your wage income, see **Informational Publication 2005(1)**, *Is My Connecticut Withholding Correct?*

Special Rules for Farmers and Fishermen

If you are a farmer or fisherman (as defined in I.R.C. §6654(i)(2)) who is required to make estimated income tax payments, you must make only **one** payment. Your payment is due on or before January 15, 2006, for the 2005 taxable year. The required installment is the lesser of 66²/₃% of the

2005 Estimated Tax Due Dates		Due dates of installments and the amount of required payments for 2005 calendar year taxpayers are:
April 15, 2005	25% of your required annual payment	
June 15, 2005	25% of your required annual payment (A total of 50% of your required annual payment should be paid by this date.)	
September 15, 2005	25% of your required annual payment (A total of 75% of your required annual payment should be paid by this date.)	
January 15, 2006	25% of your required annual payment (A total of 100% of your required annual payment should be paid by this date.)	

An estimate will be considered timely filed if received on or before the due date, or if the date shown by the U.S. Postal Service cancellation mark is on or before the due date. Taxpayers who report on other than a calendar year basis should use their federal estimated tax installment due dates. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

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income tax shown on your 2005 Connecticut income tax return or 100% of the income tax shown on your 2004 Connecticut income tax return.

A farmer or fisherman who files a 2005 Connecticut income tax return on or before March 1, 2006, and pays in full the amount computed on the return as payable on or before that date, will not be charged interest for underpayment of estimated tax.

Farmers or fishermen who use these special rules **must** complete and attach **Form CT-2210, Underpayment of Estimated Tax by Individuals, Trusts, and Estates**, to their Connecticut income tax return to avoid being billed for interest on the underpayment of estimated income tax. Be sure to check Box D of **Form CT-2210**, Part I, and the box for **Form CT-2210** on the front of **Form CT-1040**. See **Informational Publication 2004(14), Farmer's Guide to Sales and Use Taxes, Motor Vehicle Fuels Tax, Estimated Income Tax, and Withholding Tax**.

Interest on Underpayment of Estimated Tax

You may be charged interest if you did not pay enough tax through withholding or estimated payments, or both, by any installment due date. This is true even if you are due a refund when you file your tax return. Interest is calculated separately for each installment. Therefore, you may owe interest for an earlier installment, even if you paid enough tax later to make up the underpayment. Interest at 1% (.01) per month or fraction of a month will be added to the tax due until the **earlier** of April 15, 2005, or the date on which the underpayment is paid.

A taxpayer who files a 2004 Connecticut income tax return on or before January 31, 2005, and pays in full the amount computed on the return as payable on or before that date, will not be charged interest for failing to make the estimated payment due January 15, 2005.

A farmer or fisherman (as defined in I.R.C. §6654(i)(2)) who is required to make estimated income tax payments will not be charged interest for failing to make the estimated payment due January 15, 2005, if he or she files a 2004 Connecticut income tax return on or before March 1, 2005, and pays in full the amount computed on the return as payable on or before that date.

Filing Form CT-2210

You may be charged interest if your 2004 Connecticut income tax (after tax credits) minus Connecticut tax withheld, is \$1,000 or more. Use **Form CT-2210, Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates**, to calculate interest on the underpayment of estimated tax. **Form CT-2210** and detailed instructions are available from DRS. However, this is a complex form and you may prefer to have DRS calculate the interest. If so, do not file **Form CT-2210** and DRS will send you a bill.

Interest and Penalties

In general, interest and penalty apply to any portion of the tax that is not paid on or before the original due date of the return.

Interest

If you do not pay the tax when due, you will owe interest at 1% (.01) per month or fraction of a month until the tax is paid in full.

If you did not pay enough tax through withholding or estimated payments, or both, by any installment due date, you may be charged interest. This is true even if you are due a refund when you file your tax return. See *Interest on Underpayment of Estimated Tax* at left.

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 income or use tax is 10% (.10) of the tax due. If a request for an extension of time has been granted, you can avoid a penalty for failure to pay the full amount due by the original due date if you:

- Pay at least 90% (.90) of the income tax shown to be due on the return on or before the original due date of the return; **and**
- Pay the balance due with the return 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 that is required by law to be filed.

Penalty for Failure to File

If you do not file your return and DRS files a return for you, the penalty for failure to file is 10% (.10) of the balance due or \$50, whichever is greater. If you are required to file **Form CT-1040X** and fail to do so, a penalty may be imposed.

Waiver of Penalty

You may be able to have your penalty waived if the failure to file or pay tax on time was due to a reasonable cause and was not intentional or due to neglect. Interest **cannot** be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests must include:

- A clear and complete written explanation;
- Your name and Social Security Number;
- The taxable filing period;
- The name of the original form filed or billing notice received; **and**
- Documentation supporting your explanation.

Attach your request to the **front** of your tax return **or** mail separately with a copy of your tax return to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

Refund Information

DRS issues refund checks as quickly as possible. If you have a touch-tone phone, you may check on the status of your refund anytime by calling **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). Be ready to provide your Social Security Number (and your spouse's, if filing jointly) and the exact amount of the refund you requested.

If you electronically file your return, you will be issued your refund in four days. If you send your return by mail, you should allow eight to ten weeks before calling to check on the status of your refund. If DRS does not issue your refund on or before the ninetieth day after we receive your claim for refund, you may be entitled to interest on your overpayment at the rate of $\frac{2}{3}\%$ for each month or fraction of a month between the ninetieth day following receipt of your claim for a refund or the due date of your return, whichever is later, and the date of notice that your refund is due.

Offset Against Debts

If you are due a refund but have not paid certain obligations to Connecticut state agencies or the IRS, all or part of your overpayment may be used to pay all or part of these outstanding debts or taxes. You will be advised by mail if your refund is reduced for this reason and will be given information directing you to the agency to contact if you wish to appeal. Your refund may also be reduced if you owe penalty and interest on late-filed or underpaid Connecticut income tax returns.

Nonobligated Spouse

When a joint return is filed and only one spouse owes past-due child support or a debt to any Connecticut state agency, the spouse who is not obligated may be eligible to claim a share of a joint income tax refund. A nonobligated spouse who received income in 2004 and who made Connecticut income tax payments (withholding or estimates) for the 2004 taxable year may be eligible to claim his or her share of any refund if:

- A joint Connecticut tax return was filed for 2004; **and**
- An overpayment of tax was made.

If you are a nonobligated spouse, you may claim your share of a joint refund by filing **Form CT-8379, Nonobligated Spouse Claim**.

Important: When filing **Form CT-8379**, attach all W-2, W-2G, and 1099 forms showing Connecticut income tax withheld.

Do **not** use **Form CT-8379** to claim your share of a Connecticut refund that was applied to federal taxes you owe to the IRS. You must contact the IRS Office of the Local Taxpayer Advocate in Hartford, Connecticut at 860-756-4555.

Steps to Completing Form CT-1040

Step One - Complete Your Federal Return

Before you begin, gather all your records, including your federal W-2s (Wages), W-2Gs (Winnings), 1099-Rs (Pensions), and other 1099 forms. Use this information to complete your federal income tax return. The information on your federal return is needed to complete your Connecticut return.

Step Two - Complete Your Connecticut Return

Remove the income tax forms from this booklet. Proceed item by item, reading the instructions for each line item before you enter any amount. Keep a copy for your records. You may need information from it when you file next year's return, make estimated tax payments, or to respond to a question from DRS.

Step Three - Check Your Return

Take your time in completing your return. When you have finished, recheck all of your entries and arithmetic.

After you have completed your return, **be sure to sign it** and attach any required schedules, statements, or forms.

Step Four - Attach Your Label

Remove the preprinted peel-off label on the back cover of this booklet and place it over the name and address spaces of your return. The preprinted label **does not** include your Social Security Number(s). Therefore, you **must** write your Social Security Number(s) in the spaces provided above your name(s).

Step Five - Order of Attachments

Paper clip your check or money order in payment of the tax due to the front of the income tax form in the appropriate area marked "**Clip check or money order here.**" To ensure proper posting of your payment, write your Social Security Number(s) and "**2004 Form CT-1040**" on the front of your check or money order.

In addition, if you must file any of the following forms, attach the form(s) to the **front** of your income tax return in the following order:

- **Schedule CT-1040CRC**, *Claim of Right Credit*
- **Form CT-19IT**, *Title 19 Status Release*
- **Form CT-1127**, *Application for Extension of Time for Payment of Income Tax*
- **Form CT-8379**, *Nonobligated Spouse Claim*

Attach other required forms and schedules, including **Schedule CT-1040WH**, *Connecticut Income Tax Withholding*, to the **back** of your return, or as directed on the form.

Step Six - Mail Your Return

This package contains one envelope with two pre-addressed labels for mailing your return. Use the correct label to have your return and refund processed faster.

COMPLETING FORM CT-1040

Social Security Number

The preprinted label **does not** include your Social Security Number. Therefore, you **must** write your Social Security Number in the space provided above your name. If you file a joint return, enter your Social Security Number and your spouse's Social Security Number in the order they appear on your federal return. If you are a nonresident alien and do not have a Social Security Number, enter your Individual Taxpayer Identification Number in the space provided above your name.

Filing Status

Check the appropriate box to indicate your filing status. Generally, your filing status must match your federal income tax filing status for this year. If you are not certain of your filing status for 2004, consult the information in your federal income tax booklet or call the IRS at 1-800-829-1040.

If your filing status is *qualifying widow(er) with dependent child* on federal Form 1040 or 1040A, check the box on **Form CT-1040** for "Married filing jointly or Qualifying widow(er) with dependent child." **Do not** enter your deceased spouse's name or Social Security Number in the spaces provided for Spouse's Name and Spouse's Social Security Number.

Name and Address

Be sure the information on the label is correct. Do not use this label if any of the information is incorrect. Print or type the correct information in the name and address spaces on your return. If there is no preprinted label, print or type the information requested in the space provided at the top of **Form CT-1040**.

If your return is being completed by someone else, take your booklet to your tax preparer so that the preparer can attach the label to your return.

Special Rules for Married Individuals

When one spouse is a Connecticut **resident** or a **nonresident** and the other spouse is a **part-year resident**, each spouse who is required to file a Connecticut income tax return **must** file as *married filing separately*.

When one spouse is a Connecticut **resident** and the other is a **nonresident**, each spouse who is required to file a Connecticut income tax return **must** file as *married filing separately unless* they:

- File jointly for federal income tax purposes; **and**
- Elect to be treated as if both were Connecticut residents for the entire taxable year.

When one spouse is a **nonresident alien** and the other is a **citizen** or **resident** of the U.S., each spouse who is required to file a Connecticut income tax return **must** file as *married filing separately unless*:

- An election is made by the nonresident alien and his or her spouse to file a joint federal income tax return;
- A married filing joint return is filed for federal income tax purposes; **and**
- The spouses are otherwise required or permitted to file a joint Connecticut income tax return.

The election to file a joint return means that the joint federal adjusted gross income **must** be used on **Form CT-1040**, Line 1. It also means that the spouse who would not otherwise be required to file is now jointly and severally liable for any tax liability associated with the filing of the income tax return.

If filing a joint federal return and a separate Connecticut return, enter on **Form CT-1040**, Line 1, only **your** portion of the income included in joint federal adjusted gross income.

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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.

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.

Line Instructions

Line 1 - Federal Adjusted Gross Income

Enter your federal adjusted gross income from your 2004 federal income tax return. This is the amount reported on federal Form 1040, Line 36; federal Form 1040A, Line 21; federal Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line I.

Nonresidents aliens, see *Special Information for Nonresident Aliens* on Page 6.

Line 2 - Additions

Enter the amount from **Form CT-1040**, *Schedule 1*, Line 39. See *Additions to Federal Adjusted Gross Income* on Page 18.

Line 3

Add Line 1 and Line 2. Enter the total on Line 3.

Line 4 - Subtractions

Enter the amount from **Form CT-1040**, *Schedule 1*, Line 50. See *Subtractions From Federal Adjusted Gross Income* on Page 19.

Line 5 - Connecticut Adjusted Gross Income

Subtract Line 4 from Line 3 and enter the result on Line 5. This is your Connecticut adjusted gross income.

Line 6 - Income Tax

If the amount on Line 5 is: \$12,000 or less for married filing separate individuals; \$12,625 or less for single individuals; \$19,000 or less for head of household individuals; or \$24,000 or less for married filing joint individuals, enter "0" on Line 6. You do not owe any income tax. Otherwise, calculate your tax using one of the following methods:

Tax Tables - If your Connecticut adjusted gross income is less than or equal to \$102,000, you may use the *Tax Tables* on Page 35 to find your tax. Be sure to use the correct column in the *Tax Tables*. After you have found the correct tax, enter that amount on Line 6.

Tax Calculation Schedule - You **must** use the *Tax Calculation Schedule* to figure your tax if your Connecticut adjusted gross income is more than \$102,000. You may also use the *Tax Calculation Schedule* if your Connecticut adjusted gross income is less than or equal to \$102,000. This schedule is found at the end of this booklet.

Line 7 - Credit for Income Taxes Paid to Qualifying Jurisdictions

If all or part of the income reported on this return is subject to income tax in a qualifying jurisdiction and you have filed a return and paid income taxes to that jurisdiction, complete **Form CT-1040, Schedule 2**, and enter the amount from Line 59 here. See *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions* on Page 22.

You must attach a copy of your return filed with the qualifying jurisdiction(s) or the credit will be disallowed.

Line 8

Subtract Line 7 from Line 6. Enter the result on Line 8. If Line 7 is greater than Line 6, enter "0."

Line 9 - Connecticut Alternative Minimum Tax

If you were required to pay the federal alternative minimum tax for 2004, you must file **Form CT-6251, Connecticut Alternative Minimum Tax Return - Individuals**. Enter on Line 9 the amount shown on **Form CT-6251, Line 26**.

Line 10

Add Line 8 and Line 9. Enter the total on Line 10.

Line 11 - Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle

If the amount on Line 10 is zero, skip Line 11 and Line 12 and go to Line 13. Otherwise, you **must** complete *Schedule 3* on Page 4 of **Form CT-1040** to be allowed this credit. Enter the amount from Line 68 on Line 11. Be certain to include all of the requested information or your credit may be denied. See *Schedule 3 - Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle* on Page 25.

The credit is limited to the lesser of \$350 or the amount of qualifying property taxes paid. The maximum property tax credit allowed is **\$350** per return, regardless of filing status.

See *Property Tax Credit Table* on Page 27. **This credit can be used to offset only your 2004 income tax. You may not carry this credit forward and it is not refundable.**

Line 12

Subtract Line 11 from Line 10. Enter the result on Line 12. If less than zero, enter "0."

Line 13 - Adjusted Net Connecticut Minimum Tax Credit

Enter the amount from **Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts and Estates**, on Line 13. If you did not pay Connecticut alternative minimum tax in 1994 or thereafter, or if you entered an amount on **Form CT-1040, Line 9**, enter "0."

Line 14 - Connecticut Income Tax

Subtract Line 13 from Line 12. Enter the result on Line 14. If less than zero, enter "0."

Line 15 - Individual Use Tax

Complete *Schedule 4* on Page 4 of **Form CT-1040**. Enter on Line 15 the total use tax due as reported on *Schedule 4, Line 69*. You **must** enter "0" if no Connecticut use tax is due; otherwise you will not have filed a use tax return.

Line 16 and Line 17 - Total Tax

Add Line 14 and Line 15. Enter the total on Line 16 and Line 17.

Line 18 - Connecticut Tax Withheld

Enter the number from Box b in Column A of Form CT-1040.

Control number 22222		OMB No. 1545-0028	
Employee identification number XX-XXXXXXX		1 Wages, tips, other compensation	2 Federal income tax withheld
Employee's name, address, and ZIP code		3 Social security wages	4 Social security tax withheld
		5 Medicare wages and tips	6 Medicare tax withheld
		7 Social security tips	8 Allocated tips
Employee's social security number		9 Advance EIC payment	10 Dependent care benefits
Employee's first name and initial Last name		11 Nonqualified plans	12a
Enter the amount from Box 16 in Column B of Form CT-1040		13	12b
		14 Other	12c
			12d
Employee's address and ZIP code		15 State wages, tips, etc. XXXX.00	16 Local wages, tips, etc.
15 State CT		17 State income tax XXXX.00	18 Local income tax
19 Locality name		20	
Form W-2 Wage and Tax Statement 2004 Department of the Treasury - Internal Revenue Service			
Copy 1 - For State, City, or Local Tax Department			

Box 15 - Must show CT to be claimed as Connecticut Withholding.

Enter the amount from Box 17 (in whole dollars) in Column C of Form CT-1040.

For each federal Form W-2, W-2G, or 1099, where Connecticut income tax was withheld, enter the following on Lines 18a through 18g:

Column A: Enter the Employer Identification Number.

Column B: Enter the amount of Connecticut Wages, Tips, etc.

Column C: Enter the amount of Connecticut income tax withheld.

Do **not** include tax withheld for other states or federal income tax withholding.

If you have more than seven federal Forms W-2, W-2G, or 1099 showing Connecticut income tax withheld, you must complete **Schedule CT-1040WH**, *Connecticut Income Tax Withholding* (located in the back of this booklet). Enter on **Schedule CT-1040WH** only Connecticut income tax withholding amounts that were not previously reported on **Form CT-1040**. Enter the total from **Schedule CT-1040WH**, Line 3 on the last line of Column C, Line 18h.

Add all entries in Column C (including the additional amount from **Schedule CT-1040WH**) and enter the total Connecticut income tax withheld on Line 18.

Do not attach copies of W-2, W-2G, and 1099 forms. Keep these for your records. They may be requested by DRS at a later date.

Important: When filing **Form CT-8379**, attach all W-2, W-2G, and 1099 forms showing Connecticut income tax withheld.

Line 19 - All 2004 Estimated Tax Payments

Enter on Line 19 the total of all Connecticut estimated tax payments, advance tax payments, and any overpayments of Connecticut income tax applied from a prior year. Be sure to include any 2004 estimated payments made in 2005. **Do not** include any refunds received.

Line 20 - Payments Made With Form CT-1040 EXT

If you filed **Form CT-1040 EXT**, *Application for Extension of Time to File*, enter on Line 20 the amount you paid with that form.

Line 21 - Total Payments

Add Lines 18, 19, and 20. Enter the total on Line 21. This represents the total of all Connecticut tax payments made.

Line 22 - Overpayment

If Line 21 is greater than Line 17, subtract Line 17 from Line 21 and enter the result on Line 22. This is your overpayment. To properly allocate your overpayment, go to Lines 23, 24, and 25. (If Line 21 is less than Line 17, go to Line 26.)

Line 23 - Amount of Line 22 You Want Applied to Your 2005 Estimated Tax

Enter the amount of your 2004 overpayment that you want applied to your 2005 estimated Connecticut income tax. It will be treated as estimated tax paid on April 15, 2005, if your return is filed on time or if you filed a timely request for extension and your return is filed within the extension period. Payments received after April 15, 2005, will be applied as of the date of receipt. **Your request to apply this amount to your 2005 estimated income tax is irrevocable.**

Line 24 - Total Contributions of Refund to Designated Charities

You may make a contribution on this return only if you are entitled to a refund. Your contribution is limited to your refund amount. Write in a whole dollar amount for each fund to

which you wish to contribute. Add your contributions from Lines 24a through 24e and enter the total on Line 24. **Your contribution is irrevocable.**

You may also make direct contributions by following the instructions on Page 28.

Line 25 - Refund

Subtract the total of Line 23 and Line 24 from Line 22. Enter the result on Line 25. This is the amount of your refund. Early filers receive their refunds faster. Be sure to affix the **refund label** to the envelope when mailing your return.

Get your refund faster by choosing **direct deposit**. Complete Lines 25a, 25b, and 25c to have your refund directly deposited into your checking or savings account.

Enter your nine-digit bank routing number and your bank account number in Lines 25b and 25c. Your bank routing number is 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.

Name of Depositor		Date	No. 101
Street Address			
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		

If any of the bank information you supply for direct deposit does not match, a paper check will automatically be issued to you. Some financial institutions do not allow a joint refund to be deposited into an individual account.

Your overpayment is applied in the following order: penalty and interest you owe, amounts designated by you to be applied to your 2005 estimated tax, other taxes you may owe the DRS, debts to other Connecticut state agencies, federal taxes you may owe the IRS, and charitable contributions designated by you. Any remaining balance will be refunded to you.

Line 26 - If Line 17 is Greater Than Line 21, Enter Amount of Tax Due

If Line 17 is greater than Line 21, subtract Line 21 from Line 17 and enter the result on Line 26. This is the amount of tax you owe. See *Estimated Tax Payments* on Page 11.

Line 27 - Penalty for Late Payment or Late Filing

Late Payment Penalty: The penalty for late payment or underpayment of income or use tax is 10% (.10) of such amount due. Taxpayers who pay at least 90% (.90) of the income tax shown to be due on the return on or before the original due date of the return and remit the balance due with

the return on or before the extended due date will avoid penalty for failure to pay the full amount due by the original due date. Interest of 1% (.01) per month or fraction of a month will continue to accrue on the underpayment until the tax is paid in full.

Late Filing Penalty: In the event that 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.

Line 28 - Interest for Late Payment or Late Filing

If you fail to pay the tax when due, interest will be charged at 1% (.01) per month or fraction of a month from the due date until payment is made.

Line 29 - Interest on Underpayment of Estimated Tax

If Line 14 minus Line 18 is \$1,000 or more, you may owe interest on estimated tax that you either underpaid or paid late. **Form CT-2210, Underpayment of Estimated Income Tax by Individuals, Trusts and Estates**, can help you determine whether you did underestimate and will help you calculate interest. However, this is a complex form and you may prefer to have DRS calculate the interest. If so, do **not** file **Form CT-2210**, leave this line blank, and DRS will send you a bill. Interest on underpayment of estimated income tax stops accruing on the **earlier** of the day you pay your tax or April 15, 2005.

Line 30 - Amount You Owe

Add Lines 26 through 29. Enter the total on Line 30. This is the total amount you owe. Pay the amount in full with your return.

Payment Options



If you filed a 2003 Connecticut income tax return, you may elect to pay your 2004 Connecticut income tax liability using your American Express® card, Discover® card, MasterCard® card, or VISA® card. A convenience fee will be charged by the credit card service provider. The fee is 2.5% of your total tax payment. 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.

To Pay by Credit Card:

- Call Official Payments Corporation toll-free at **1-800-2PAY-TAX** (1-800-272-9829). You will be asked to enter the Connecticut Jurisdiction Code: 1777; or
- Visit: **www.officialpayments.com** and select Payment Center.

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

To Pay by Mail:

Make your check or money order payable to the "**Commissioner of Revenue Services**." To ensure proper posting of your payment, write your Social Security Number(s) and "**2004 Form CT-1040**" on the front of your

check or money order. Be sure to sign your check and paper clip it to the front of your return. **Do not send cash.**

Failure to file or failure to pay the proper amount of tax when due **will result in penalty and interest charges.** It is to your advantage to file when your return is due whether or not you are able to make full payment.

Sign Your Return

After completing your Connecticut **Form CT-1040**, sign your name and write the date you signed the return. Your spouse must also sign and enter the date if this is a joint return. The signature line is located on the back of **Form CT-1040**.

If you file a joint return, you **must** review the information with your spouse. When both you and your spouse sign the return, you become jointly and severally responsible for paying the full amount of tax, interest, and penalties due.

Paid Preparer Signature

Anyone you pay to prepare your return must sign and date it. 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.

Third Party Designee

If you wish to authorize DRS to contact your friend, family member, or any other person, to discuss your 2004 tax return, enter the designee's name, telephone number, and any five numbers the designee chooses as his or her personal identification number (PIN). If you wish to authorize DRS to contact the paid preparer who signed your return, enter "Preparer" in the space for the designee's name. You do not have to provide the other information requested.

If you enter a designee's name, you, and your spouse if filing a joint return, are authorizing DRS to call the designee to answer any questions that may arise during the processing of your return. You are also authorizing the designee to:

- Give DRS any information missing from your return;
- Call DRS for information about the processing of your return or the status of your refund or payment; **and**
- Respond to certain DRS notices that you have shared with the designee about math errors, offsets, and return preparation. The notices will not be sent to the designee.

Once DRS completes processing the return, the authorization ends. The authorization cannot be revoked. However, the authorization will automatically end no later than the due date (without regard to extensions) for filing your 2005 tax return. This is April 15, 2006, for most taxpayers.

Selecting a designee does not replace a power of attorney and will not authorize the designee to receive refund checks, bind you to anything (including additional tax liabilities), or represent you before DRS. To authorize another individual to represent you or act on your behalf, you must complete **Form LGL-001, Power of Attorney**.

Filing Your Return

Keep a copy of this return and all attachments for your records. Attach to this return any required schedules and forms. Do **not** attach copies of your federal income tax return or federal schedules.

1. Remove both labels from the envelope flap along the perforation.
2. Choose the correct label for your return, moisten, and place it on the return envelope.
3. Affix the correct postage to the envelope.

Do not use these mailing labels to send other correspondence to DRS. Using these labels for other purposes will delay our response to you.

Recordkeeping

Make a copy of your tax return, worksheets that you used, and records of all items appearing on the return (such as W-2 and 1099 forms) 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. You may need this information to prepare future returns or to file amended returns.

Copies of Returns

You may request a copy of a previously filed Connecticut income tax return from DRS by completing **Form LGL-002, Request for Disclosure of Tax Return or Tax Return Information**. You can usually expect your copy in three weeks.

SCHEDULE 1 - MODIFICATIONS TO FEDERAL ADJUSTED GROSS INCOME

The following modifications to federal adjusted gross income are provided in Conn. Gen. Stat. §12-701(a)(20). Your federal adjusted gross income may not be further modified in determining your Connecticut adjusted gross income except as expressly provided by Conn. Gen. Stat. §12-701(a)(20).

Additions to Federal Adjusted Gross Income

Enter all Amounts as Positive Numbers

Line 31 - Interest on State and Local Government Obligations Other Than Connecticut

Enter the total amount of interest income derived from state and municipal government obligations (other than obligations of the State of Connecticut or its municipalities) which is not taxed for federal income tax purposes. Do not enter interest income derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 32 - Exempt-Interest Dividends From a Mutual Fund Derived From State or Municipal Government Obligations Other Than Connecticut

Enter the total amount of exempt-interest dividends received from a mutual fund that are derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities. If the exempt-interest dividends are derived from obligations of Connecticut and other states, enter only the percentage derived from non-Connecticut obligations. Do not enter exempt-interest dividends derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Example: A fund invests in obligations of many states, including Connecticut. Assuming that 20% of the distribution is from Connecticut obligations, the remaining 80% would be added back on this line.

Line 33—Special Depreciation Allowance for Qualified Property Placed in Service Prior to September 11, 2004

If you filed federal Form 4562, Depreciation and Amortization (including Information on Listed Property), enter on Line 33 the sum of the following:

- For qualified property placed in service prior to **September 11, 2004**, for which an additional 50% special depreciation allowance applies, 60% of the sum of the amounts you entered for that property on federal Form 4562, Line 14 and Line 25. (Do not enter any amount for qualified property placed in service on or after September 11, 2004 and prior to January 1, 2005.)
- For qualified property placed in service prior to **September 11, 2004**, for which an additional 30% special depreciation allowance applies (because you elected to deduct the 30% special depreciation allowance instead of the 50% special depreciation allowance), the sum of the amounts you entered for that property on federal Form 4562, Line 14 and Line 15. (Do not enter any amount for qualified property placed in service on or after September 11, 2004 and prior to January 1, 2005.)

See **Special Notice 2003(21), 2003 Legislation Affecting the Connecticut Income Tax**.

Line 34 - Taxable Amount of Lump-Sum Distributions From Qualified Plans Not Included in Federal AGI

If you filed federal Form 4972, Tax On Lump-Sum Distributions, with your federal Form 1040 to compute the

tax on any part of a distribution from a qualified plan, enter that part of the distribution on Line 34. Do not enter any part of the distribution reported on federal Form 1040, Line 16a; federal Form 1040A, Line 12a; or federal Form 1040, Schedule D.

Line 35 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates, Schedule B, Part 1, Column 5.** Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount greater than zero, enter the amount on Line 35. If the amount is less than zero, enter the amount on Line 46.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if greater than zero, on Line 35.

Line 36 - Loss on Sale of Connecticut State and Local Government Bonds

Enter the total losses from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes, whether or not the entire loss is used in computing federal adjusted gross income.

Line 37 - Allocated for future use

Line 38 - Other

Use Line 38 to report any of the following modifications:

1. Add back any treaty income reported on federal Form 1040NR-EZ or Form 1040NR if a nonresident alien. Enter the words "treaty income" in the space provided.
2. Add back any loss or deduction of an enrolled member of the Mashantucket Pequot Tribe who resides in Indian country of such tribe or any loss or deduction of an enrolled member of the Mohegan Tribe who resides in Indian country of such tribe, where such loss or deduction is derived from or connected with Indian country of such tribe. Enter the words "Mashantucket Pequot Tribe enrolled member" or "Mohegan Tribe enrolled member," as the case may be.
3. Add back any Connecticut income tax deducted on the federal income tax return to arrive at federal adjusted gross income. Do not add back any Connecticut income tax deducted on federal Form 1040, Schedule A.
4. Add back any expenses paid or incurred for the production (including management, conservation, and maintenance of property held for the production) or collection of income exempt from Connecticut income tax which were

deducted on the federal return to arrive at federal adjusted gross income.

5. Add back any amortizable bond premium on bonds producing interest income exempt from Connecticut income tax which premiums were deducted on the federal return to arrive at federal adjusted gross income.
6. Add back any interest or dividend income on obligations or securities of any authority, commission, or instrumentality of the U.S. which federal law exempts from federal income tax but does not exempt from state income taxes.
7. Add back to the extent deductible in determining federal adjusted gross income, any interest expenses on indebtedness incurred or continued to purchase or carry obligations or securities (the income from which is exempt from Connecticut income tax).
8. Also use Line 38 to report any additions to federal adjusted gross income required for Connecticut income tax purposes which are not listed on Lines 31 through 36.

Line 39 - Total Additions

Add Lines 31 through 38. Enter the total on **Form CT-1040, Line 39.**

Subtractions From Federal Adjusted Gross Income

Enter all Amounts as Positive Numbers

Line 40 - Interest on U.S. Government Obligations

Enter the total amount of interest income (to the extent includible in federal adjusted gross income) derived from U.S. government obligations, which federal law prohibits states from taxing (for example, U.S. government bonds such as Saving Bonds Series EE and Series HH, U.S. Treasury bills and notes).

For Series EE U.S. Savings Bonds, you are entitled to include on Line 40 **only** the amount of interest subject to federal income tax after exclusion of the amounts reported on federal Form 8815. In general, you will report the net taxable amount on federal Form 1040, Schedule B, or federal Form 1040A, Schedule 1.

Do not enter the amount of interest income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing interest income derived from these obligations, and this interest income is taxable for Connecticut income tax purposes.

Do not enter the amount of interest paid to you on any federal income tax refund.

Refunds in 4 days!



Quick and easy!

Page 19

Line 41 - Exempt Dividends From Certain Qualifying Mutual Funds Derived From U.S. Government Obligations

Enter the total amount of exempt dividends received from a qualifying mutual fund that are derived from U.S. government obligations. A mutual fund is a qualifying fund if, at the close of each quarter of its taxable year, at least 50% of the value of its assets consists of U.S. government obligations. The percentage of dividends that are exempt dividends should be reported to you by the mutual fund.

Do not enter the amount of dividend income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing income derived from these obligations, and this income is taxable for Connecticut income tax purposes.

Example: A qualifying mutual fund pays a dividend of \$100. Of the distribution, 55% is attributable to U.S. Treasury bills and 45% to other investments. The amount that should be reported on Line 41 is \$55.

Line 42 - Social Security Benefit Adjustment

If you receive Social Security benefits that are subject to federal income tax, you may reduce or eliminate the amount of your benefits that are subject to Connecticut income tax. Your Social Security benefits are fully exempt from Connecticut income tax, if your filing status is **Single** or **Married Filing Separately** and the amount reported on

Form CT-1040, Line 1 is less than \$50,000; or **Married Filing Jointly** or **Head of Household** and the amount reported on **Form CT-1040**, Line 1 is less than \$60,000. If this is the case, enter on Line 42 the amount of federally taxable Social Security benefits reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b.

Your Social Security benefits are partially exempt from Connecticut income tax, if your federal adjusted gross income is above the threshold for your filing status. If you used the worksheets contained in the instructions to federal Form 1040 or federal Form 1040A to calculate the amount of taxable Social Security benefits, complete the *Social Security Benefit Adjustment Worksheet* below and enter the amount from Line F on Line 42. If you did not use these worksheets, but instead used worksheets contained in federal Publication 590 or federal Publication 915, see **Announcement 2001(4)**, *Taxability of Social Security Benefits for Connecticut Income Tax Purposes*.

Important: If you are using a worksheet not from a federal publication, such as one you printed from a tax preparation program on your computer or one given to you by your tax preparer, you should verify that the line references from these worksheets are the same as the equivalent federal publication to be certain you are using the proper amounts.

Line 43 - Refunds of State and Local Income Taxes

Enter the amount of taxable refunds of state and local income taxes reported on your federal Form 1040, Line 10. If federal Form 1040, Line 10 is blank, or if you filed federal Form 1040A, 1040EZ, or telefiled your federal return, enter "0."

SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET - Line 42	
Enter the amount from Form CT-1040 , Line 1.	
If your filing status is Single or Married Filing Separately , is the amount on Line 1 \$50,000 or more?	
<input type="checkbox"/> Yes: Complete this worksheet. <input type="checkbox"/> No: Do not complete this worksheet. Enter the amount of federally taxable Social Security benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Form CT-1040 , Line 42.	
If your filing status is Married Filing Jointly or Head of Household , is the amount on Line 1 \$60,000 or more?	
<input type="checkbox"/> Yes: Complete this worksheet. <input type="checkbox"/> No: Do not complete this worksheet. Enter the amount of federally taxable Social Security benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Form CT-1040 , Line 42.	
A. Enter the amount reported on your 2004 federal Social Security Benefits Worksheet, Line 1.	
If Line A is zero or less, stop here and enter "0" on Line 42. Otherwise, go to Line B.	
B. Enter the amount reported on your 2004 federal Social Security Benefits Worksheet, Line 9.	
If Line B is zero or less, stop here. Otherwise, go to Line C.	
C. Enter the lesser of Line A or Line B.	
D. Multiply Line C by 25% (.25).	
E. Taxable amount of Social Security benefits reported on your 2004 federal Social Security Benefits Worksheet, Line 18.	
F. Social Security Benefit Adjustment - Subtract Line D from Line E. Enter the amount here and on Form CT-1040 , Schedule 1, Line 42. (If Line D is greater than or equal to Line E, enter "0.")	

Line 44 - Tier 1 and Tier 2 Railroad Retirement Benefits and Supplemental Annuities

If you received Tier 1 or Tier 2, or both, railroad retirement benefits or supplemental annuities during 2004, you may deduct the amount included in your federal adjusted gross income but only to the extent such benefits were not already subtracted from federal adjusted gross income on Line 42 (Social Security Benefit Adjustment). Enter the balance not already subtracted on Line 42 of Tier 1 and Tier 2 railroad retirement benefits reported on federal Form 1040, Line 16b or Line 20b, or federal Form 1040A, Line 12b or Line 14b. Likewise, enter the amount of railroad unemployment benefits, including sickness benefits paid by the Railroad Retirement Board (RRB) in lieu of unemployment benefits, to the extent included in your federal adjusted gross income. However, do not enter sickness benefits paid by the RRB resulting from an on-the-job injury, because these benefits are not included in your federal adjusted gross income.

Line 45 - Special Depreciation Allowance for Qualified Property Placed in Service During the Preceding Year

If you added bonus depreciation to your federal adjusted gross income on your 2003 **Form CT-1040**, Line 32, you may subtract 25% of that bonus depreciation amount on Line 45 and 25% of that bonus depreciation amount on the comparable line of your Connecticut income tax return for the 2005, 2006, and 2007 taxable years. If you added bonus depreciation to your federal adjusted gross income on your 2002 **Form CT-1040**, Line 32, you may subtract 25% of that bonus depreciation amount on Line 45 and 25% of that bonus depreciation amount on the comparable line of your Connecticut income tax return for the 2005 and 2006 taxable years.

Example: Linda was required to make an addition modification of \$3,000 on Line 32 of her **2002 Form CT-1040**, and \$5,000 on Line 32 of her **2003 Form CT-1040**. On her **2004 Form CT-1040**, Line 45, she will make a subtraction modification of \$2,000. This amount is 25% of the \$3,000 reported on her **2002 Form CT-1040**, Line 32 and the \$5,000 reported on her **2003 Form CT-1040**, Line 32.

See **Special Notice 2003(21)**, *2003 Legislation Affecting the Connecticut Income Tax*.

Line 46 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on **Form CT-1041**, *Connecticut Income Tax Return for Trusts and Estates, Schedule B*, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount less than zero, enter the amount on Line 46. If the amount is greater than zero, enter the amount on Line 35.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if less than zero, on Line 46.

Line 47 - Gain on Sale of Connecticut State and Local Government Bonds

Enter the total of all gains from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes.

Line 48 - Allocated for future use

Line 49 - Other

Use Line 49 to report any of the following modifications:

1. Subtract the amount of any distributions that you received from the Connecticut Higher Education Trust Fund (CHET) as a designated beneficiary to the extent includable in your federal adjusted gross income.

Note: Congress passed legislation excluding from federal gross income any distribution from a qualified State tuition program (such as CHET), to the extent that the distribution is used to pay for qualified higher education expenses (Pub. L. No. 107-16, §402). To the extent any distribution from CHET is excluded from federal gross income, the amount should not be reported as a subtraction modification on Line 49.

2. Subtract any income or gain of an enrolled member of the Mashantucket Pequot Tribe who resides in Indian country of such tribe or any income or gain of an enrolled member of the Mohegan Tribe who resides in Indian country of such tribe, where such income or gain is derived from or connected with Indian country of such tribe. Enter the words "Mashantucket Pequot Tribe enrolled member" or "Mohegan Tribe enrolled member," as the case may be.
3. Subtract the amount of interest earned on funds deposited in a Connecticut individual development account, to the extent included in federal adjusted gross income.
4. Subtract any interest paid on indebtedness incurred to acquire investments that provide income taxable in Connecticut but exempt for federal purposes, that is not deductible in determining federal adjusted gross income, and that is attributable to a trade or business of that individual.
5. Subtract expenses paid or incurred for the production (including management, conservation, and maintenance of property held for production) or collection of income taxable in Connecticut but exempt from federal income tax, which were not deductible in determining federal adjusted gross income, and that is attributable to a trade or business of that individual.
6. Subtract any amortizable bond premium on bonds that provide interest income taxable in Connecticut but exempt from federal income tax, which premiums were not deductible in determining federal adjusted gross income, and that is attributable to a trade or business of that individual.

7. Subtract the amount of any interest income from notes, bonds, or other obligations of the State of Connecticut, which interest income is included in federal adjusted gross income.

Do **not** use Line 49 to subtract income subject to tax in a qualifying jurisdiction (see *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, below) or income of a nonresident spouse (see *Special Rules for Married Individuals* on Page 14).

Line 50 - Total Subtractions

Add Lines 40 through 49. Enter the total on **Form CT-1040**, Line 50.

Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions

Important: You must first complete **Form CT-1040, Schedule 3 - Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle**, before completing *Schedule 2*. See instructions on Page 25.

Am I Eligible for the Credit for Income Taxes Paid to Qualifying Jurisdictions

If you are a **resident** of Connecticut and if any part of your income was taxed by a **qualifying jurisdiction**, you may be able to claim a credit against your Connecticut income tax liability for qualifying income tax payments you have made.

Taxpayers seeking a credit for alternative minimum taxes paid to another jurisdiction must complete **Form CT-6251, Connecticut Alternative Minimum Tax Return-Individuals**, to calculate their alternative minimum tax credit.

What is a Qualifying Jurisdiction

A *qualifying jurisdiction* includes another state of the U.S., a local government within another state, or the District of Columbia. A *qualifying jurisdiction* does not include the State of Connecticut, the U.S., or a foreign country or its provinces (for example, Canada and Canadian provinces).

What are Qualifying Income Tax Payments

Qualifying income tax payments are income taxes that you actually paid on income:

- Derived from or connected with sources within the qualifying jurisdiction; **and**
- Subject to tax in the qualifying jurisdiction.

What is Income Derived From or Connected With Sources Within a Qualifying Jurisdiction

- Compensation that is received for personal services performed in a qualifying jurisdiction;
- Income from a business, trade, or profession carried on in a qualifying jurisdiction;
- Gambling winnings from a state-conducted lottery. See **Informational Publication 2003(21)**, *Connecticut*

Income Tax Treatment of State Lottery Winnings Received by Residents and Nonresidents of Connecticut; **or**

- Income from real or tangible personal property situated in a qualifying jurisdiction.

Income from intangibles, such as stocks and bonds, is not considered derived from or connected with sources within a qualifying jurisdiction **unless** the income is from property employed in a business, trade, or profession carried on in that jurisdiction.

What Payments Do Not Qualify

- Income tax payments made to a qualifying jurisdiction on income that was not derived from or connected with sources within the qualifying jurisdiction (such as wages not derived from or connected with sources within the qualifying jurisdiction);
- Income tax payments made to a qualifying jurisdiction on income not included in your Connecticut adjusted gross income;
- Income tax paid to a jurisdiction that is not a qualifying jurisdiction, including a foreign country or its provinces (for example, Canada and Canadian provinces);
- Alternative minimum tax paid to a qualifying jurisdiction;
- Income tax paid to a qualifying jurisdiction if you claimed credit on that jurisdiction's income tax return for income tax paid to Connecticut; **or**
- Penalties or interest on income taxes you paid to a qualifying jurisdiction.

What Limitations Apply to the Credit

The total credit is limited to whichever of the following amounts is least:

- The amount of income tax paid to the qualifying jurisdiction;
- The portion of Connecticut income tax due on the Connecticut adjusted gross income that is sourced in the qualifying jurisdiction; **or**
- The amount of your Connecticut income tax entered on **Form CT-1040**, Line 6.

How Do I Calculate the Credit

You **must** first complete your income tax return(s) in the qualifying jurisdiction(s). Then, complete *Schedule 2 - Worksheet* on Page 23, to determine the amount to enter on *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, Line 53.

The allowed credit must be separately computed for each qualifying jurisdiction. Use separate columns for each qualifying jurisdiction for which you are claiming a credit. **Attach a copy of all income tax returns filed with qualifying jurisdictions to your Connecticut income tax return or the credit will be disallowed.**

Schedule 2 provides two columns, A and B, to compute the credit for two jurisdictions. If you need more than two columns, create a worksheet identical to *Schedule 2* and attach it to the back of your **Form CT-1040**.

If you are claiming credit for income taxes paid to another state **and** to one of its political subdivisions, follow these rules to determine your credit:

- A. If the **same amount** of income is taxed by both the city and state (see Example on Page 25):
1. Use only **one** column on **Form CT-1040, Schedule 2** to calculate your credit;
 2. Enter the same income taxed by both city and state in that column on *Schedule 2*; **and**
 3. Combine the amounts of tax paid to the city and the state and enter the total on Line 57 of that column.
- B. If the **amounts** of income taxed by both the city and state are **not the same**:
1. Use **two** columns on **Form CT-1040, Schedule 2**;
 2. Include only the same income taxed by both jurisdictions in the first column; **and**

3. Include the excess income taxed by only one of the jurisdictions in the next column.

Schedule 2 - Worksheet Instructions

Complete *Schedule 2 - Worksheet* to determine the portion of your Connecticut adjusted gross income derived from a qualifying jurisdiction. For each line in Column II, enter the items of income from Column I that meet **all** of the following conditions:

- The income is derived from or connected with sources within a qualifying jurisdiction;
- The income is reported on an income tax return filed with that qualifying jurisdiction and subject to income tax in such jurisdiction; **and**
- You have paid income tax on the income to that qualifying jurisdiction.

If you paid income tax to more than one qualifying jurisdiction, you must complete a separate worksheet for each jurisdiction. Keep this worksheet with your 2004 tax records. Do not attach to your tax return.

SCHEDULE 2 - WORKSHEET		
Complete this worksheet and enter the amount from Line 20, Column II, on Form CT-1040, Schedule 2 , Line 53. Complete a separate worksheet for each qualifying jurisdiction if you paid income tax to more than one qualifying jurisdiction.	Column I	Column II Amount Taxable in Qualifying Jurisdiction
1. Wages, salaries, tips, etc.	1.	
2. Taxable interest	2.	
3. Ordinary dividends	3.	
4. Taxable refunds, credits, or offsets of state and local income taxes	4.	
5. Alimony received	5.	
6. Business income or (loss)	6.	
7. Capital gain or (loss)	7.	
8. Other gains or (losses)	8.	
9. Taxable amount of IRA distributions	9.	
10. Taxable amount of pensions and annuities	10.	
11. Rental real estate, royalties, partnerships, S corporations, trusts, etc.	11.	
12. Farm income or (loss)	12.	
13. Unemployment compensation	13.	
14. Taxable amount of social security benefits	14.	
15. Other income (including lump-sum distributions)	15.	
16. Add Lines 1 through 15	16.	
17. Total federal adjustments to income	17.	
18. Federal adjusted gross income (Subtract Line 17 from Line 16)	18.	
19. Connecticut modifications (See instructions)	19.	
20. Connecticut adjusted gross income (Add Line 18 and Line 19) Enter the amount from Column II on Form CT-1040, Schedule 2 , Line 53.	20.	

Refunds in 4 days!



Quick and easy!

The federal income tax return line references are to the federal Form 1040. If you file a federal Form 1040A, federal Form 1040EZ, or federal TeleFile Tax Record, use the appropriate lines from those forms.

Column I

Enter on Lines 1 through 15 of the worksheet, the amounts entered on Lines 7 through 21, respectively, of your federal income tax return.

Enter on Line 17 of the worksheet the amount entered on Line 35 of your federal income tax return.

Enter on Line 19 of the worksheet the net amount of your Connecticut modifications to federal adjusted gross income. (Subtract Form CT-1040, Schedule 1, Line 50 from Line 39, to arrive at this amount.)

Column II

For each line, enter that portion of the amount entered on the same line of Column I that you reported on an income tax return filed with (and on which income tax was paid to) the qualifying jurisdiction. On Line 19 enter only the portion of Connecticut modifications directly related to income sourced in the qualifying jurisdiction. The fact that the qualifying jurisdiction may take into account your entire adjusted gross income (to compute the rate at which your income sourced in that jurisdiction will be taxed) does not mean you paid income tax to that jurisdiction on your entire adjusted gross income. Because you are a nonresident of the qualifying jurisdiction, you may be taxed by that jurisdiction only on your income sourced in that jurisdiction.

Example 1: Laura, a Connecticut resident whose filing status is single, earned wages of \$150,000 from a company located in the State of New York. Laura works inside and outside of New York and allocated her wage income based upon the days worked in New York. She determined \$100,000 to be her New York State allocated wage income and reported and paid this amount on her New York nonresident income tax return. On her federal Form 1040, Line 7, she entered \$150,000. When completing Schedule 2 - Worksheet, she will enter \$150,000 in Column I, Line 1, and \$100,000 in Column II, Line 1. Laura will also enter \$100,000 on Form CT-1040, Schedule 2, Line 53.

Example 2: Luke and Leslie file a joint federal Form 1040 and a joint Form CT-1040. Leslie's wages as an employee working in Rhode Island are \$20,000 and Luke's wages as an employee working in Connecticut are \$25,000. On their federal Form 1040, Line 7, they will enter \$45,000. When completing Schedule 2 - Worksheet, Luke and Leslie will enter \$45,000 in Column I, Line 1, and \$20,000 in Column II, Line 1. Luke and Leslie will also enter \$20,000 on Form CT-1040, Schedule 2, Line 53.

Example 3: Linda is a sole proprietor of a business conducted at two locations: one in Connecticut and one in Massachusetts. On Linda's federal Form 1040, Line 12, she entered \$100,000. Of the \$150,000 of gross income reported on federal Form 1040, Schedule C, \$90,000 is derived from the Massachusetts location. Of the \$50,000 of expenses reported on Schedule C, \$35,000 is derived from the Massachusetts location. When completing Schedule 2 - Worksheet, Linda will enter \$100,000 in Column I, Line 6, and \$55,000 (\$90,000 - \$35,000) in Column II, Line 6. Linda will also enter \$55,000 on Form CT-1040, Schedule 2, Line 53.

Schedule 2 - Line Instructions

Line 51 - Modified Connecticut Adjusted Gross Income

Add to Connecticut adjusted gross income from Line 5, any net loss derived from or connected with sources in a qualifying jurisdiction(s) where you were subject to income taxation, whether or not income tax was actually paid to the jurisdiction(s). The modified amount is entered on Line 51.

Example: Fred's Connecticut adjusted gross income of \$60,000 includes income of \$15,000 from business activities conducted in Massachusetts and a net loss of \$20,000 from a business conducted in Rhode Island. He must add the \$20,000 net loss to the \$60,000 and enter the \$80,000 on Line 51.

Line 52 - Taxing Jurisdiction(s)

If you claim credit for income taxes paid to a qualifying jurisdiction, enter on Line 52 the name and the two-letter code of each qualifying jurisdiction for which you are claiming credit. If you are claiming credit for income taxes paid to a political subdivision of another state, enter on Line 52 the name and two-letter code of the state.

Standard Two-letter Codes

Alabama	AL	Louisiana	LA	Ohio	OH
Arizona	AZ	Maine	ME	Oklahoma	OK
Arkansas	AR	Maryland	MD	Oregon	OR
California	CA	Massachusetts	MA	Pennsylvania	PA
Colorado	CO	Michigan	MI	Rhode Island	RI
Delaware	DE	Minnesota	MN	South Carolina	SC
District of Columbia	DC	Mississippi	MS	Tennessee	TN
Georgia	GA	Missouri	MO	Utah	UT
Hawaii	HI	Montana	MT	Vermont	VT
Idaho	ID	Nebraska	NE	Virginia	VA
Illinois	IL	New Jersey	NJ	West Virginia	WV
Indiana	IN	New Mexico	NM	Wisconsin	WI
Iowa	IA	New York	NY		
Kansas	KS	North Carolina	NC		
Kentucky	KY	North Dakota	ND		

Line 53 - Non-Connecticut Income

Complete the Schedule 2 - Worksheet on Page 23, to determine the total of non-Connecticut income which is included in your Connecticut adjusted gross income and is reported on a qualifying jurisdiction's income tax return. Enter on Line 53 the amount from Column II, Line 20 of the Worksheet.

Line 54

Divide the amount on Line 53 by the amount on Line 51. The result cannot exceed 1.0000. Round to four decimal places.

Line 55 - Income Tax Liability

Subtract Line 11 from Line 6 and enter the result on Line 55.

Line 56

Multiply the percentage arrived at on Line 54 by the amount reported on Line 55.

Example: Jean is a Connecticut resident who worked in City Y, a city in State X, during the 2004 taxable year. Jean's filing status is single and her Connecticut adjusted gross income is \$160,000. The amount entered on Jean's **Form CT-1040**, Line 55 is \$7,800. Both State X and City Y impose an income tax. Her Connecticut adjusted gross income derived from State X is \$80,000, as is her Connecticut adjusted gross income derived from City Y. Because the amounts of income taxed by both State X and City Y are the same, Jean will use one column on **Form CT-1040**, *Schedule 2*. Jean pays an income tax of \$6,000 to State X and an income tax of \$360 to City Y. Since Jean's **Form CT-1040**, Line 51 is \$160,000, her *Schedule 2* will be completed as follows:

	COLUMN A	COLUMN B
LINE 52	State X, City Y	
LINE 53	80,000 00	00
LINE 54	.5000	
LINE 55	7,800 00	00
LINE 56	3,900 00	00
LINE 57	6,360 00	00
LINE 58	3,900 00	00
LINE 59	TOTAL CREDIT	3,900 00

Line 57 - Income Tax Paid to a Qualifying Jurisdiction

Enter on Line 57 the total amount of income tax paid to a qualifying jurisdiction.

Income tax paid means the lesser of your income tax liability to the qualifying jurisdiction or the income tax paid to that jurisdiction as reported on a return filed with that jurisdiction, but not penalty or interest. Do **not** report the amount of tax withheld for that jurisdiction directly from your W-2 or 1099 form. You **must** first complete a return for the qualifying jurisdiction in order to determine the amount of income tax paid.

Line 58

Enter on Line 58 the lesser of the amounts reported on Line 56 or Line 57.

Line 59 - Total Credit for Income Taxes Paid to Qualifying Jurisdictions

Add the amounts from Line 58A, Line 58B, and Line 58 of any additional worksheets. The amount on Line 59 cannot exceed the amount on Line 56. Enter the total on Line 59 and on **Form CT-1040**, Line 7.

Attach a copy of the income tax return filed with each qualifying jurisdiction to your Connecticut income tax return or the credit will be disallowed.

Schedule 3 - Property Tax Credit Worksheet

Connecticut residents **must** complete *Schedule 3* to determine the amount of credit (if any) that may be taken against a Connecticut income tax liability. The credit is for property taxes paid during 2004 to a Connecticut political subdivision on a primary residence and/or a privately owned or leased motor vehicle. If you entered zero on **Form CT-1040**, Line 10, **do not** complete this schedule. See **Informational Publication 2004(16)**, *Q&A: Income Tax Credit for Property Taxes Paid to a Connecticut Political Subdivision*.

Which Property Tax Bills Qualify

You may take credit against your 2004 Connecticut income tax liability for property tax payments you made on your primary residence and/or privately owned or leased motor vehicle to a Connecticut political subdivision. Generally, property tax bills that were due and paid during 2004 qualify for this credit. This includes any installment payments you made during 2004 that were due in 2004 and any installments you prepaid during 2004 due in 2005. Supplemental property tax bills that were due during 2004 or 2005 also qualify if paid during 2004. However, the late payment of any property tax bills or the payment of any interest, fees, or charges related to the property tax bill do not qualify for the credit.

A husband and wife who file a joint Connecticut income tax return may consider property tax bills for which the husband or wife, or both, are liable.

You may take credit for a leased motor vehicle if you had a written lease agreement for a term of more than one year, and the property tax became due and was paid during 2004 (either by the leasing company or by you). Refer to your January 2005 billing statement from the leasing company in order to determine the amount of property taxes that may be eligible for the credit. Your statement will either indicate the amount of property taxes paid on your leased motor

vehicle or provide you with a toll-free number you may call to obtain the necessary information. If you do not receive a billing statement in January 2005, contact your leasing company for the appropriate property tax information.

Example 1: Lisa received a property tax bill for a motor vehicle listed on her town's October 1, 2002 grand list. The bill was payable in two installments, July 1, 2003, and January 1, 2004. If Lisa paid the January 1, 2004, installment on January 1, 2004, she would be eligible to claim it on her 2004 income tax return, but if she prepaid it during 2003, she would not be eligible to take credit for it on her 2004 return, but she may have been eligible to take credit for it on her 2003 return.

Example 2: Mary received a property tax bill for a motor vehicle listed on her town's October 1, 2003, grand list. The bill was payable in two installments, July 1, 2004, and January 1, 2005. Mary is eligible to take credit for both installments on her 2004 income tax return, if she paid both installments during 2004. If Mary waited until January 1, 2005, to pay her second installment, she would not be eligible to take credit on her 2004 return for this installment, but she may be eligible to take credit for it on her 2005 return.

Maximum Credit Allowed

The **maximum** credit allowed (on your primary residence or motor vehicle, or both) is **\$350** per return, regardless of filing status.

This maximum property tax credit cannot exceed the amount of qualifying property taxes paid or the amount of tax entered on **Form CT-1040**, Line 10 and is phased-out depending upon your Connecticut adjusted gross income. To be allowed this credit, you must complete *Schedule 3* in its entirety.

Motor Vehicle Credit Restrictions

The number of motor vehicles eligible for this credit depends on your filing status as shown on the front of your Connecticut income tax return. Any individual whose filing status is *Single*, *Married Filing Separately*, or *Head of Household* is limited to the property tax paid on **one** motor vehicle, even if the individual sells a motor vehicle and purchases a replacement motor vehicle during the taxable year and only owns one motor vehicle at any time during the taxable year. Individuals whose filing status is *Married Filing Jointly* are limited to the property taxes paid on **two** motor vehicles.

Schedule 3 – Line Instructions

Name of Connecticut Tax Town or District

Enter the Connecticut town or taxing district to which the qualifying property tax was paid.

Description of Property

Enter the description of the property. If a primary residence, enter the street address. If a motor vehicle, enter the year, make, and model.

List or Bill Number

Enter the list or bill number from your property tax bill.

Date(s) Paid

Enter the date(s) that you paid qualifying property tax.

Line 60 - Primary Residence

Enter the total amount of property tax paid on your primary residence.

Line 61 - Auto 1

Enter the total amount of property tax paid on your motor vehicle.

Line 62 - Married Filing Jointly Only - Auto 2

Enter the total amount of property tax paid on your second motor vehicle.

Line 63

Add Lines 60, 61, and 62 and enter the total on Line 63.

Line 64

The maximum property tax credit allowed is **\$350**.

Line 65

Enter the lesser of Line 63 or Line 64.

Line 66

Enter "0" on Line 66 and enter amount from Line 65 on Line 68 if you:

Filing status is:	Connecticut adjusted gross income is:
Single	\$ 55,000 or less
Married Filing Jointly	\$100,500 or less
Married Filing Separately	\$ 50,250 or less
Head of Household	\$ 78,500 or less

Otherwise, you **must** go to the *Property Tax Credit Table* on Page 27, or use the Property Tax Calculator on the DRS Web site at www.ct.gov/DRS. Enter the decimal amount from the *Property Tax Credit Table* on **Form CT-1040**, Line 66.

Line 67

Multiply Line 65 by Line 66.

Line 68

Subtract Line 67 from Line 65. Enter here and on the front of **Form CT-1040**, Line 11.

PROPERTY TAX CREDIT TABLE

Enter the amount from **Form CT-1040, Schedule 3 - Property Tax Credit Worksheet, Line 65**, on Line 68 and Line 11, if your filing status is:

- Single and your Connecticut AGI is **\$55,000 or less**
- Married Filing Jointly and your Connecticut AGI is **\$100,500 or less**
- Married Filing Separately and your Connecticut AGI is **\$50,250 or less**
- Head of Household and your Connecticut AGI is **\$78,500 or less**

Otherwise, enter the decimal amount from the **Property Tax Credit Table** below on **Form CT-1040, Schedule 3, Line 66**.

Use your filing status on the front of your tax return and your Connecticut AGI - **Form CT-1040, Line 5**.

SINGLE

If you are Single and your Connecticut AGI is:

More Than	Less Than or Equal to	Decimal Amount
\$0	\$55,000	0
\$55,000	\$65,000	.10
\$65,000	\$75,000	.20
\$75,000	\$85,000	.30
\$85,000	\$95,000	.40
\$95,000	\$105,000	.50
\$105,000	\$115,000	.60
\$115,000	\$125,000	.70
\$125,000	\$135,000	.80
\$135,000	\$145,000	.90
\$145,000	and up	1.00

MARRIED FILING JOINTLY

If you are Married filing jointly and your Connecticut AGI is:

More Than	Less Than or Equal to	Decimal Amount
\$0	\$100,500	0
\$100,500	\$110,500	.10
\$110,500	\$120,500	.20
\$120,500	\$130,500	.30
\$130,500	\$140,500	.40
\$140,500	\$150,500	.50
\$150,500	\$160,500	.60
\$160,500	\$170,500	.70
\$170,500	\$180,500	.80
\$180,500	\$190,500	.90
\$190,500	and up	1.00

MARRIED FILING SEPARATELY

If you are Married filing separately and your Connecticut AGI is:

More Than	Less Than or Equal to	Decimal Amount
\$0	\$50,250	0
\$50,250	\$55,250	.10
\$55,250	\$60,250	.20
\$60,250	\$65,250	.30
\$65,250	\$70,250	.40
\$70,250	\$75,250	.50
\$75,250	\$80,250	.60
\$80,250	\$85,250	.70
\$85,250	\$90,250	.80
\$90,250	\$95,250	.90
\$95,250	and up	1.00

HEAD OF HOUSEHOLD

If you are Head of household and your Connecticut AGI is:

More Than	Less Than or Equal to	Decimal Amount
\$0	\$78,500	0
\$78,500	\$88,500	.10
\$88,500	\$98,500	.20
\$98,500	\$108,500	.30
\$108,500	\$118,500	.40
\$118,500	\$128,500	.50
\$128,500	\$138,500	.60
\$138,500	\$148,500	.70
\$148,500	\$158,500	.80
\$158,500	\$168,500	.90
\$168,500	and up	1.00

CONTRIBUTIONS OF REFUND TO DESIGNATED CHARITIES

Write in a whole dollar amount for each fund to which you wish to contribute. Add your contributions and enter the total on Form CT-1040, Line 24. Your contribution is irrevocable.

AIDS RESEARCH EDUCATION FUND	ORGAN TRANSPLANT FUND	ENDANGERED SPECIES, NATURAL AREA PRESERVES, AND WATCHABLE WILDLIFE FUND	BREAST CANCER RESEARCH AND EDUCATION FUND	SAFETY NET SERVICES FUND
This fund assists research, education, and community service programs related to Acquired Immune Deficiency Syndrome (AIDS). The fund is administered by the Connecticut Department of Public Health.	This fund assists Connecticut residents in paying for the unmet medical and ancillary needs of organ transplant candidates and recipients. The fund is administered by the Connecticut Department of Social Services.	This fund helps preserve, protect, and manage Connecticut's endangered plants and animals, wildlife and their habitats. The fund is administered by the Connecticut Department of Environmental Protection.	This fund assists research, education, and community service programs related to breast cancer. The fund is administered by the Connecticut Department of Public Health.	This fund protects the children of families who are no longer eligible for public assistance benefits. The fund is administered by the Connecticut Department of Social Services.
To contribute directly send to: <i>Department of Public Health AIDS and Chronic Diseases Division MS#11APV PO Box 340308 Hartford CT 06134-0308</i>	To contribute directly send to: <i>Department of Social Services Accounts Receivable 25 Sigourney Street Hartford CT 06106-5003</i>	To contribute directly send to: <i>Department of Environmental Protection-Bureau of Administration Financial Management 79 Elm Street Hartford CT 06106-5127</i>	To contribute directly send to: <i>Department of Public Health Breast and Cervical Cancer Early Detection Program AIDS and Chronic Diseases Division MS#11 HLS PO Box 340308 Hartford CT 06134-0308</i>	To contribute directly send to: <i>Department of Social Services Accounts Receivable 25 Sigourney Street Hartford CT 06106-5003</i>
Make check payable to: "Treasurer, State of Connecticut/AIDS Fund"	Make check payable to: "Commissioner of Social Services/Organ Transplant Fund"	Make check payable to: "DEP-Endangered Species/Wildlife Fund"	Make check payable to: "Treasurer, State of Connecticut/Breast Cancer Fund"	Make check payable to: "Commissioner of Social Services/Safety Net Fund"

Schedule 4 – Individual Use Tax Worksheet Line Instructions

In general, goods or services that are purchased out-of-state and that would have been subject to the Connecticut sales tax if those goods or services had been purchased from a Connecticut retailer, are subject to the Connecticut use tax. Generally, individuals who have purchased goods from mail order or catalog companies and have had those goods shipped to Connecticut, and individuals who have purchased goods at out-of-state locations and have brought those goods back into Connecticut, are subject to the Connecticut use tax if they did not pay Connecticut sales tax. Complete *Schedule 4 - Individual Use Tax Worksheet*, on Page 4 of **Form CT-1040**, to calculate your use tax liability.

List separately any individual item with a purchase price of **\$300 or more**. Although you do not need to list separately any individual item with a purchase price of **less than \$300**, such items are subject to tax and the total of the purchase price of these items should be reported. Multiply the sales

and use tax rate of 6% (.06) by the purchase price of the item and enter the result. Enter the total tax for all taxable purchases on *Schedule 4*, Line 69 and **Form CT-1040**, Line 15.

See **Informational Publication 2003(27)**, *Q&A on the Connecticut Individual Use Tax*.

If you require additional lines, you should create an identical schedule and attach it to the back of your **Form CT-1040**.

Enter only those purchases subject to use tax that you have not previously reported on **Form OP-186**.

You must enter "0" on Line 15 of **Form CT-1040** if no Connecticut use tax is due. If you do not make an entry on Line 15, you will not have filed a use tax return.

Line 69

Complete *Schedule 4-Individual Use Tax Worksheet* and enter the total use tax due on Line 69 and on **Form CT-1040**, Line 15.

OTHER TAXES YOU MAY OWE

The information that follows is intended to be a general description of other Connecticut taxes for which you may be liable. More detailed information is available in the forms or publications specified. Failure to pay these taxes, if you are liable for them, may subject you to civil and criminal penalties.

Connecticut Gift Tax (Form CT-709)

Gifts made during the calendar year by resident and nonresident individuals are subject to the Connecticut gift tax. Residents are subject to tax on all gifts of intangible property and of real and tangible personal property located in Connecticut. Nonresidents are taxed on gifts of real and tangible personal property located in Connecticut. In general, gifts made to any particular donee are not subject to the Connecticut gift tax unless the value of all such gifts to that donee during the calendar year exceeds \$11,000. The tax is computed on the fair market value of the property that was given. The donor is liable for the tax, but if the donor does not pay the tax, it may be collected from the donee. The tax is reported on, and paid upon the filing of **Form CT-709, Connecticut Gift Tax Return**. The return must be filed, and the gift tax paid, on or before April 15 annually, for gifts made during the preceding calendar year.

Connecticut Income Tax Withholding for Household Employers

Connecticut rules differ from federal rules. Household employers may not report and pay household employee withholding tax with their Connecticut income tax return. See **Special Notice 96(8), 1996 Legislative Changes Concerning "Nanny Tax" Withholding**.

Business Entity Tax (Form OP-424)

There is an annual business entity tax (BET) of \$250. The BET applies to each of the following entities, if required to file an annual report with the Connecticut Secretary of the State:

- S Corporation;
- Limited Liability Partnership;
- Limited partnership; or
- Limited Liability Company, which is, 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.

See **Special Notice 2002(11), Business Entity Tax**, and **Information Publication 2003(15), Q & A on the Business Entity Tax**, for more information.

QUESTIONS AND ANSWERS ABOUT THE CONNECTICUT INDIVIDUAL USE TAX

For additional information, see *Informational Publication 2003(27), Q&A on the Connecticut Individual Use Tax.*

1. What is the use tax?

When you make a retail purchase in this state, you usually pay sales tax to the seller, who in turn pays the tax to DRS. Sometimes Connecticut sales tax is not paid to the retailer. In these situations, the purchaser must pay the use tax directly to DRS.

2. On what kinds of goods or services must I pay use tax?

You must pay use tax on taxable tangible personal property, whether purchased or leased. Examples of taxable personal property include items of clothing costing \$50 or more, automobiles, appliances, furniture, jewelry, cameras, VCRs, computers, and prewritten computer software. Some taxable services include repair services to your television, motor vehicle, or computer; landscaping services for your home; reupholstering services for your household furniture; or charges for on-line access to computer services.

3. Are there exemptions from the use tax?

Yes. If you buy goods or services in Connecticut that are exempt from sales tax, they are exempt from the use tax if you buy them out-of-state for use in Connecticut. Some examples are items of clothing that cost less than \$50, charges to access the Internet through an Internet provider's server, and repair and maintenance services to vessels.

4. Do I owe Connecticut use tax on all my out-of-state purchases of taxable goods and services?

No. If all the items you purchased **and brought into** Connecticut at one time total \$25 or less, you do not have to pay Connecticut use tax. The \$25 exemption does **not** apply to items that are **shipped or mailed** to you.

5. What is the use tax rate?

In general, the use tax rate for taxable goods or services is 6% (.06). However, effective July 1, 2001, computer and data processing services are taxed at 1% (.01).

6. What if I buy taxable goods or services in another state and the vendor charges sales tax for the other state?

If the goods or services were purchased for use in Connecticut and the tax paid to the other state is less than the Connecticut tax, you must report and pay the use tax. Your use tax due is the difference between the Connecticut tax and the tax paid to the other state.

Example: You purchased a \$1,000 refrigerator in another state, and paid a \$50 tax to that state. If you bought the refrigerator for use in Connecticut, you owe Connecticut use tax. The Connecticut tax of \$60 is reduced to \$10, after allowing \$50 credit for the tax paid to the other state. If no tax was paid to the other state, the Connecticut use tax is \$60.

7. When must individuals pay the use tax?

You must pay the individual use tax when you file an individual income tax return. **Forms CT-1040EZ, CT-1040, or CT-1040NR/PY**, must be filed on or before April 15, 2005. If you are not required to file a Connecticut income tax return, you must pay the use tax on **Form OP-186, Connecticut Individual Use Tax Return**. You may file **Form OP-186** for the entire year or you may file several returns throughout the year.

If you are engaged in a trade or business, you must register with DRS for business use tax and report purchases made in connection with your trade or business on **Form OS-114, Sales and Use Tax Return**.

8. What are the penalties and interest for not paying the use tax?

The penalty is 10% (.10) of the tax due. Interest is charged at the rate of 1% (.01) per month or fraction of a month from the due date of the tax return. There are also criminal sanctions for willful failure to file a tax return.

9. On what amount should the use tax be calculated?

Calculate the use tax by multiplying the total cost of the taxable goods or services purchased, including separately stated charges such as shipping and handling, by the tax rate (generally 6%).

AMENDED RETURNS

Use **Form CT-1040X**, *Amended Connecticut Income Tax Return*, to amend a previously filed Connecticut income tax return. If **Form CT-1040X** is filed to have an overpayment of Connecticut income tax refunded or credited, it must be filed before the Connecticut statute of limitations expires. Generally, the Connecticut statute of limitations for refunding or crediting any Connecticut income tax overpayment expires three years after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If an amended return is not timely filed, a penalty may be imposed. Interest will also be assessed on any additional Connecticut income tax not paid on or before the due date. See *Interest and Penalties* on Page 12.

The following circumstances require the filing of Form CT-1040X:

<p>1. The IRS or federal courts change or correct your federal income tax return, and the change or correction results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>2. You filed a timely amended federal income tax return, and the amendment results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your timely amended federal return. If you file Form CT-1040X no later than 90 days after the date of filing the timely amended federal income tax return, any Connecticut income tax overpayment resulting from filing the timely amended federal income tax return will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>3. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and the tax officials or courts of that qualifying jurisdiction made a change or correction to your income tax return and the change or correction results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>4. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and you filed a timely amended income tax return with that qualifying jurisdiction, and the amendment results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your amended return with the qualifying jurisdiction. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>5. If none of the above circumstances apply, but you made a mistake or omission on your Connecticut income tax return, and the mistake or omission results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than three years after the due date of your return, or if you filed a timely request for an extension of time to file, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.</p>

Do not file Form CT-1040X for any of the following reasons:

- To have an overpayment refunded instead of applied to next year's estimated tax or to change contributions made to designated charities. The elections that you made on your original return **cannot** be changed by filing **Form CT-1040X**.
- To amend your Connecticut income tax return for an earlier year in order to claim a credit for income tax paid on income which was included in your Connecticut adjusted gross income for that year and which you repaid in a later taxable year. File **Schedule CT-1040CRC**, *Claim of Right Credit*, with your Connecticut income tax return for the later taxable year.

Financial Disability

If you are financially disabled, as defined in I.R.C. §6511(h)(2), the time for having an overpayment of Connecticut income tax refunded or credited to you is extended for as long as you are financially disabled. You are considered financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not considered financially disabled during any period that your spouse or any other person is authorized to act on your behalf in financial matters.

**ELECTRONIC
FILING
OPTIONS**



File Form CT-1040 EXT over the internet using WebFile.
Visit: www.ct.gov/DRS

Check this booklet for additional details!



File your federal and Connecticut returns together using e-file!

Visit: www.irs.gov/efile

CONNECTICUT TAX ASSISTANCE

	FOR TAX INFORMATION	FORMS AND PUBLICATIONS	
Internet	DRS Web site: www.ct.gov/DRS		
Telephone	CONN-TAX 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere) TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.	From a touch-tone phone call: 1-800-382-9463 (in-state) and select Option 2 , or 860-297-4753 (from anywhere) DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.	
Write	Department of Revenue Services Taxpayer Services Division 25 Sigourney Street Hartford CT 06106-5032		
Walk-in Offices	Location	Address	Phone
Free personal taxpayer assistance and forms are available by visiting our offices, Monday through Friday, 8:00 a.m. to 5:00 p.m. Call CONN-TAX for directions to DRS offices.	Bridgeport	10 Middle Street	203-336-7890
	Hartford	25 Sigourney Street	860-297-5962
	Norwich	2 Cliff Street	860-889-2669
	Hamden	3074 Whitney Avenue, Building #2	203-287-8243
	Waterbury	55 West Main Street, Suite 100	203-805-6789
* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *			
FEDERAL TAX INFORMATION		STATEWIDE SERVICES	
For questions about federal taxes , contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit: www.irs.gov To order federal tax forms , call: 1-800-829-3676.		For information on statewide services and programs, visit the ConneCT Web site at www.ct.gov	

Department of Revenue Services
 State of Connecticut
 25 Sigourney Street
 Hartford CT 06106-5032

PRSRT STD
 U.S. POSTAGE
 PAID
 HARTFORD CT
 PERMIT NO. 844

2004

Connecticut Income Tax Booklet

Choose your filing method (see Page T2).

This booklet contains:

**ELECTRONIC
FILING
OPTIONS
and
FORM
CT-1040EZ**

WEBFILE

Simplest, Fastest, and Easiest Filing Method

Visit: www.ct.gov/DRS

(See Page T2 for more information)

TELEFILE

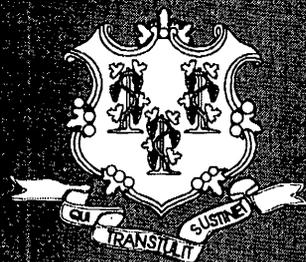
- Telefile Eligibility Criteria
- Steps to Electronically File
- Telefile Tax Return
- Telefile Instructions
- Telefile Payment Voucher

Form CT-1040EZ

- Form CT-1040EZ and Instructions
- Schedule CT-1040WH
- Form CT-1040 EXT
- Form CT-1040ES
- Tax Tables
- Tax Calculation Schedule

Benefits of WebFile and Telefile:

- Refunds issued in 4 days
- Confidential filing 24 hours a day
- No calculations necessary
- Immediate proof of filing
- Optional direct deposit of refund
- Optional direct payment of tax



Additional tax information is available on our Web site: www.ct.gov/DRS

WEBFILING AND TELEFILING START JANUARY 15, 2005



STATE OF CONNECTICUT
DEPARTMENT OF REVENUE SERVICES

PAM LAW, COMMISSIONER

Dear Customer:

Each year, the Connecticut Department of Revenue Services (DRS) strives to create quality products that give you, the taxpayer, the information you need to make tax filing as simple as possible. One of the easiest ways to meet your Connecticut income tax obligations is through electronic filing. This booklet contains information about the state's WebFile and Telefile programs and how you can use them to file your return quickly, accurately and get a faster refund.

Review the checklist on Page 3 to see if you qualify for either WebFile or Telefile. Besides reducing filing errors, both programs provide immediate confirmation that your return has been received. If you do not qualify for WebFile or Telefile, a CT-1040EZ is included in this booklet for your convenience.

At DRS, our goal is to provide you with excellent customer service and user-friendly tax administration. If you have questions, DRS Taxpayer Services personnel can answer them by phone, letter, or e-mail. The back cover of this booklet lists all the ways you can access this Agency including the DRS Web site, which is available anytime for you to preview and download Connecticut tax forms, DRS publications, and other information you may need.

We welcome your comments and ideas on how we can improve the way we do business.

Sincerely, 

Pam Law
Commissioner of Revenue Services

File by Internet

Use our **free, convenient, and secure WebFile** Program to file your **Form CT-1040, Connecticut Income Tax Return**, over the Internet. No paper return or worksheet is required.

WebFile is an Internet-based  program that enables you to use your computer to electronically file your **Form CT-1040**. To learn more about WebFile, visit the DRS Web site at

www.ct.gov/DRS

You are eligible to file your 2004 Connecticut income tax return over the Internet if **all** of the following are true:

- You (and your spouse, if filing a joint return) were a Connecticut resident for the entire 2004 taxable year;
- You filed a 2003 Connecticut income tax return;
- Your filing status is the same as last year; **and**
- You are **not** filing **Form CT-8379, Nonobligated Spouse Claim**, with your tax return.

File by Telephone

File your Connecticut income tax return using your touch-tone telephone. It's fast and easy! Just fill in our simple Connecticut Telefile Tax Return.



You are eligible to Telefile your 2004 Connecticut income tax return if **all** of the following are true:

- You filed a 2003 Connecticut income tax return;
- Your filing status is the same as last year;
- You (and your spouse, if filing a joint return) were a Connecticut resident for the entire 2004 taxable year;
- You have no more than seven W-2 or 1099 forms that show Connecticut income tax withheld;
- Your federal adjusted gross income is \$350,000, or less;
- You did **not** report federally taxable **Social Security Benefits**;
- Your only Connecticut modification to federal adjusted gross income is a federally taxable refund of state and local income taxes;
- You did **not** make estimated Connecticut income tax payments or did **not** have an overpayment applied to the 2004 taxable year;
- You are **not** filing **Form CT-8379, Nonobligated Spouse Claim**, with your tax return;
- You are **not** claiming credit for income taxes paid to a qualifying jurisdiction;
- You do **not** have a federal alternative minimum tax liability; **and**
- You are **not** claiming an adjusted net Connecticut minimum tax credit.

If the label on the back cover of this booklet is not correct, contact the DRS Registration Unit one day prior to telefiling at 860-297-4962 (during business hours).

If you are not eligible to Telefile, you may qualify for our WebFile Program.

See File by Internet, at left.

To obtain a paper return, see Forms and Publications on the back cover of this booklet.

Steps to Electronically File

Step 1

Complete your federal income tax return.

Step 2

Enter the four-digit PIN assigned to you by DRS. A new PIN is assigned each year. When you access the *Telefile* or *WebFile* system, you will be advised where to find your PIN.

If you are using *WebFile*, you may enter last year's federal adjusted gross income in place of your PIN.

For further assistance, visit the Web site at www.ct.gov/DRS or call DRS at 1-800-382-9463 for prerecorded information.

Step 3

Gather all your W-2 and 1099 forms. Generally, you will receive these forms on or before January 31. You will be asked for the Employer Identification Number and Connecticut income tax withheld as shown on this sample W-2.

Enter the number from Box b in Item 7, Column B of the Connecticut Telefile Tax Return.

a Control number 22222		OMB No. 1545-0006	
b Employer identification number XX-XXXXXX		1 Wages, tips, other compensation	2 Federal income tax withheld
c Employer's name, address, and ZIP code		3 Social security wages	4 Social security tax withheld
		5 Medicare wages and tips	6 Medicare tax withheld
		7 Social security tips	8 Allocated tips
d Employee's social security number		9 Advance EIC payment	10 Dependent care benefits
e Employee's first name and initial		11 Nonqualified plans	
Last name		12a	
		12b	
f Employee's address and ZIP code		12c	
		12d	
13 State	14 Other	15 State income tax	
16 State wages, tips, etc.	17 State income tax	18 Local wages, tips, etc.	19 Local income tax
20 State	21 Local	22 Locality name	

Form **W-2** Wage and Tax Statement
Copy 1—For State, City, or Local Tax Department

2004 Department of the Treasury - Internal Revenue Service

Box 15 - Must show CT to be claimed as Connecticut Withholding.

Enter the amount from Box 17 (in whole dollars) in Item 7, Column C of the Connecticut Telefile Tax Return.

Step 4

Round off all amounts to the nearest whole dollar. Round to the next lowest dollar all amounts that include 1 through 49 cents. Round to the next highest dollar all amounts that include 50 through 99 cents.

Step 5

Expecting a refund? Receive it faster by selecting direct deposit. You will be asked for the routing number and account number as shown on this sample check.

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

Step 6

Expecting to owe tax? There are three options available to pay your Connecticut income tax:

- Use our direct payment system.  **Direct Payment**
Have the amount of tax due automatically withdrawn from your bank account. This option is only available at the time of filing.

- Pay by credit card.    

After filing, call toll-free:

1-800-2PAY-TAX (1-800-272-9829); or

Visit: www.officialpayments.com

A 2.5% convenience fee will be charged by the credit card service provider.

- Mail your check or money order with the *2004 Payment Voucher*.

Payment is due on or before April 15, 2005.

Step 7

File by Telephone. Fill in Items 1 and 3 through 10, of the *Connecticut Telefile Tax Return*, before you call the *Telefile* number.

File by Internet. If you are going to file your **Form CT-1040** over the Internet, review these steps, then go to www.ct.gov/DRS to file your tax return.

Step 8

Record the confirmation number that you receive at the end of filing. This number is your official acknowledgment that your Connecticut income tax return has been filed.

Step 9

Keep your completed Connecticut income tax return, W-2 forms, and other tax statements for your records.

Do not mail the return to the Department of Revenue Services.

You are now ready to call the Telefile phone number.
 Keep this return in front of you during the call. Telefile will calculate the next section for you. Be prepared to fill in the amounts calculated by Telefile.

Call **860-692-9787** to Telefile 24 hours a day.

Telefile will compute your:

11. Property tax credit	11.	<input type="text" value=".00"/>
12. Total 2004 Connecticut tax (Includes individual use tax and property tax credit, if any)	12.	<input type="text" value=".00"/>
13. Total Connecticut income tax withheld	13.	<input type="text" value=".00"/>
14. Tax due (See <i>Three Payment Options</i> below)	14.	<input type="text" value=".00"/>
15. Overpayment of tax	15.	<input type="text" value=".00"/>

If you have an overpayment in Item 15, you may contribute all or a portion of your overpayment to one or more of the designated funds listed below.

AIDS Research	\$	<input type="text" value=".00"/>
Organ Transplant	\$	<input type="text" value=".00"/>
Endangered Species/Wildlife	\$	<input type="text" value=".00"/>
Breast Cancer Research	\$	<input type="text" value=".00"/>
Safety Net Services	\$	<input type="text" value=".00"/>

16. Total contributions	16.	<input type="text" value=".00"/>
17. Refund	17.	<input type="text" value=".00"/>

18. PIN signature – Your Personal Identification Number will serve as the lawful signature on this return for you (and your spouse, if filing jointly).

<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
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19. Confirmation number – Telefile will assign you an eight-digit confirmation number. Do not hang up until you receive this number.

<input type="text"/>							
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Keep this 2004 Connecticut Income Tax Return for your records.

Write the date that you successfully Telefiled your return. / / 2005

Three Payment Options (See Page 7 for more information.)

- Pay by **direct payment** during your Telefile call by completing Items 10A, 10B, 10C, and 10D of the *Connecticut Telefile Tax Return*.
- Pay by **credit card** by visiting: www.officialpayments.com or calling toll-free: **1-800-2PAY-TAX** (1-800-272-9829). You will be asked to enter the Connecticut Jurisdiction Code: 1777. A convenience fee will be charged by the service provider. The fee is 2.5% of your total tax payment.
- Pay by **check or money order** using the *2004 Connecticut Telefile Payment Voucher* below.

2004 Connecticut Telefile Payment Voucher		STATE OF CONNECTICUT DEPARTMENT OF REVENUE SERVICES		Department Use Only	
1. Enter the amount enclosed \$ <input type="text" value=".00"/>				112	
2. Make your check or money order payable to: "Commissioner of Revenue Services"				<input type="text" value="0"/>	
3. To ensure proper posting of your payment, write SSN(s) and "2004 Telefile" on your check or money order.				2004	
4. Mail to: DRS, PO Box 5088, Hartford CT 06102-5088				2 0 0 5	
Label Use the DRS label located on the back cover. Otherwise, print or type.	Your First Name Middle Initial Last Name	Your Social Security Number		M	M
	If a JOINT Return, Spouse's First Name and Middle Initial Last Name	Spouse's Social Security Number		D	D
	Home Address (number and street), Apartment Number, PO Box			C	C
City, Town, or Post Office State ZIP Code			Y	Y	
		IMPORTANT! You MUST enter your name(s) and SSN(s) as indicated on Items 1A and 1B.		730 TEL	

Individual Use Tax Schedule

Complete this schedule if you have a Connecticut individual use tax liability. You owe use tax if you purchased taxable goods or services during the taxable year and did not pay Connecticut sales tax on the purchases. *Individual items* with the purchase price of \$300 or more must be listed separately below. Although you do not need to list separately any individual item with a purchase price of less than \$300, such items are subject to tax and the total of the purchase prices of these items should be reported on Line A. Multiply the sales and use tax rate by the purchase price of the item and enter the result in Column E. You must enter "0" in Item 9 if no Connecticut use tax is due.

COLUMN A	COLUMN B	COLUMN C	COLUMN D	COLUMN E	COLUMN F	COLUMN G
DATE OF PURCHASE	DESCRIPTION OF GOODS OR SERVICES	RETAILER OR SERVICE PROVIDER	PURCHASE PRICE	CT TAX DUE (.06 X Column D)	TAX, IF ANY, PAID TO ANOTHER JURISDICTION	BALANCE DUE (Col. E - Col. F, but not less than zero)
A. TOTAL OF INDIVIDUAL PURCHASES UNDER \$300 NOT LISTED ABOVE						00
Total Individual Use Tax: Add amounts in Column G. Enter here and in Item 9 of the <i>Connecticut Telefile Tax Return</i> . See Informational Publication 2003(27), Q & A on the <i>Connecticut Individual Use Tax</i> , for more information.						00

Completing the Connecticut Telefile Tax Return

1A. Social Security Number: Enter your Social Security Number.

1B. Spouse's Social Security Number: For a married filing joint return, enter your spouse's Social Security Number.

Important: Enter your Social Security Number and your spouse's Social Security Number in the order in which your names appear on the label on the back of this booklet.

2. Personal Identification Number (PIN): Enter the four-digit PIN assigned to you by DRS. A new PIN is assigned each year. When you access the *Telefile* or *WebFile* system, you will be advised where to find your PIN.

3. Filing Status: Check the **same** filing status box that you checked on your 2004 federal income tax return (*Single, Married Filing Jointly, Married Filing Separately, or Head of Household*).

4. Federal Adjusted Gross Income (AGI): Enter your federal AGI from your 2004 federal income tax return. This is the amount reported on federal Form 1040EZ, Line 4; federal Form 1040A, Line 21; federal Form 1040, Line 36; or federal TeleFile Tax Record, Line I.

5. Refunds of State and Local Income Taxes: Enter the amount of taxable refunds of state and local income taxes that you reported on Line 10 of your 2004 federal Form 1040. If Line 10 of your federal Form 1040 is blank, or if you filed federal Form 1040A, federal Form 1040EZ, or telefiled your federal return, enter "0."

6. Number of W-2 and 1099 Forms: Enter the total number of W-2s and 1099s that you received for the 2004 taxable year that show Connecticut income tax withheld. (Include your spouse's W-2s and 1099s if you are filing a joint return.)

Important: You may not *Telefile* this return if you received more than seven W-2 or 1099 forms that show Connecticut income tax withheld.

7. W-2 and 1099 Information: Verify that Box 15 of each W-2 shows Connecticut income tax withheld. See sample W-2 on Page 3.

Column B: Enter from each W-2 form the nine-digit Employer Identification Number located in Box b. For each 1099, enter the payer's nine-digit Federal Identification Number. For unemployment compensation, this number is located directly below the address for the Department of Labor. If the number is unclear or missing, contact your employer or payer.

Column C: Enter the income tax withheld for the State of Connecticut as shown on each W-2, W-2G, or 1099 form (from Form W-2, Box 17; Form W-2G, Box 14; Form 1099-R, Box 10; Form 1099-MISC, Box 16; or Form UC-1099G, Box 5).

8. Property Tax Paid:

Auto 1 - Enter the total amount of property tax due and paid during 2004 to a Connecticut municipality on your motor vehicle.

Auto 2 - If your filing status is *Married Filing Jointly*, enter the total amount of property tax due and paid during 2004 to a Connecticut municipality on your second motor vehicle, if any.

Primary Residence - Enter the total amount of property tax due and paid during 2004 to a Connecticut municipality on your primary residence.

You may take credit against your 2004 Connecticut income tax liability for property tax payments that you made on your primary residence and privately owned or leased motor vehicle to a Connecticut political subdivision. Generally, property tax bills that were due and paid during 2004 qualify for this credit. This includes any installment payments that you made during 2004 that were due in 2004 and any installments that you prepaid during 2004 that were due in 2005. Supplemental property tax bills that were due during 2004 or 2005 also qualify if paid during 2004. However, the late payment of any property tax bills or the payment of any interest, fees, or charges related to the property tax bill do not qualify for the credit. The maximum credit allowed is \$350 per return, regardless of your filing status, and may be limited based upon your Connecticut adjusted gross income. A husband and wife who file a joint Connecticut income tax return may consider property tax bills for which the husband or wife, or both, are liable.

You may take credit for a leased motor vehicle if you had a written lease agreement for a term of more than one year, and the property tax became due and was paid during 2004 (either by the leasing company or by you). Refer to your January 2005 billing statement from the leasing company in order to determine the amount of property taxes that may be eligible for the credit.

The *Telefile* System will automatically calculate your allowable credit. See **Informational Publication 2004(16), Q&A: Income Tax Credit for Property Taxes Paid to a Connecticut Political Subdivision.**

9. Individual Use Tax: If you purchased taxable goods or services during 2004 and did not pay Connecticut sales tax, complete the *Individual Use Tax Schedule* on Page 6. Generally, this is for purchases made or shipped from outside of Connecticut. Enter the total individual use tax due in Item 9. **If none, enter "0."** See **Informational Publication 2003(27), Q&A on the Connecticut Individual Use Tax.**

10. Direct Deposit or Direct Payment: You can elect to have your refund directly deposited or your tax due automatically withdrawn from your checking or savings account.

Expecting a refund? By completing Items 10A, 10B, and 10C, you can have your refund directly deposited into your checking or savings account.

Note: If any of the bank information you supply for direct deposit does not match, a paper check will automatically be issued to you. Some financial institutions do not allow a joint refund to be deposited into an individual account.

Expecting to owe tax? By completing Items 10A, 10B, 10C, and 10D, you can have the funds automatically withdrawn from your checking or savings account. See *To Pay by Direct Payment*, below. Before calling *Telefile*, check with your financial institution to make sure that an automatic withdrawal is allowed and to verify the correct routing and account numbers.

Enter your nine-digit bank routing number and your bank account number in Items 10B and 10C. Your bank routing number is 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. See sample check on Page 3.

The Telefile System will provide you with the amounts to enter in Items 11 through 17.

11. Property Tax Credit: This is the amount of credit you are allowed for property taxes that you paid during 2004 on your motor vehicle, primary residence, or both.

12. Total 2004 Connecticut Tax: This is your total Connecticut tax liability which includes individual use tax and property tax credit, if applicable.

13. Total Connecticut Income Tax Withheld: This is the total Connecticut income tax withheld as shown on your W-2, W-2G, and 1099 forms.

14. Tax Due: This is the amount of tax you owe. Pay the amount in full with your return. If the amount you owe is \$1,000 or more, you may be subject to interest on the underpayment of estimated income tax.

You have until April 15, 2005, to pay by direct payment, credit card, check, or money order. The *2004 Connecticut Telefile Payment Voucher* must accompany all payments that are sent by mail.

Payment Options

To Pay by Direct Payment:  **Direct Payment**

Complete Items 10A, 10B, 10C, and 10D. By completing Item 10D, you can request to have the tax you owe withdrawn at a future date, but no later than April 15, 2005. **Direct Payments are accepted only during your Telefile call.**

To Pay by Credit Card:



• Call Official Payments Corporation toll-free at **1-800-2PAY-TAX** (1-800-272-9829). You will be asked to enter the Connecticut Jurisdiction Code: 1777;

or

• Visit: **www.officialpayments.com** and select *Payment Center*.

A convenience fee will be charged by the credit card service provider. The fee is 2.5% of your total tax payment. 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.

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

To Pay by Mail: Make your check or money order payable to "**Commissioner of Revenue Services**." To ensure proper posting of your payment, write your Social Security Number(s) and "**2004 Telefile**" on the front of your check or money order. Mail the *2004 Connecticut Telefile Payment Voucher* along with your payment to:

**Department of Revenue Services
PO Box 5088
Hartford CT 06102-5088**

Failure to file or failure to pay the proper amount of tax when due will result in **penalty and interest charges**. It is to your advantage to file when your return is due whether or not you are able to make full payment.

15. Overpayment of Tax: If you have an overpayment in Item 15, the *Telefile* System will ask if you would like to contribute all or a portion of the overpayment to one or more of the five designated funds. You may not know if you have overpaid your taxes until you make your *Telefile* call. If you wish to make a contribution, you should be prepared to identify the fund(s) and the amount of your contribution(s).

16. Total Contributions: If you make contributions, the *Telefile* System will total the amount of contributions made to the five designated funds.

17. Refund: This is the amount of your refund. You may choose to have this amount deposited directly into your bank account or have a check mailed to you.

18. PIN Signature: After the *Telefile* System tells you the amount of your refund or how much tax you owe, the *Telefile* System will prompt you to "sign" your return by entering the same PIN that you entered in Item 2. This will become the legal signature for your return.

Important: If you file a joint return, you **must** review the information you entered with your spouse because the PIN serves as the legal signature for both of you. You and your spouse are jointly and severally responsible for paying the full amount of tax, interest, and penalties on your joint return.

19. Confirmation Number: You **must** stay on the line for your eight-digit confirmation number. After the PIN signature, the *Telefile* System will provide you with a confirmation number. Write this number in Item 19. Once you have this confirmation number, your tax return is filed.

Important: If you have a change or correction to your Connecticut income tax liability after you receive your confirmation number, you must complete **2004 Form CT-1040X, Amended Connecticut Income Tax Return and Instructions**.

Keep your Telefile Tax Return, W-2s, and other tax statements for your records.

CONN-TAX

If you have a touch-tone phone, you can obtain important income tax information anytime from CONN-TAX, the Department of Revenue Services information line. Call 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere), press 4 to be connected to the recorded tax information menu, then press 1 to select *Recorded Income Tax Information*. Enter the three-digit number next to the topic of your choice shown below, or follow the prerecorded instructions.

General Income Tax Information

- | | |
|------------------------------------------------------|-------------------------------------------------------------------------------------|
| 101 Important income tax changes | 107 Amending a Connecticut return |
| 102 How to choose the correct form and filing method | 108 Getting a copy of a previously filed return |
| 103 Where to get forms and assistance | 109 Offsets of state income tax refunds |
| 104 Requesting a filing extension | 110 Deducting Connecticut income tax when completing your federal income tax return |
| 105 Filing a decedent's return | |
| 106 Filing an error-free return | |

Income Tax Filing Requirements, Residency, and Filing Status

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| 201 Who must file a Connecticut return? | 205 Members of the armed forces |
| 202 What is gross income? | 206 Student's filing requirements |
| 203 Who is a resident, nonresident, or part-year resident? | 207 Dependent children's filing requirements |
| 204 What is Connecticut source income of a nonresident? | 208 What is your filing status? |
| | 209 Title 19 recipients |

Individual Use Tax, Gift Tax, and Other Income Tax Returns

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|--------------------------------------------------------|----------------------------------------------------------------|
| 301 Individual use tax | 305 Partnership information and composite income tax |
| 302 Gift tax | 306 Group return for shareholders, partners, and beneficiaries |
| 303 Income tax on trusts and estates | |
| 304 S corporation information and composite income tax | |

Completing Form CT-1040 or Form CT-1040NR/PY

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| 401 Tax status of U.S. government obligations | 405 Pension income, Social Security benefits, and Individual Retirement Accounts |
| 402 Tax status of state or local obligations | 406 Modifications to federal adjusted gross income |
| 403 Residents and part-year residents who paid income tax to another jurisdiction | 407 Connecticut alternative minimum tax |
| 404 Deferred compensation | 408 Property tax credit |
| | 409 Questions about a state tax refund |

Estimated Income Tax Requirements

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| 501 Who must estimate? | 505 Annualization of income |
| 502 Withholding instead of making estimates | 506 Interest on underpayments |
| 503 Estimated income tax form | 507 Farmers and fishermen |
| 504 When to file and how much to pay | |

Questions on Telefiling and Webfiling

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| 601 Who is eligible to Telefile? | 604 WebFiling |
| 602 Tips for successful Telefiling | 605 What if I make a mistake while WebFiling? |
| 603 What if I make a mistake while Telefiling? | |

Extended Telephone Hours for the 2003 Filing Season:

Monday, January 31 (until 7 p.m.)

Monday, February 7 (until 7 p.m.)

Monday, February 14 (until 7 p.m.)

Extended Telephone Personal Assistance and Walk-in Hours:

(25 Sigourney Street, Hartford Only)

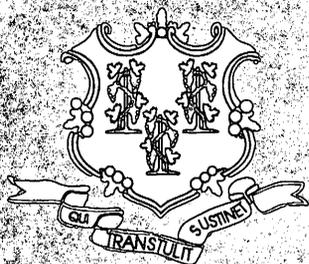
Thursday, April 15 (until 8 p.m.)

2004 FORM CT-1040 EZ

Connecticut Resident EZ Income Tax Return

This section contains:

- Form CT-1040EZ
- Schedule CT-1040WH
- Form CT-1040 EXT
- Form CT-1040ES
- Tax Tables
- Tax Calculation Schedule
- Taxpayer Questionnaire



If you are not eligible to Telefile or do not wish to Telefile, you have two other options to electronically file your Connecticut Income Tax Return.

See Electronic Filing Options on Page 3.

Additional tax information is available on our Web site: www.ct.gov/DRS
Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.

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Save time!



**File Form CT-1040
over the Internet!**

WHAT'S NEW

- **New look for Form CT-1040EZ.** Form CT-1040EZ has changed for 2004. The paper return is now designed with larger fill-in boxes for ease when entering amounts. The redesign helps process your income tax return. We look forward to your comments on the new design. Please complete **Form CT-TQ, 2004 Taxpayers Questionnaire** on Page 30.
- If you do not expect to owe additional Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld from your wages or any estimated Connecticut income tax payments you have made (or both), and you have requested an extension of time to file your 2004 federal income tax return, you are not required to file **Form CT-1040 EXT.**
- Copies of **W-2, W-2G, or 1099 forms are not required to be attached** to your 2004 Connecticut income tax return. Just remember to keep copies for your records.
- For taxable years beginning on or after **January 1, 2004, the threshold for imposing an addition to tax for an underpayment of estimated tax has been increased from more than \$500, to \$1,000 or more.** Thus, no interest for the underpayment of estimated tax can be imposed for the taxable year if the tax shown on the return reduced by the tax withheld is less than \$1,000.
- The "single" filer personal exemption increased to **\$12,625 for the 2004 taxable year.**
- The "single" filer credit increased for the 2004 taxable year.
- A pending regulation will require preparers who prepared 200 or more 2004 Connecticut income tax returns to file **2005 Connecticut income tax returns electronically** using the Federal/State Electronic Filing Program (e-file). DRS encourages preparers to "test drive" electronic filing when filing 2004 Connecticut income tax returns.
- Remember, even if you are required to file a federal income tax return, **you may not be required to file a Connecticut income tax return.** Before filing a Connecticut income tax return, see *Who Must File a Connecticut Resident Return*, on Page 4. If you determine you are required to file, consider using one of the electronic options provided below.

Safe & Secure **ELECTRONIC FILING OPTIONS** **Convenient**

Electronically-filed returns are processed immediately and are more accurate (less than 1% error rate) than paper-filed returns

• Refunds Issued in 4 Days • Quick, accurate, and easy to use • Paperless •
• Immediate Proof of Filing • Able to pay taxes on or before tax due date •
• Available 24 Hours a Day, 7 Days a Week! •

To **WebFile** or **Telefile** your Connecticut return you must meet all of the following conditions:

- You were a Connecticut resident for the entire year;
- You filed a 2003 Connecticut income tax return; and
- Your filing status is the same filing status as last year.

WebFile **Free!**

File over the Internet using **WebFile**.
Visit: www.ct.gov/DRS to learn more.



Telefile **Free!**

File your return using a touch-tone telephone by calling:
860-692-9787



e-file

File your Federal and State returns together using **e-file!**

File your returns from home using a DRS-approved commercial tax filing Web site or software product.
Visit: www.ct.gov/DRS for a complete list!

Have your tax preparer electronically file your tax return.

Visit: www.IRS.gov/efile or check the Yellow Pages under "Tax Return Preparation" for a list of approved preparers near you.



DRS CUSTOMER SERVICE

Tax Assistance

DRS is ready to help you and offers several resources where you can get answers to your Connecticut tax questions. Visit the DRS Web site at www.ct.gov/DRS or for personal assistance, refer to the back cover of this booklet for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m. If you visit, be sure to bring:

- Your "state copy" of your federal Forms W-2 and any other forms showing Connecticut income tax withholding; **and**
- Your **completed** federal Form 1040EZ, 1040A, 1040, or federal TeleFile Tax Record.

Personal telephone assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. Extended hours are offered during the filing season. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line, or visit the DRS Web site for details.

Forms and Publications

Download and print Connecticut tax forms and publications anytime from the DRS Web site at www.ct.gov/DRS. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet, and at most public libraries, town halls, banks, and post offices during the tax filing season.

FILING INFORMATION

Important Reminders

- Be sure that you have received all your federal Forms W-2, W-2G, and 1099 before filing your Connecticut income tax return. Generally, you will receive these forms on or before January 31. If you receive an additional federal Form W-2, W-2G, or 1099 after filing your Connecticut income tax return, you may be required to file **Form CT-1040X**. See *Amended Returns* on Page 16.
- File the correct form. Most taxpayers qualify to electronically file their Connecticut income tax return or file **Form CT-1040EZ**, *Connecticut Resident EZ Income Tax Return*. (See *May I File My Connecticut Income Tax Return Over the Internet Using WebFile* and *May I File Form CT-1040EZ* on Page 6.)
- Use the preprinted peel-off label. The preprinted label **does not** include your Social Security Number(s). Therefore, you **must** enter your Social Security Number and the Social Security Number for your spouse (if filing a joint return), in the spaces above your name(s) on the return.
If you did not receive a tax return package with a label, enter your name(s) and mailing address in the spaces provided at the top of your return.
- Check the correct filing status on your return.
- Round all figures to the nearest whole dollar (See *Rounding Off to Whole Dollars* on Page 8).
- Sign your return. If you and your spouse are filing jointly, both of you must sign.
- Have your paid preparer sign the return.
- Be sure that both you and your spouse file your income tax returns at the same time if you filed joint estimated tax payments but elect to file separate income tax returns. No refund will be processed until both Connecticut returns are received.
- Use the correct DRS mailing label on the envelope when filing your return. One label is for refunds and all other tax forms without payment. The other label is for all tax forms with payment.

Who Must File a Connecticut Resident Return

You must file a Connecticut resident income tax return if you were a resident for the entire year **and** any of the following is true for the 2004 taxable year:

- You had Connecticut income tax withheld;
- You made estimated tax payments to Connecticut;
- You meet the *Gross Income Test* (see below); **or**
- You had a federal alternative minimum tax liability.

If none of the above apply, do not file a Connecticut resident income tax return.

Gross Income Test

You must file a Connecticut income tax return if your gross income for the 2004 taxable year exceeds:

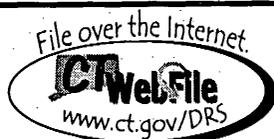
- \$12,000 and you will file as Married Filing Separately
- \$12,625 and you will file as Single
- \$19,000 and you will file as Head of Household
- \$24,000 and you will file as Married Filing Jointly

Gross income means all income you received in the form of money, goods, property, and services that is not exempt from federal income tax, **and** any additions to income that are required to be reported on **Form CT-1040, Schedule 1**.

Gross income includes, but is not limited to:

- Compensation for services, including wages, fees, commissions, taxable fringe benefits, and similar items
- Gross income from a business
- Capital gains
- Interest and dividends
- Gross rental income
- Gambling winnings
- Alimony
- Taxable pensions and annuities
- Prizes and awards
- Your share of income from partnerships, S corporations, estates, or trusts
- IRA distributions
- Unemployment compensation
- **Federally taxable Social Security**

Paperless filing!



No calculations necessary!

The following examples explain the gross income test for a Connecticut resident:

Example 1: Your only income is from a sole proprietorship and you file federal Form 1040, reporting the following on Schedule C:

Gross Income	\$100,000
Expenses	(\$ 92,000)
Net Income	\$ 8,000

Because the **gross** income of \$100,000 exceeds the minimum requirement, you must file a Connecticut income tax return.

Example 2: You received \$8,000 in federally nontaxable Social Security benefits and \$11,000 in interest income. Since nontaxable Social Security benefits are not included in gross income, you will not have to file a Connecticut return unless Connecticut tax was withheld or estimated tax payments were made.

Am I a Resident, Part-Year Resident, or Nonresident

The following terms are used in this section:

Domicile (permanent legal residence) is the place you intend to have as your permanent home. It is the place you intend to return to whenever you are away. You can have only one domicile although you may have more than one place to live. Your domicile does not change until you move to a new location and definitely intend to make your permanent home there. If you move to a new location but intend to stay there only for a limited time (no matter how long), your domicile does not change. This also applies if you are working in a foreign country.

Permanent place of abode is a residence (a building or structure where a person can live) that you permanently maintain, whether or not you own it, and generally includes a residence owned by or leased to your spouse. A place of abode is not permanent if it is maintained only during a temporary stay for the accomplishment of a particular purpose.

You are a **resident** for the 2004 taxable year if:

- Connecticut was your domicile (permanent legal residence) for the entire 2004 taxable year; or
- You maintained a permanent place of abode in Connecticut and spent a total of more than 183 days in Connecticut during the 2004 taxable year, **and** you are not a part-year resident.

Nonresident aliens who meet either of the above conditions are considered Connecticut residents even if federal Form 1040NR-EZ or federal Form 1040NR is filed for federal income tax purposes.

If you are a resident and you meet the requirements for *Who Must File a Connecticut Resident Return* for the 2004 taxable year, you must file **Form CT-1040EZ** or **Form CT-1040**.

You are a **part-year resident** for the 2004 taxable year if you changed your permanent legal residence by moving into or out of Connecticut during the 2004 taxable year. If you are a part-year resident, you may not elect to be treated as a resident individual.

If you are a part-year resident and you meet the requirements for *Who Must File Form CT-1040NR/PY* for the 2004 taxable year, you must file **Form CT-1040NR/PY**. See *Who Must File Form CT-1040NR/PY* and *Am I a Resident, Part-Year Resident, or Nonresident* in the instruction booklet for **Form CT-1040NR/PY**.

You are a **nonresident** for the 2004 taxable year if you are neither a resident nor a part-year resident for the 2004 taxable year.

If you are a nonresident and you meet the requirements for *Who Must File Form CT-1040NR/PY* for the 2004 taxable year, you must file **Form CT-1040NR/PY**.

Although you and your spouse file jointly for federal purposes, you may be required to file separate Connecticut returns. See *Special Rules for Married Individuals* on Page 8.

Important: You may be treated as a nonresident for 2004 even if your domicile was Connecticut if you meet **all** of the conditions in Group A or Group B:

Group A

1. You did not maintain a permanent place of abode in Connecticut for the entire 2004 taxable year;
2. You maintained a permanent place of abode outside of Connecticut for the entire 2004 taxable year; **and**
3. You spent not more than 30 days in the aggregate in Connecticut during the 2004 taxable year.

Group B

1. You were in a foreign country for at least 450 days during any period of 548 consecutive days;
2. During this period of 548 consecutive days, you did not spend more than 90 days in Connecticut and you did not maintain a permanent place of abode in Connecticut at which your spouse (unless legally separated) or minor children spent more than 90 days; **and**
3. During the nonresident portion of the taxable year in which the 548-day period begins, and during the nonresident portion of the taxable year in which the 548-day period ends, you were present in Connecticut for no more than the number of days that bears the same ratio to 90 as the number of days in such portion of the taxable year bears to 548. See the calculation below:

Number of days in the nonresident portion	x	90	=	Maximum days allowed in Connecticut
548				

See **Special Notice 2000(17)**, *2000 Legislation Affecting the Connecticut Income Tax*.

Military Personnel Filing Requirements

Military personnel who claim Connecticut as a residence but are stationed elsewhere are subject to Connecticut income tax. If you enlisted in the service as a Connecticut resident and have not established a new domicile (permanent legal residence) elsewhere, you are required to file a resident income tax return unless you meet all of the conditions in Group A or Group B for being treated as a nonresident. See *Am I a Resident, Part-Year Resident, or Nonresident* at left.

If your permanent home (domicile) was outside Connecticut when you entered the military, you do not become a Connecticut resident because you are stationed and live in Connecticut. As a nonresident, your military pay is not subject to Connecticut income tax. However, income that you receive from Connecticut sources while you are a nonresident (including your spouse's nonmilitary income) may be subject to Connecticut income tax. (See instructions for a Connecticut nonresident contained in the instruction booklet for **Form CT-1040NR/PY**.)

Paperless filing!



No calculations necessary!

Example: Lisa is a resident of Florida. She enlisted in the Navy in Florida and was stationed in Groton, Connecticut. She earned \$38,000 in military pay.

If Lisa had no other income . . .

Since Lisa resided and enlisted in Florida, she is considered a resident of Florida and does not have to file a Connecticut return. Military personnel are residents of the state in which they resided when they enlisted.

If Lisa had a part-time job in Connecticut . . .

Her Connecticut source income from nonmilitary employment is taxable. Lisa must file **Form CT-1040NR/PY** to report this income.

Spouses of military personnel who are stationed in Connecticut may be considered residents of this state even if their domicile is elsewhere. See *Am I a Resident, Part-Year Resident, or Nonresident* on Page 5.

See **Informational Publication 2004(15), Connecticut Income Tax Information for Military Personnel and Veterans.**

Combat Zone

The income tax return of any individual in the U.S. Armed Forces serving in a combat zone or injured and hospitalized while serving in a combat zone is due 180 days after returning. There will be no penalty or interest charged. For any individual who dies while on active duty in a combat zone or as a result of injuries received in a combat zone, no income tax or return is due for the year of death. A refund of tax paid will be provided to the legal representative of the estate or to the surviving spouse.

Combat zone is an area designated by the President of the United States as a combat zone by executive order. A combat zone also includes an area designated by the federal government as a *qualified hazardous duty area*.

Members of the U.S. Armed Forces serving in military operations in the Kosovo, Afghanistan, or Arabian Peninsula regions are eligible for the 180 day extension allowed to individuals serving in a combat zone. Spouses of military personnel and civilians supporting the military in these regions who are away from their permanent duty stations but are not within the designated combat zone are also eligible for the extension. Individuals requesting an extension under the Kosovo provision should print the words "**Operation Allied Force**" at the top of the tax return. Individuals requesting an extension under the Afghanistan provision should print the words "**Enduring Freedom**" at the top of the tax return. Individuals requesting an extension under the Arabian Peninsula Areas provision should print the words "**Operation Iraqi Freedom**" at the top of the tax return.

May I File My Connecticut Income Tax Return Over the Internet Using WebFile

Most Connecticut residents may use the fast, easy **WebFile** Program to file their Connecticut income tax return. You may **WebFile** your Connecticut income tax return if all of the following are true:

- You were a Connecticut resident for the entire year or consent to be treated as a resident for the entire year;
- You filed a 2003 Connecticut income tax return;
- Your filing status is the same as last year;
- You are **not** filing **Form CT-8379, Nonobligated Spouse Claim**, with your return;
- You have no more than ten W-2 or 1099 forms that show Connecticut income tax withheld; **and**
- You have no more than two states for which you are claiming a credit for income taxes paid to a qualifying jurisdiction.

May I File Form CT-1040EZ

Most residents may file this short, simple **Form CT-1040EZ**. You may file **Form CT-1040EZ** if **all** of the following are true:

- You were a resident of Connecticut for the entire year or consent to be treated as a resident for the entire year;
- You did **not** report federally taxable Social Security benefits for the 2004 taxable year;
- You had no modifications to federal adjusted gross income for Connecticut income tax purposes, **or** your only modification is a federally taxable refund of state and local income taxes. See *Modifications to Federal Adjusted Gross Income* below;
- You are not claiming credit for income taxes paid to another jurisdiction;
- You do not have a federal alternative minimum tax liability;
- You are not claiming an adjusted net Connecticut minimum tax credit; **and**
- You did not report treaty income on your federal income tax return.

If **any** of the above statements are **not** true, you must file **Form CT-1040** or **Form CT-1040NR/PY**.

If you are filing your return after the due date, and you want to pay interest and penalty with your return, you **must** file **Form CT-1040**. However, if you file **Form CT-1040EZ**, DRS will bill you for outstanding penalty and interest.

If you are a resident and your spouse is a part-year resident or nonresident and you file a joint federal income tax return, you may not be eligible to file a joint **Form CT-1040EZ**. See *Special Rules for Married Individuals*, on Page 8.

What is Connecticut Adjusted Gross Income

For the purpose of completing **Form CT-1040EZ**, Connecticut adjusted gross income is your federal adjusted gross income as reported on federal Form 1040, Line 36; federal Form 1040A, Line 21; federal Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line I, minus any taxable refund of state and local income taxes reported on federal Form 1040, Line 10.

Modifications to Federal Adjusted Gross Income

If you have any of the following modifications, you **must** file **Form CT-1040**:

Additions

- Interest on state and local government obligations other than Connecticut;
- Exempt-interest dividends from a mutual fund derived from state or municipal government obligations other than Connecticut;
- Special depreciation allowance for qualified property placed in service during this year;
- Taxable amount of lump-sum distributions from qualified plans not included in federal adjusted gross income;
- Beneficiary's share of Connecticut fiduciary adjustment;
- Loss on sale of Connecticut state and local government bonds;
- Treaty income for nonresident aliens reported on federal Form 1040NR-EZ or Form 1040NR; **or**
- Loss or deduction of an enrolled member of the Mashantucket Pequot Tribe who resides in Indian country of such tribe or any loss or deduction of an enrolled member of the Mohegan Tribe who resides in Indian country of such tribe, where such loss or deduction is derived from or connected with Indian country of such tribe.

Subtractions

- Social Security benefit adjustment;
- Interest on U.S. government obligations;
- Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations;
- Tier 1 and Tier 2 railroad retirement benefits and supplemental annuities;
- Special depreciation allowance for qualified property placed in service during the preceding year;
- Beneficiary's share of Connecticut fiduciary adjustment;
- Gain on sale of Connecticut state and local government bonds;
- Distributions to a designated beneficiary from the Connecticut Higher Education Trust Fund (CHET);
- Interest earned on funds deposited in a Connecticut individual development account to the extent included in federal adjusted gross income; **or**
- Income or gain of an enrolled member of the Mashantucket Pequot Tribe who resides in Indian country of such tribe or any income or gain of an enrolled member of the Mohegan Tribe who resides in Indian country of such tribe, where such income or gain is derived from or connected with Indian country of such tribe.

Taxable Year and Method of Accounting

You must use the same taxable year for Connecticut income tax purposes that you use for federal income tax purposes. Most individuals use the calendar year as their taxable year for federal income tax purposes. However, if the calendar year is not your taxable year for federal income tax purposes, references in this booklet to "2004" are references to your taxable year beginning during 2004. You must use the same method of accounting for Connecticut income tax purposes that you use for federal income tax purposes. If your taxable year or method of accounting is changed for federal income tax purposes, the same change must be made for Connecticut income tax purposes.

When to File

Your Connecticut income tax return is due on or before April 15, 2005. If you are not a calendar year filer, your return is due on or before the fifteenth day of the fourth month following the close of your taxable year. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

Your 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:

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

This list is subject to change. See **Policy Statement 2002(4), Designated Private Delivery Services and Designated Types of Service**. If **Form CT-1040EZ** is filed late, or all the tax due is not paid with the return, see *Interest and Penalties* on Page 14 to determine if interest and penalty apply.

Extension Requests

You may be eligible for a six-month extension of time to file your return. See *Extension of Time to File*, on Page 13.

You may be eligible for a six-month extension of time to pay the tax due if you file **Form CT-1127, Application for Extension of Time for Payment of Income Tax**, and show that paying the tax by the due date will cause undue hardship. See *Extension of Time to Pay*, on Page 13.

Where to File

For refunds and all other tax forms without payment enclosed, use the mailing label with this address and mail your return to:

Department of Revenue Services
PO Box 150420
Hartford CT 06115-0420

For all tax forms with payment enclosed, use the mailing label with this address and mail your return with payment to:

Department of Revenue Services
PO Box 150440
Hartford CT 06115-0440

Completing Form CT-1040EZ

Complete Your Federal Return

Before you begin, gather all your records, including your federal W-2s (Wages), W-2Gs (Winnings), 1099-Rs (Pensions), and other 1099 forms. Use this information to complete your federal income tax return. The information on your federal return is needed to complete your Connecticut return.

Complete Your Connecticut Return

Remove the income tax forms from this booklet. Proceed item by item, reading the instructions for each line item before you enter any amount. Keep a copy for your records.

Social Security Number

The preprinted label **does not** include your Social Security Number. Therefore, you **must** write your Social Security Number in the space provided above your name. If you file a joint return, enter your Social Security Number and your spouse's Social Security Number in the order they appear on your federal return. If you are a nonresident alien and do not have a Social Security Number, enter your Individual Taxpayer Identification Number in the space provided above your name.

Filing Status

Check the appropriate box to indicate your filing status. Generally, your filing status must match your federal income tax filing status for this year. If you are not certain of your filing status for 2004, consult the information in your federal income tax booklet or call the IRS at 1-800-829-1040.

If your filing status is *qualifying widow(er) with dependent child* on federal Form 1040 or 1040A, check the box on **Form CT-1040EZ** for "Married filing jointly or Qualifying widow(er)

with dependent child." Do not enter your deceased spouses' name or Social Security Number in the spaces provided for Spouse's Name and Spouse's Social Security Number.

Special Rules for Married Individuals

When one spouse is a Connecticut **resident** or a **nonresident** and the other spouse is a **part-year resident**, each spouse who is required to file a Connecticut income tax return **must** file as **married filing separately**.

When one spouse is a Connecticut **resident** and the other is a **nonresident**, each spouse who is required to file a Connecticut income tax return **must** file as **married filing separately unless**:

- They file jointly for federal income tax purposes; and
- They elect to be treated as if both were Connecticut residents for the entire taxable year.

When one spouse is a **nonresident alien** and the other is a **citizen** or **resident** of the United States, each spouse who is required to file a Connecticut income tax return **must** file as **married filing separately unless**:

- An election is made by the nonresident alien and his or her spouse to file a joint federal income tax return;
- A married filing joint return is filed for federal income tax purposes; and
- The spouses are otherwise required or permitted to file a joint Connecticut income tax return.

The election to file a joint return means the joint federal adjusted gross income **must** be used on **Form CT-1040EZ**, Line 1. It also means the spouse who would not otherwise be required to file is now jointly and severally liable for any tax liability associated with the filing of the Connecticut income tax return.

If filing a joint federal return and a separate Connecticut return, enter on **Form CT-1040EZ**, Line 1, only **your** portion of the income included in joint federal adjusted gross income.

Name and Address

Be sure the information on the label is correct. Do not use this label if any of the information is incorrect. Print or type the correct information in the name and address spaces on your return. If there is no preprinted label, print or type the information requested in the spaces provided at the top of **Form CT-1040EZ**.

If your return is being completed by someone else, take your booklet to your tax preparer so that the preparer can attach the label to your return.

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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.

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.

If you do not round to whole dollars, DRS will disregard the cents.

Line Instructions

Line 1 - Federal Adjusted Gross Income

Enter your federal adjusted gross income from your 2004 federal income tax return. This is the amount reported on federal Form 1040, Line 36; federal Form 1040A, Line 21; federal Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line I.

Line 2 - Refunds of State and Local Income Taxes

Enter the amount of taxable refunds of state and local income taxes that you reported on your federal Form 1040, Line 10. If Line 10 of your federal Form 1040 is blank, or if you filed federal Form 1040A, 1040EZ, or telefiled your federal return, enter "0."

Line 3 - Connecticut Adjusted Gross Income

Subtract Line 2 from Line 1 and enter the result on Line 3. This is your Connecticut adjusted gross income.

Line 4 - Income Tax

If the amount on Line 3 is: \$12,000 or less for married filing separate individuals; \$12,625 or less for single individuals; \$19,000 or less for head of household individuals; or \$24,000 or less for married filing joint individuals, enter "0" on Line 4 and Line 6. You do not owe any income tax. Otherwise, calculate your tax using one of the following methods:

Tax Tables - If your Connecticut adjusted gross income is less than or equal to \$102,000, you may use the *Tax Tables* on Page 17 to find your tax. Be sure to use the correct column in the *Tax Tables*. After you have found the correct tax, enter that amount on Line 4.

Tax Calculation Schedule - You **must** use the *Tax Calculation Schedule* to figure your tax if your Connecticut adjusted gross income is more than \$102,000. You may also use the *Tax Calculation Schedule* if your Connecticut adjusted gross income is less than or equal to \$102,000. This schedule is found at the end of the tax tables or use the Income Tax Calculator on the DRS Web site: www.ct.gov/DRS

Line 5 - Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle

If the amount on Line 4 is zero, skip Line 5 and go to Line 6. Otherwise, you **must** complete *Schedule 1EZ* on Page 3 of **Form CT-1040EZ** to be allowed this credit. Enter the amount from Line 27 on Line 5. Be certain to include all of the requested information or your credit may be denied. See *Schedule 1EZ - Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle* on Page 10.

The credit is limited to the lesser of \$350 or the amount of qualifying property taxes paid. The maximum property tax credit allowed is \$350 per return, regardless of filing status. See *Property Tax Credit Limitation Table*, on the inside back cover of this booklet. **This credit may be used to offset your 2004 income tax only. You may not carry this credit forward and it is not refundable.**

Line 6 - Connecticut Income Tax

Subtract Line 5 from Line 4. Enter the result on Line 6. If less than zero, enter "0."

Line 7 - Individual Use Tax

Complete *Schedule 2EZ* on Page 3 of **Form CT-1040EZ**. See *Schedule 2EZ - Individual Use Tax*, on Page 11. Enter on Line 7 the total use tax due as reported on *Schedule 2EZ*, Line 28. You **must** enter "0" if no Connecticut use tax is due; otherwise you will not have filed a use tax return.

Line 8 - Total Tax

Add Line 6 and Line 7. Enter the total on Line 8.

Line 10 - Connecticut Tax Withheld

For each federal Form W-2, W-2G, or 1099, where Connecticut income tax was withheld, enter the following:

Column A: Enter the Employer Identification Number.

Column B: Enter the amount of Connecticut Wages, Tips, etc.

Column C: Enter the amount of Connecticut income tax withheld.

Enter the number from Box b in Column A of Form CT-1040EZ.

a Control number 22222	OMB No. 1545-0008		
b Employee identification number XX-XXXXXX	1 Wages, tips, other compensation	2 Federal income tax withheld	
c Employer's name, address, and ZIP code	3 Social security wages	4 Social security tax withheld	
	5 Medicare wages and tips	6 Medicare tax withheld	
	7 Social security tips	8 Allocated tips	
d Employee's social security number	9 Advance EIC payment	10 Dependent care benefits	
e Employee's first name and initial Last name	11 Nonqualified plans	12a	
	13	12b	
f Enter the amount from Box 16 in Column B of Form CT-1040EZ.	14 Other	12c	
		12d	
g Employee's address and ZIP code	15 State	16 State wages, tips, etc.	17 State income tax
h State	18 State income tax	19 Local wages, tips, etc.	20 Local income tax
CT	XXX.00	XXX.00	

Form **W-2** Wage and Tax Statement
Copy 1—For State, City, or Local Tax Department
2004 Department of the Treasury - Internal Revenue Service

Box 15 - Must show CT to be claimed as Connecticut Withholding.

Enter the amount from Box 17 (in whole dollars) in Column C of Form CT-1040EZ.

Do not include tax withheld for other states or federal income tax withholding.

If you have more than seven federal Forms W-2, W-2G, or 1099 showing Connecticut income tax withheld, you must complete **Schedule CT-1040WH, Connecticut Income Tax Withholding** (see back cover for information on how to obtain forms and publications). Enter on **Schedule CT-1040WH** only Connecticut income tax withholding amounts that were not previously reported on **Form CT-1040EZ**. Enter the total from **Schedule CT-1040WH**, Line 3 on the last line of Column C, Line 10h.

Add all entries in Column C (including the additional amount from **Schedule CT-1040WH**) and enter the total Connecticut income tax withheld on Line 10.

Do not attach copies of W-2, W-2G, and 1099 forms. Keep these forms for your records. They may be requested by DRS at a later date.

Important: When filing **Form CT-8379, Nonobligated Spouse Claim**, attach all W-2 and 1099 forms showing Connecticut income tax withheld.

Line 11 - All 2004 Estimated Tax Payments

Enter on Line 11 the total of all Connecticut estimated tax payments, advance tax payments, and any overpayments of Connecticut income tax applied from a prior year. Be sure to include any 2004 estimated payments made in 2005. Do not include any refunds received.

Line 12 - Payments Made With Form CT-1040 EXT

If you filed **Form CT-1040 EXT, Application for Extension of Time to File**, enter on Line 12 the amount you paid with that form.

Line 13 - Total Payments

Add Lines 10, 11, and 12. Enter the total on Line 13. This represents the total of all Connecticut tax payments made.

Line 14 - Overpayment

If Line 13 is greater than Line 9, subtract Line 9 from Line 13 and enter the result on Line 14. To properly allocate your overpayment, go to Lines 15, 16, and 17.

Line 15 - Amount of Line 14 You Want Applied to Your 2005 Estimated Tax

Enter the amount of your 2004 overpayment that you want applied to your 2005 estimated Connecticut income tax. It will be treated as estimated tax paid on April 15, 2005, if your return is filed on time or if you filed a timely request for extension and your return is filed within the extension period. Payments received after April 15, 2005,

will be applied as of the date of receipt. Your request to apply this amount to your 2005 estimated income tax is irrevocable.

Line 16 - Total Contributions of Refund to Designated Charities

You may make a contribution on this return only if you are entitled to a refund. Your contribution is limited to your refund amount. Write in a whole dollar amount for each fund to which you wish to contribute. Add your contributions from Lines 16a through 16e and enter the total on Line 16. Your contribution is irrevocable.

You may also make direct contributions by following the instructions on Page 15.

Line 17 - Refund

Subtract the total of Line 15 and Line 16 from Line 14. Enter the result on Line 17. This is the amount of your refund. Be sure to affix the refund label to the envelope when mailing your return.

Get your refund faster by choosing **direct deposit**. Complete Lines 17a, 17b, and 17c to have your refund directly deposited into your checking or savings account.

Enter your nine-digit bank routing number and your bank account number in Lines 17b and 17c. Your bank routing number is 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.

Note: If any of the bank information you supply for direct deposit does not match, a paper check will automatically be issued to you. Some financial institutions do not allow a joint refund to be deposited into an individual account.

Important: Your overpayment is applied in the following order: penalty and interest you owe, amounts designated by you to be applied to your 2005 estimated tax, other taxes you may owe DRS, debts to other Connecticut state agencies, federal taxes you may owe the IRS, and the charitable contributions you designate. Any remaining balance will be refunded to you.

Line 18 - Total Amount Due

If Line 9 is more than Line 13, subtract Line 13 from Line 9. This is the total amount of tax you owe. Pay the amount in full with your return. If the amount you owe is \$1,000 or more, you may be subject to interest on the underpayment of estimated income tax. See *Filing Form CT-2210* on Page 14.

Payment Options

If you filed a 2003 Connecticut income tax return, you may elect to pay your 2004 Connecticut income tax liability using your American Express® card, Discover® card, MasterCard® card, or VISA® card. A convenience fee will be charged by the credit card service provider. The fee is 2.5% of your total tax payment. 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.

To Pay by Credit Card

- Call Official Payments Corporation toll-free at 1-800-2PAY-TAX (1-800-272-9829). You will be asked to enter the Connecticut Jurisdiction Code: 1777; or
- Visit: www.officialpayments.com and select Payment Center.

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

To Pay by Mail

Make your check or money order payable to the "Commissioner of Revenue Services." To ensure proper posting of your payment, write your Social Security Number(s) and "2004 Form CT-1040EZ" on the front of your check or money order in the

lower left corner. Be sure to sign your check and paper clip it to the front of your return. **Do not send cash.**

Failure to file or failure to pay the proper amount of tax when due **will result in penalty and interest charges.** It is to your advantage to file when your return is due, whether or not you are able to make full payment.

Check Your Return

Take your time in completing your return. When you have finished, recheck all of your entries and arithmetic.

Sign Your Return

After completing your **Form CT-1040EZ**, sign your name and write the date you signed the return. Your spouse must also sign and enter the date if this is a joint return. The signature line is located on Page 2 of **Form CT-1040EZ**.

If you file a joint return, you **must** review the information with your spouse. When you and your spouse sign the return, you become jointly and severally responsible for paying the full amount of tax, interest, and penalties due.

Paid Preparer Signature

Anyone you pay to prepare your return must sign and date it. 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.

Third Party Designee

If you wish to authorize DRS to contact your friend, family member, or any other person, to discuss your 2004 tax return, enter the designee's name, telephone number, and any five numbers the designee chooses as his or her personal identification number (PIN). If you want to authorize DRS to contact the paid preparer who signed your return, enter "Preparer" in the space for the designee's name. You do not have to provide the other information requested.

If you enter a designee's name, you and your spouse (if filing a joint return) are authorizing DRS to call the designee to answer any questions that may arise during the processing of your return. You are also authorizing the designee to:

- Give DRS any information that is missing from your return;
- Call DRS for information about the processing of your return or the status of your refund or payment; **and**
- Respond to certain DRS notices that you have shared with the designee about math errors, offsets, and return preparation. The notices will not be sent to the designee.

Once DRS completes processing the return, the authorization ends. The authorization cannot be revoked. However, the authorization will automatically end no later than the due date (without regard to extensions) for filing your 2005 tax return. This is April 15, 2006, for most taxpayers.

Selecting a designee does not replace a power of attorney and will not authorize the designee to receive refund checks, bind you to anything (including additional tax liabilities), or represent you before DRS. To authorize another individual to represent you or act on your behalf, you must complete **Form LGL-001, Power of Attorney.**

Attach Your Label

Remove the preprinted peel-off label on the back cover of this booklet and place it over the name and address spaces of your return. The preprinted label **does not** include your Social Security Number(s). Therefore, you **must** write your Social Security Number(s) in the spaces provided above your name(s).

Order of Attachments

Paper clip your check or money order in payment of the tax due to the **front** of the income tax form in the appropriate area marked "**Clip**

check or money order here." To ensure proper posting of your payment, write your Social Security Number(s) and "**2004 Form CT-1040EZ**" on the front of your check or money order.

In addition, if you must file any of the following forms, attach the form(s) to the **front** of your income tax return in the following order:

- **Schedule CT-1040CRC, Claim of Right Credit**
- **Form CT-19IT, Title 19 Status Release Form**
- **Form CT-1127, Application for Extension of Time for Payment of Income Tax**
- **Form CT-8379, Nonobligated Spouse Claim** (with copies of W-2s)

Attach other required forms and schedules (including **Schedule CT-1040WH, Connecticut Income Tax Withholding**) to the **back** of your return, or as directed on the form.

Filing Your Return

Keep a copy of this return and all attachments for your records. You may need information from it when you file next year's return, make estimated tax payments, or to respond to a question from DRS. Attach to this return any required schedules and forms. Do **not** attach copies of your federal income tax return or federal schedules.

1. Remove both labels from the envelope flap along the perforation.
2. Choose the correct label for your return, moisten, and place it on the return envelope.
3. Affix the correct postage to the envelope.

Do not use these mailing labels to send other correspondence to DRS. Using these labels for other purposes will delay our response to you.

Schedule 1EZ - Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle

Connecticut residents **must** complete *Schedule 1EZ* to determine the amount of credit (if any) that may be taken against a Connecticut income tax liability. The credit is for property taxes paid during 2004 to a Connecticut political subdivision on a primary residence and/or privately owned or leased motor vehicle. If you entered zero on **Form CT-1040EZ**, Line 4, **DO NOT** complete this schedule.

See **Informational Publication 2004(16), Q & A: Income Tax Credit for Property Taxes Paid to a Connecticut Political Subdivision.**

Which Property Tax Bills Qualify

You may take credit against your 2004 Connecticut income tax liability for property tax payments that you made on your primary residence and privately owned or leased motor vehicle to a Connecticut political subdivision. Generally, property tax bills that were due and paid during 2004 qualify for this credit. This includes any installment payments that you made during 2004 that were due in 2004 and any installments that you prepaid during 2004 that were due in 2005. Supplemental property tax bills that were due during 2004 or 2005 also qualify if paid during 2004. However, the late payment of any property tax bills or the payment of any interest, fees, or charges related to the property tax bill do not qualify for the credit.

A husband and wife who file a joint Connecticut income tax return may consider property tax bills for which the husband or wife, or both, are liable.

You may take credit for a leased motor vehicle if you had a written lease agreement for a term of more than one year; and the property tax became due and was paid during 2004 (either by the leasing company or by you). Refer to your January 2005 billing statement from the leasing company in order to determine the amount of property taxes that may be eligible for the credit. Your statement will either indicate the amount of property taxes paid on your leased

motor vehicle or provide you with a toll-free number that you may call to obtain the necessary information. If you do not receive a billing statement in January 2005, contact your leasing company for the appropriate property tax information.

Example 1: Ernie received a property tax bill for a motor vehicle that was listed on his town's October 1, 2002 grand list. The bill was payable in two installments, July 1, 2003, and January 1, 2004. If Ernie paid the January 1, 2004 installment during 2004, he would be eligible to claim it on his 2004 income tax return, but if he prepaid it during 2003, he would not be eligible to take credit for it on his 2004 return, but he may have been eligible to take credit for it on his 2003 return.

Example 2: Isabelle received a property tax bill for a motor vehicle that was listed on her town's October 1, 2003 grand list. The bill was payable in two installments, July 1, 2004, and January 1, 2005. Isabelle is eligible to take credit for both installments on her 2004 income tax return, if she paid both installments during 2004. If Isabelle waited until January 1, 2005, to pay her second installment, she would not be eligible to take credit on her 2004 return for this installment, but she may be eligible to take credit for it on her 2005 return.

Maximum Credit Allowed

The **maximum** credit allowed for 2004 (on your primary residence and/or motor vehicle) is **\$350** per return, regardless of filing status. The maximum property tax credit cannot exceed the amount of qualifying property taxes paid or the amount of tax entered on **Form CT-1040EZ**, Line 4 and is phased-out depending upon a taxpayer's adjusted gross income. To be allowed this credit, you must complete *Schedule 1EZ* in its entirety.

Motor Vehicle Credit Restrictions

The number of motor vehicles eligible for this credit depends on your filing status as shown on the front of your Connecticut income tax return. Any individual whose filing status is *Single*, *Married Filing Separately*, or *Head of Household* is limited to the property tax paid on **one** motor vehicle, even if the individual sells a motor vehicle and purchases a replacement motor vehicle during the taxable year and only owns one motor vehicle at any time during the taxable year. Individuals whose filing status is *Married Filing Jointly* are limited to the property taxes paid on two motor vehicles.

Schedule 1EZ – Line Instructions

Name of Connecticut Tax Town or District

Enter the Connecticut town or taxing district to which the qualifying property tax was paid.

Description of Property

Enter the description of the property. If a primary residence, enter the street address. If a motor vehicle, enter the year, make, and model.

List or Bill Number

Enter the list or bill number from your property tax bill.

Date(s) Paid

Enter the date(s) that you paid qualifying property tax.

Line 19 - Primary Residence

Enter the total amount of property tax paid on your primary residence.

Line 20 - Auto 1

Enter the total amount of property tax paid on your motor vehicle.

Line 21 - Married Filing Jointly Only - Auto 2

Enter the total amount of property taxes paid on your second motor vehicle.

Line 22

Add Lines 19, 20, and 21 and enter the total on Line 22.

Line 23

The maximum property tax credit allowed is **\$350**.

Line 24

Enter the lesser of Line 22 or Line 23.

Line 25 - Limitation

Enter "0" on Line 25 and enter amount from Line 24 on Line 27 if your:

Filing status is:	Connecticut adjusted gross income is:
Single	\$ 55,000 or less
Married Filing Jointly	\$100,500 or less
Married Filing Separately	\$ 50,250 or less
Head of Household	\$ 78,500 or less

Otherwise, you **must** go to the *Property Tax Credit Table*, on the inside back cover, or use the Property Tax Credit Calculator on the DRS Web site at www.ct.gov/DRS. Enter the decimal amount from the *Property Tax Credit Table* on **Form CT-1040EZ**, Line 25.

Line 26

Multiply Line 24 by Line 25.

Line 27

Subtract Line 26 from Line 24. Enter the result here and on **Form CT-1040EZ**, Line 5.

Schedule 2EZ – Individual Use Tax

In general, goods or services that are purchased out-of-state and that would have been subject to the Connecticut sales tax if those goods or services had been purchased from a Connecticut retailer, are subject to the Connecticut use tax. Generally, individuals who have purchased goods from mail order or catalog companies and have had those goods shipped to Connecticut, and individuals who have purchased goods at out-of-state locations and have brought those goods back into Connecticut, are subject to the Connecticut use tax if they did not pay Connecticut sales tax. Complete *Schedule 2EZ - Individual Use Tax*, on Page 3 of **Form CT-1040EZ**, to calculate your use tax liability.

List separately any individual item with a purchase price of **\$300 or more**. Although you do not need to list separately any individual item with a purchase price of **less than \$300**, such items are subject to tax and the total of the purchase price of these items should be reported. Multiply the sales and use tax rate of 6% (.06) by the purchase price of the item and enter the result. Enter the total tax for all taxable purchases on *Schedule 2EZ*, Line 28 and **Form CT-1040EZ**, Line 7.

See **Informational Publication 2003(27), Q&A on the Connecticut Individual Use Tax**.

If you require additional lines, you should create an identical schedule and attach it to the back of your **Form CT-1040EZ**.

Enter only those purchases subject to use tax that you have not previously reported on **Form OP-186**.

You must enter "0" on Line 7 of **Form CT-1040EZ** if no Connecticut use tax is due. If you do not make an entry on Line 7, you will not have filed a use tax return.

Line 28

Complete *Schedule 2EZ-Individual Use Tax* and enter the total use tax due on Line 28 and on **Form CT-1040EZ**, Line 7.

GENERAL INFORMATION

Recordkeeping

Keep a copy of your tax return, worksheets that you used, and records of all items appearing on the return (such as W-2 and 1099 forms) 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. You may need this information to prepare future returns or to file amended returns.

Copies of Returns

You may request a copy of a previously filed Connecticut income tax return from DRS by completing **Form LGL-002, Request for Disclosure of Tax Return or Tax Return Information**. You can usually expect your copy in three weeks.

Refund Information

If you have a touch-tone phone, you may check on the status of your refund 24 hours a day by calling **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). Be ready to provide your Social Security Number (and your spouse's, if filing jointly) and the exact amount of the refund you requested.

If you *Telefile* or electronically file your return, you will be issued your refund in four days. If you send your return by mail, you should allow eight to ten weeks before calling to check on the status of your refund. If DRS does not issue your refund on or before the ninetieth day after we receive your claim for refund, you may be entitled to interest on your overpayment at the rate of $\frac{2}{3}\%$ for each month or fraction of a month between the ninetieth day following receipt of your claim for a refund or the due date of your return, whichever is later, and the date of notice that your refund is due.

Claiming a Refund for a Deceased Taxpayer

If you are a surviving spouse filing jointly with your deceased spouse, you may claim a refund on the jointly-filed return. If you are a court-appointed representative, file the return **and** attach a copy of the certificate that shows your appointment. All other filers requesting the deceased taxpayer's refund must file the return and attach federal Form 1310, Statement of Person Claiming Refund Due a Deceased Taxpayer.

Income received by the estate of the decedent for the portion of the year after the decedent's death, and for succeeding taxable years until the estate is closed, must be reported each year on **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates**.

Offset Against Debts

If you are due a refund but have not paid certain obligations to Connecticut state agencies or the IRS, all or part of your overpayment may be used to pay all or part of these outstanding debts or taxes. You will be advised by mail if your refund is reduced for this reason and will be given information directing you to the agency to contact if you wish to appeal. Your refund may also be reduced if you owe penalty and interest on late-filed or underpaid Connecticut income tax returns.

Nonobligated Spouse

When a joint return is filed and only one spouse owes past-due child support or a debt to any Connecticut state agency, the spouse who is not obligated may be eligible to claim a share of a joint income tax refund. A nonobligated spouse who received income in 2004 and who made Connecticut income tax payments

(withholding or estimates) for the 2004 taxable year may be eligible to claim his or her share of any refund if:

- A joint Connecticut tax return was filed for 2004; **and**
- An overpayment of tax was made.

If you are a nonobligated spouse, you may claim your share of a joint refund by filing **Form CT-8379, Nonobligated Spouse Claim**.

When filing **Form CT-8379**, attach all W-2 and 1099 forms showing Connecticut income tax withheld.

Do not use Form CT-8379 to claim your share of a Connecticut refund that was applied to federal taxes you owe to the IRS. You must contact the IRS Office of the Local Taxpayer Advocate in Hartford, Connecticut at 860-756-4555.

Title 19 Recipients

Title 19 recipients must file a Connecticut income tax return if the requirements for *Who Must File a Connecticut Resident Return* are met.

However, if you do not have funds to pay your Connecticut income tax and during 2004:

- You were a Title 19 recipient; **and**
- Medicaid assisted in the payment of your long-term care in a nursing or convalescent home;

complete **Form CT-19IT, Title 19 Status Release**, and attach it to the **front** of your Connecticut income tax return. By completing this form, you authorize DRS to verify your Title 19 status for 2004 with the Department of Social Services.

Special Information for Nonresident Aliens

A nonresident alien must file a Connecticut income tax return if the requirements of *Who Must File a Connecticut Resident Return* are met. In determining whether the *Gross Income Test* is met, the nonresident alien must take into account any income that is not subject to federal income tax under an income tax treaty between the U.S. and the country of which the nonresident alien is a citizen or resident. Income tax treaty provisions are disregarded for Connecticut income tax purposes. Any treaty income that is reported on federal Form 1040NR or Form 1040NR-EZ and that is not subject to federal income tax must be added to the nonresident alien's federal adjusted gross income. See **Form CT-1040, Schedule 1, Line 38**, or **Form CT-1040NR/PY, Schedule 1, Line 40**.

If the nonresident alien does not have and is not eligible for a Social Security Number, he or she must obtain an Individual Taxpayer Identification Number (ITIN) from the IRS, and enter it in the space provided for a Social Security Number.

A married nonresident alien may not file a joint Connecticut income tax return unless the nonresident alien is married to a citizen or resident of the U.S. and they have made an election to file a joint federal income tax return and, in fact, file a joint federal income tax return. (Any married individual filing federal Form 1040NR or federal Form 1040NR-EZ is not eligible to file a joint federal income tax return or a joint Connecticut income tax return, and must file as a married individual filing separately.)

Deceased Taxpayers

A Connecticut income tax return must be filed for a taxpayer who died during the year if the requirements for *Who Must File a Connecticut Resident Return* are met. The return must be signed and filed by his or her executor, administrator, or surviving spouse for the portion of the year before the taxpayer's death. The person

who files the return must clearly write "DECEASED," the deceased taxpayer's name, and the date of death across the top of the return.

A surviving spouse may file a joint return if the surviving spouse filed a joint federal income tax return. Write "Filing as surviving spouse" in the deceased spouse's signature line on the return. If both spouses died in 2004, their legal representative must file a final return. The Connecticut and federal filing status must be the same.

Relief From Joint Liability

In general, if you and your spouse file a joint income tax return you are both responsible for paying the full amount of tax, interest, and penalties due on your joint return. However, in very limited, specific cases, relief may be granted if you believe that all or any part of the amount due should be paid only by your spouse. You may request consideration by filing **Form CT-8857, Request for Innocent Spouse Relief (And Separation of Liability and Equitable Relief)**. See **Special Notice 99(15), Innocent Spouse Relief, Separation of Liability, and Equitable Relief**.



Extension of Time to File

To request an extension of time to file your return, you must file **Form CT-1040 EXT, Application for Extension of Time to File Connecticut Income Tax Return for Individuals**, and pay all the tax you expect to owe on or before the due date. Visit: www.ct.gov/DRS to file your extension over the internet. If you pay your expected 2004 Connecticut income tax due by credit card, you do not need to file **Form CT-1040 EXT**. See **Form CT-1040 EXT**, included in this booklet.

Form CT-1040 EXT extends only the time to file your return; it does not extend the time to pay your tax due. See *Interest and Penalties* on Page 14 if you do not pay all the tax due with your extension request.

Important: If you do not expect to owe additional Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld from your wages or any estimated Connecticut income tax payments you have made (or both), and you have requested an extension of time to file your 2004 federal income tax return, you are not required to file **Form CT-1040 EXT**.

U.S. Citizens Living Abroad

If you are a U.S. citizen or resident living outside the U.S. and Puerto Rico, or if you are in the armed forces of the U.S. serving outside the U.S. and Puerto Rico, and are unable to file a Connecticut income tax return on time you must file **Form CT-1040 EXT**. You must also pay the amount of tax due on or before the original due date of the return.

Include with **Form CT-1040 EXT** a statement that you are a U.S. citizen or resident living outside the U.S. and Puerto Rico, or in the armed forces of the U.S. serving outside the U.S. and Puerto Rico, and that you qualify for a federal automatic two-month extension. If your application is approved, the due date will be extended for six months. If you are still unable to file your return, and you were granted an additional extension of time to file for federal purposes, you may file your Connecticut return using the federal extension due date. A copy of the federal Form 2350 approval notice must be attached to the front of your Connecticut return.

Extension of Time to Pay

You may request a six-month extension of time to pay the tax by filing **Form CT-1127, Application for Extension of Time for Payment of Income Tax**, on or before the due date of the original return.

Attach **Form CT-1127** to the front of **Form CT-1040EZ** or **Form CT-1040 EXT**, and send it on or before the due date. As evidence of the need for extension, you must attach:

- An explanation of why you cannot borrow money to pay the tax due;
- A statement of your assets and liabilities; **and**
- An itemized list of your receipts and disbursements for the preceding three months.

If an extension of time to pay is granted and you pay all the tax due in full by the end of the extension period, a penalty will not be imposed. However, interest will accrue on any unpaid tax from the original due date. You should make payments as soon as possible to reduce the interest that you would otherwise owe. To ensure proper posting of your payment, write your Social Security Number(s) and "2004 Form CT-1040EZ" on the front of your check or money order. Mail payments to:

Department of Revenue Services
Accounts Receivable Unit
PO Box 5088
Hartford CT 06102-5088

Estimated Tax Payments

You must make estimated income tax payments if your Connecticut income tax (after tax credits) minus Connecticut tax withheld is \$1,000 or more, and you expect your Connecticut income tax withheld to be less than your required annual payment for the 2005 taxable year.

Your required annual payment for the 2005 taxable year is the lesser of:

- 90% of the income tax shown on your 2005 Connecticut income tax return; or
- 100% of the income tax shown on your 2004 Connecticut income tax return, if you filed a 2004 Connecticut income tax return that covered a 12-month period.

You do **not** have to make estimated income tax payments if:

- You were a Connecticut resident during the 2004 taxable year, and you did not file a 2004 income tax return because you had no Connecticut income tax liability; or
- You were a nonresident or part-year resident with Connecticut source income during the 2004 taxable year and you did not file a 2004 income tax return because you had no Connecticut income tax liability.

If you were a nonresident or part-year resident and you did **not** have Connecticut source income during the 2004 taxable year, you **must** use 90% of the income tax shown on your 2005 Connecticut income tax return as your required annual payment.

Annualized Income Installment Method

If your income varies throughout the year, you may be able to reduce or eliminate the amount of your estimated tax payment for one or more periods by using the annualized income installment method. See **Informational Publication 2004(17), A Guide to Calculating Your Annualized Estimated Income Tax Installments and Worksheet CT-1040 AES**.

Filing Form CT-1040ES

Use **Form CT-1040ES, Estimated Connecticut Income Tax Payment Coupon for Individuals**, to make estimated Connecticut income tax payments for 2005. If you made estimated tax payments in 2004, you will automatically receive coupons for the 2005 taxable year in mid-January. They will be preprinted with your name, address, and Social Security Number. To ensure that your payments are properly credited, use the preprinted coupons.

If you did not make estimated tax payments in 2004, use **Form CT-1040ES**, included in this booklet, to make your first estimated income tax payment. If you file this form, additional preprinted coupons will be mailed to you or you may visit the DRS Web site for additional forms.

You may pay your 2005 estimated Connecticut income tax payments by credit card. See **Form CT-1040ES**, included in this booklet.

To avoid making estimated tax payments, you may request that your employer withhold additional amounts from your wages to cover the taxes on other income. You can make this change by giving your employer a revised **Form CT-W4, Employee's Withholding Certificate**. For help in determining the correct amount of Connecticut withholding to be withheld from your wage income, see **Informational Publication 2005(1), Is My Connecticut Withholding Correct?**

Special Rules for Farmers and Fishermen

If you are a farmer or fisherman (as defined in I.R.C. §6654(i)(2)) who is required to make estimated income tax payments, you must make **one** payment. Your payment is due on or before January 15, 2006, for the 2005 taxable year. The required installment is the lesser of 66²/₃% of the income tax shown on your 2005 Connecticut income tax return or 100% of the income tax shown on your 2004 Connecticut income tax return.

A farmer or fisherman who files a 2005 Connecticut income tax return on or before March 1, 2006, and pays in full the amount computed on the return as payable on or before that date, will not be charged interest for underpayment of estimated tax.

Farmers or fishermen who use these special rules **must** complete and attach **Form CT-2210, Underpayment of Estimated Tax by Individuals, Trusts, and Estates**, to their Connecticut income tax return to avoid being billed for interest on the underpayment of estimated income tax. Be sure to check **Form CT-2210, Part I, Box D**, and the box for **Form CT-2210** on the front of **Form CT-1040**. See **Informational Publication 2004(14), Farmer's Guide to Sales and Use Taxes, Motor Vehicle Fuels Tax, Estimated Income Tax, and Withholding Tax**.

Interest on Underpayment of Estimated Tax

You may be charged interest if you did not pay enough tax through withholding or estimated payments, or both, by any installment due date. This is true even if you are due a refund when you file your tax return. Interest is calculated separately for each installment. Therefore, you may owe interest for an earlier installment, even if you paid enough tax later to make up the underpayment. Interest at 1% (.01) per month or fraction of a month will be added to the tax due until the **earlier** of April 15, 2005, or the date on which the underpayment is paid.

A taxpayer who files a 2004 Connecticut income tax return on or before January 31, 2005, and pays in full the amount computed on the return

as payable on or before that date, will not be charged interest for failing to make the estimated payment due January 15, 2005.

A farmer or fisherman (as defined in I.R.C. §6654(i)(2)) who is required to make estimated income tax payments will not be charged interest for failing to make the estimated payment due January 15, 2005, if he or she files a 2004 Connecticut income tax return on or before March 1, 2005, and pays in full the amount computed on the return as payable on or before that date.

Filing Form CT-2210

You may be charged interest if your 2004 Connecticut income tax (after tax credits) minus Connecticut tax withheld, is \$1,000 or more. Use **Form CT-2210, Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates**, to calculate interest on the underpayment of estimated tax. **Form CT-2210** and detailed instructions are available from DRS. However, this is a complex form and you may prefer to have DRS calculate the interest. If so, do not file **Form CT-2210** and DRS will send you a bill.

Important: You may not file **Form CT-1040EZ** if you want to pay the interest calculated on **Form CT-2210** with your income tax return. Instead, you must file **Form CT-1040**.

Interest and Penalties

In general, interest and penalty apply to any portion of the tax that is not paid on or before the original due date of the return.

Interest

If you do not pay the tax when due, you will owe interest at 1% (.01) per month or fraction of a month until the tax is paid in full.

If you did not pay enough tax through withholding or estimated payments, or both, by any installment due date, you may be charged interest. This is true even if you are due a refund when you file your tax return. See *Interest on Underpayment of Estimated Tax*, on this page.

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 income or use tax is 10% (.10) of the tax due. If a request for an extension of time to file has been granted, you can avoid a penalty for failure to pay the full amount due by the original due date if you:

- Pay at least 90% (.90) of the income tax shown to be due on the return on or before the original due date of the return; **and**
- Pay the balance due with the return 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 that is required by law to be filed.

2005 Estimated Tax Due Dates		Due dates of installments and the amount of required payments for 2005 calendar year taxpayers are:
April 15, 2005	25% of your required annual payment	
June 15, 2005	25% of your required annual payment (A total of 50% of your required annual payment should be paid by this date.)	
September 15, 2005	25% of your required annual payment (A total of 75% of your required annual payment should be paid by this date.)	
January 15, 2006	25% of your required annual payment (A total of 100% of your required annual payment should be paid by this date.)	
An estimate will be considered timely filed if received on or before the due date, or if the date shown by the U.S. Postal Service cancellation mark is on or before the due date. Taxpayers who report on other than a calendar year basis, should use their federal estimated tax installment due dates. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.		

Penalty for Failure to File

If you do not file your return and DRS files a return for you, the penalty for failure to file is 10% (.10) of the balance due or \$50, whichever is greater. If you are required to file **Form CT-1040X**, and fail to do so, a penalty may be imposed.

Waiver of Penalty

You may be able to have your penalty waived if the failure to file or pay tax on time was due to a reasonable cause and was not intentional or due to neglect. Interest **cannot** be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests must include:

- A clear and complete written explanation;
- Your name and Social Security Number;
- The taxable filing period;
- The name of the original form filed or billing notice received; **and**
- Documentation supporting your explanation.

Attach your request to the **front** of your tax return **or** mail separately with a copy of your tax return to:

Department of Revenue Services
 Penalty Review Committee
 PO Box 5089
 Hartford CT 06102-5089

Other Taxes You May Owe

The information that follows is intended to be a general description of other Connecticut taxes for which you may be liable. More detailed information is available by requesting the form or publication specified. Failure to pay these taxes, if you are liable for them, may subject you to civil and criminal penalties.

Connecticut Gift Tax (Form CT-709)

Gifts made during the calendar year by resident and nonresident individuals are subject to the Connecticut gift tax. Residents are

subject to tax on all gifts of intangible property and of real and tangible personal property located in Connecticut. In general, gifts made to any particular donee are not subject to the Connecticut gift tax unless the value of all such gifts to that donee during the calendar year exceeds \$11,000. The tax is computed on the fair market value of the property that was given. The donor is liable for the tax, but if the donor does not pay the tax, it may be collected from the donee. The tax is reported on, and paid upon the filing of **Form CT-709, Connecticut Gift Tax Return**. The return must be filed, and the gift tax paid, on or before April 15 annually, for gifts made during the preceding calendar year.

Connecticut Income Tax Withholding by Household Employers

Connecticut rules differ from federal rules. Household employers may not report and pay household employee withholding tax with their Connecticut income tax return. See **Informational Publication 2005(7), Connecticut Circular CT - Employer's Tax Guide**.

Business Entity Tax (Form OP-424)

There is an annual business entity tax (BET) of \$250. The BET applies to each of the following entities, if required to file an annual report with the Connecticut Secretary of the State:

- S Corporation;
- Limited Liability Partnership;
- Limited Partnership; **or**
- Limited Liability Company, which is, 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.

See **Special Notice 2002(11), Business Entity Tax**, and **Informational Publication 2003(15), Q & A on the Business Entity Tax**.

Designated Contributions				
AIDS RESEARCH EDUCATION FUND	ORGAN TRANSPLANT FUND	ENDANGERED SPECIES, NATURAL AREA PRESERVES, AND WATCHABLE WILDLIFE FUND	BREAST CANCER RESEARCH AND EDUCATION FUND	SAFETY NET SERVICES FUND
This fund assists research, education, and community service programs related to Acquired Immune Deficiency Syndrome (AIDS). The fund is administered by the Department of Public Health.	This fund assists Connecticut residents in paying for the unmet medical and ancillary needs of organ transplant candidates and recipients. The fund is administered by the Department of Social Services.	This fund helps preserve, protect, and manage Connecticut's endangered plants and animals, wildlife and their habitats. The fund is administered by the Department of Environmental Protection.	This fund assists research, education, and community service programs related to breast cancer. The fund is administered by the Department of Public Health.	This fund protects the children of families who are no longer eligible to receive public assistance benefits. The fund is administered by the Department of Social Services.
To contribute directly send to: <i>Department of Public Health AIDS and Chronic Diseases Division MS #11APV PO Box 340308 Hartford CT 06134-0308</i>	To contribute directly send to: <i>Department of Social Services Accounts Receivable 25 Sigourney Street Hartford CT 06106-5003</i>	To contribute directly send to: <i>Department of Environmental Protection-Bureau of Administration Financial Management 79 Elm Street Hartford CT 06106-5127</i>	To contribute directly send to: <i>Department of Public Health Breast and Cervical Cancer Early Detection Program, AIDS and Chronic Diseases Division MS #11-HLS PO Box 340308 Hartford CT 06134-0308</i>	To contribute directly send to: <i>Department of Social Services Accounts Receivable 25 Sigourney Street Hartford CT 06106-5003</i>
Make check payable to: "Treasurer, State of Connecticut/AIDS Fund"	Make check payable to: "Commissioner of Social Services/Organ Transplant Fund"	Make check payable to: "DEP-Endangered Species/Wildlife Fund"	Make check payable to: "Treasurer, State of Connecticut/Breast Cancer Fund"	Make check payable to: "Commissioner of Social Services/Safety Net Fund"

AMENDED RETURNS

Use **Form CT-1040X**, *Amended Connecticut Income Tax Return*, to amend a previously filed Connecticut income tax return. If **Form CT-1040X** is filed to have an overpayment of Connecticut income tax refunded or credited, it must be filed before the Connecticut statute of limitations expires. Generally, the Connecticut statute of limitations for refunding or crediting any Connecticut income tax overpayment expires three years after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If an amended return is not timely filed, a penalty may be imposed. Interest will also be assessed on any additional Connecticut income tax not paid on or before the due date. See *Interest and Penalties* on Page 14.

The following circumstances require the filing of **Form CT-1040X**:

<p>1. The IRS or federal courts change or correct your federal income tax return, and the change or correction results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>2. You filed a timely amended federal income tax return, and the amendment results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your timely amended federal return. If you file Form CT-1040X no later than 90 days after the date of filing the timely amended federal income tax return, any Connecticut income tax overpayment resulting from filing the timely amended federal income tax return will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>3. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and the tax officials or courts of that qualifying jurisdiction made a change or correction to your income tax return and the change or correction results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>4. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and you filed a timely amended income tax return with that qualifying jurisdiction, and the amendment results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your amended return with the qualifying jurisdiction. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>5. If none of the above circumstances apply, but you made a mistake or omission on your Connecticut income tax return, and the mistake or omission results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than three years after the due date of your return, or if you filed a timely request for an extension of time to file, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.</p>

Do not file Form CT-1040X for any of the following reasons:

- To have an overpayment refunded instead of applied to next year's estimated tax or to change contributions made to designated charities. The elections you made on your original return **cannot** be changed by filing **Form CT-1040X**.
- To amend your Connecticut income tax return for an earlier year in order to claim a credit for income tax paid on income which was included in your Connecticut adjusted gross income for that year and which you repaid in a later taxable year. File **Schedule CT-1040CRC**, *Claim of Right Credit*, with your Connecticut income tax return for the later taxable year.

Financial Disability

If you are financially disabled, as defined in I.R.C. §6511(h)(2), the time for having an overpayment of Connecticut income tax refunded or credited to you is extended for as long as you are financially disabled. You are considered financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not considered financially disabled during any period that your spouse or any other person is authorized to act on your behalf in financial matters.

Paperless filing!



No calculations necessary!

PROPERTY TAX CREDIT TABLE

Enter the amount from Form CT-1040EZ, Schedule 1EZ - Property Tax Credit Worksheet, Line 24, on Line 5, if your filing status is:

Single and your Connecticut AGI is	\$55,000 or less
Married Filing Jointly and your Connecticut AGI is	\$100,500 or less
Married Filing Separately and your Connecticut AGI is	\$50,250 or less
Head of Household and your Connecticut AGI is	\$78,500 or less

Otherwise, enter the decimal amount from the Property Tax Credit Table below on Form CT-1040EZ, Schedule 1EZ, Line 25.

Use your filing status on the front of your tax return and your Connecticut AGI - Form CT-1040EZ, Line 3.

SINGLE

If you are Single and your Connecticut AGI is:

More Than	Less Than or Equal to	Decimal Amount
\$0	\$55,000	0
\$55,000	\$65,000	.10
\$65,000	\$75,000	.20
\$75,000	\$85,000	.30
\$85,000	\$95,000	.40
\$95,000	\$105,000	.50
\$105,000	\$115,000	.60
\$115,000	\$125,000	.70
\$125,000	\$135,000	.80
\$135,000	\$145,000	.90
\$145,000	and up	1.00

MARRIED FILING JOINTLY

If you are Married filing jointly and your Connecticut AGI is:

More Than	Less Than or Equal to	Decimal Amount
\$0	\$100,500	0
\$100,500	\$110,500	.10
\$110,500	\$120,500	.20
\$120,500	\$130,500	.30
\$130,500	\$140,500	.40
\$140,500	\$150,500	.50
\$150,500	\$160,500	.60
\$160,500	\$170,500	.70
\$170,500	\$180,500	.80
\$180,500	\$190,500	.90
\$190,500	and up	1.00

MARRIED FILING SEPARATELY

If you are Married filing separately and your Connecticut AGI is:

More Than	Less Than or Equal to	Decimal Amount
\$0	\$50,250	0
\$50,250	\$55,250	.10
\$55,250	\$60,250	.20
\$60,250	\$65,250	.30
\$65,250	\$70,250	.40
\$70,250	\$75,250	.50
\$75,250	\$80,250	.60
\$80,250	\$85,250	.70
\$85,250	\$90,250	.80
\$90,250	\$95,250	.90
\$95,250	and up	1.00

HEAD OF HOUSEHOLD

If you are Head of household and your Connecticut AGI is:

More Than	Less Than or Equal to	Decimal Amount
\$0	\$78,500	0
\$78,500	\$88,500	.10
\$88,500	\$98,500	.20
\$98,500	\$108,500	.30
\$108,500	\$118,500	.40
\$118,500	\$128,500	.50
\$128,500	\$138,500	.60
\$138,500	\$148,500	.70
\$148,500	\$158,500	.80
\$158,500	\$168,500	.90
\$168,500	and up	1.00

**ELECTRONIC
FILING
OPTIONS**



File Form CT-1040 EXT over the internet using WebFile.
Visit: www.ct.gov/DRS



File your federal and Connecticut returns together using e-file! Visit:

www.irs.gov/efile

Check this booklet for additional details!

CONNECTICUT TAX ASSISTANCE

Internet DRS Web site:	FOR TAX INFORMATION	FORMS AND PUBLICATIONS	
	May be obtained anytime by using: www.ct.gov/DRS	May be obtained anytime by using:	
Telephone	CONN-TAX 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere) TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.	From a touch-tone phone call: 1-800-382-9463 (in-state) and select Option 2 , or 860-297-4753 (from anywhere). DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.	
Write	Department of Revenue Services Taxpayer Services Division 25 Sigourney Street Hartford CT 06106-5032		
Walk-in Offices Free personal taxpayer assistance and forms are available by visiting our offices from Monday through Friday, 8:00 a.m. to 5:00 p.m. Call CONN-TAX for directions to DRS offices.	Location	Address	Phone
	Bridgeport	10 Middle Street	203-336-7890
	Hartford	25 Sigourney Street	860-297-5962
	Norwich	2 Cliff Street	860-889-2669
	Hamden	3074 Whitney Avenue, Building #2	203-287-8243
	Waterbury	55 West Main Street, Suite 100	203-805-6789
* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *			
FEDERAL TAX INFORMATION For questions about federal taxes , contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit: www.irs.gov To order federal tax forms , call: 1-800-829-3676.		STATEWIDE SERVICES For information on statewide services and programs, visit the ConneCT Web site at www.ct.gov	

Department of Revenue Services
State of Connecticut
25 Sigourney Street
Hartford CT 06106-5032

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Connecticut Alternative Minimum Tax Return - Individuals

(Rev. 12/04)

You must attach this form to the back of Form CT-1040 or Form CT-1040NR/PY

Your First Name and Middle Initial	Last Name	Your Social Security Number
If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number

PART I - Please read instructions before completing this form

1. Federal alternative minimum taxable income (<i>See instructions</i>)	▶	1.		00
2. Additions to federal alternative minimum taxable income (<i>See instructions</i>)	▶	2.		00
3. Add Line 1 and Line 2.		3.		00
4. Subtractions from federal alternative minimum taxable income (<i>See instructions</i>)	▶	4.		00
5. Adjusted federal alternative minimum taxable income. Subtract Line 4 from Line 3 (If married filing separately and Line 5 is more than \$191,000, <i>see instructions</i>)	▶	5.		00
6. If this form is for a child under age 14 (<i>see instructions</i>), otherwise, enter \$40,250 (\$58,000 if married filing jointly or qualifying widow(er), \$29,000 if married filing separately).		6.		00
7. Enter \$112,500 (\$150,000 if married filing jointly or qualifying widow(er), \$75,000 if married filing separately)		7.		00
8. Subtract Line 7 from Line 5. If zero or less, enter "0" here and on Line 9.		8.		00
9. Multiply Line 8 by 25% (.25).		9.		00
10. Exemption (Subtract Line 9 from Line 6. If zero or less, enter "0.")	▶	10.		00
11. Subtract Line 10 from Line 5. If zero or less, enter "0" here and on Line 26 and skip Lines 12 through 25.		11.		00
Complete only one of Line 12, 13, or 14. Enter the result on Line 15.				
12. If you completed Part III of federal Form 6251, complete Part II of this form and enter the amount from Line 47 here and on Line 15. Skip Line 13 and Line 14.		12.	00	[Hatched Area]
13. If Line 11 is \$175,000 or less (\$87,500 or less if married filing separately), multiply Line 11 by 26% (.26). Enter the result here and on Line 15.		13.	00	
14. If Line 11 is more than \$175,000 (more than \$87,500 if married filing separately), multiply Line 11 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result. Enter the result here and on Line 15.		14.	00	
15. Enter the amount from Line 12, Line 13, or Line 14.		15.		00
16. Alternative minimum tax foreign tax credit (from federal Form 6251, Line 32)		16.		00
17. Adjusted federal tentative minimum tax (Subtract Line 16 from Line 15)		17.		00
18. Multiply Line 17 by 19% (.19).		18.		00
19. Multiply Line 5 by 5.5% (.055).		19.		00
20. Connecticut minimum tax (Enter the lesser of Line 18 or Line 19)		20.		00
21. Apportionment factor (Residents , enter 1.0000; Nonresidents and Part-Year Residents , <i>see instructions</i>)		21.	.	
22. Apportioned Connecticut minimum tax (Multiply Line 20 by Line 21)		22.		00
23. Connecticut income tax (from Form CT-1040, Line 6, or Form CT-1040NR/PY, Line 10)	▶	23.		00
24. Net Connecticut minimum tax (Subtract Line 23 from Line 22. If zero or less, enter "0.")		24.		00
25. Credit for alternative minimum tax paid to qualifying jurisdictions. Residents and Part-Year Residents only (from Schedule A, Line 56)	▶	25.		00
26. Subtract Line 25 from Line 24. Enter the amount here and on Form CT-1040, Line 9, or Form CT-1040NR/PY, Line 13.	▶	26.		00

PART II

27. Enter the amount from Line 11.			27		00
28. Enter the amount from federal Form 6251, Line 37 (See instructions).	28		00		
29. Enter the amount from federal Form 6251, Line 38 (See instructions).	29		00		
30. Enter the amount from federal Form 6251, Line 39 (See instructions).	30		00		
31. Enter the smaller of Line 27 or Line 30.			31		00
32. Subtract Line 31 from Line 27.			32		00
Complete Line 33 or Line 34 but not both.					
33. If Line 32 is \$175,000 or less (\$87,500 or less if married filing separately), multiply Line 32 by 26% (.26)			33		00
34. If Line 32 is more than \$175,000 (more than \$87,500 if married filing separately), multiply Line 32 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result			34		00
35. Enter: <ul style="list-style-type: none"> • \$58,100, if married filing jointly or qualifying widow(er), • \$29,050, if single or married filing separately, or • \$38,900, if head of household 	35		00		
36. Enter the amount from federal Form 6251, Line 44	36		00		
37. Subtract Line 36 from Line 35. If zero or less, enter "0".	37		00		
38. Enter the smaller of Line 27 or Line 28.	38		00		
39. Enter the smaller of Line 37 or Line 38.	39		00		
40. Multiply Line 39 by 5% (.05).			40		00
41. Subtract Line 39 from Line 38.	41		00		
42. Multiply Line 41 by 15% (.15). If Line 29 is zero or blank, skip Lines 43 and 44 and go to Line 45. Otherwise, go to Line 43.			42		00
43. Subtract Line 38 from Line 31	43		00		
44. Multiply Line 43 by 25% (.25).			44		00
45. Add Lines 33, 34, 40, 42, and 44			45		00
46. If Line 27 is \$175,000 or less (\$87,500 or less if married filing separately), multiply Line 27 by 26% (.26). Otherwise, multiply Line 27 by 28% (.28) and subtract \$3,500 (\$1,750 if married filing separately) from the result.			46		00
47. Enter the smaller of Line 45 or Line 46 here and on Line 12.			47		00

General Instructions

Purpose

Taxpayers who are subject to and required to pay the federal alternative minimum tax are subject to the Connecticut alternative minimum tax. Use this form to calculate your Connecticut alternative minimum tax liability and attach it directly behind your Connecticut income tax return.

Taxpayers who do not have a federal alternative minimum tax liability are not required to complete this form.

Who Must File This Form

You are required to file **Form CT-6251, Connecticut Alternative Minimum Tax Return - Individuals**, if either of the following conditions is true for the 2004 taxable year:

- You were a Connecticut resident or part-year resident and had a federal alternative minimum tax liability; or
- You were a Connecticut nonresident with a federal alternative minimum tax liability and you had Connecticut source income.

If you meet one of the requirements above, you must file **Form CT-6251**, even if your Connecticut alternative minimum tax is zero.

What is the Connecticut Alternative Minimum Tax

The Connecticut alternative minimum tax is a tax imposed on certain individuals, estates, and trusts in addition to their regular income tax. The tax is computed on the lesser of 19% (.19) of the adjusted federal tentative minimum tax, or 5.5% (.055) of the adjusted federal alternative minimum taxable income.

What is the Adjusted Federal Tentative Minimum Tax

The adjusted federal tentative minimum tax is your federal tentative minimum tax with certain Connecticut modifications.

Part-Year Residents and Nonresidents

Connecticut part-year residents and nonresidents must first compute the Connecticut minimum tax as if they were Connecticut residents, then apportion their Connecticut minimum tax.

Credits

Connecticut residents and part-year residents are allowed a credit for minimum taxes paid to a qualifying jurisdiction on the income that is taxed by both Connecticut and that jurisdiction. The credit may not exceed the amount of tax otherwise due.

You may be able to claim a credit against your Connecticut income tax for Connecticut alternative minimum tax paid in a prior year. See the instructions to **Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts, and Estates**.

Filing Status

Your filing status must match your Connecticut income tax filing status as reported on the front of **Form CT-1040** or **Form CT-1040NR/PY**.

If you and your spouse are filing a joint federal income tax return and you file separate Connecticut income tax returns (either because you qualify and elect to do so or because you are required to do so), the federal rules for allocating income apply. You must recalculate your federal alternative minimum tax liability as if your filing status for federal income tax purposes was **single**. If upon your recalculation you would have had a federal alternative minimum tax liability, you are subject to Connecticut alternative minimum tax and you are required to calculate **Form CT-6251** as a single individual.

Where the calculation of any individual federal items are subject to limitations (for example, alternative tax net operating loss deduction); such items may have to be recalculated if Connecticut modifications apply.

Line Instructions

Name and Social Security Number

Enter in the space provided at the top of the form your name and Social Security Number as it appears on your Connecticut income tax return. If you are filing a joint return, also enter your spouse's name and Social Security Number.

PART I

Line 1 - Federal Alternative Minimum Taxable Income

Residents, part-year residents, and nonresidents should enter the amount from federal Form 6251, Line 28. Part-year residents must also include or exclude any tax preference items and adjustments attributable to a future year which accrued up to the time of a change in residence.

If your filing status is married filing separately, combine Lines 1 through 27 from federal Form 6251, and enter the result here. (This amount may differ from the amount entered on Line 28.)

Line 2 - Additions to Federal Alternative Minimum Taxable Income

To compute the additions to federal alternative minimum taxable income, use the amount entered on Form CT-1040, Schedule 1, Line 39, or Form CT-1040NR/PY, Schedule 1, Line 41, minus:

- Any amount entered as a modification for a taxable lump-sum distribution from a qualified plan not included in federal adjusted gross income as entered on Form CT-1040, Schedule 1, Line 34, or Form CT-1040NR/PY, Schedule 1, Line 36;
- Any interest or dividend income on U.S. government obligations or securities exempt from federal income tax, but taxable for Connecticut income tax purposes, as included on Form CT-1040, Schedule 1, Line 38, or Form CT-1040NR/PY, Schedule 1, Line 40; and
- Any special depreciation allowance for qualified property placed in service during this year, as included on Form CT-1040, Schedule 1, Line 33, or Form CT-1040NR/PY, Schedule 1, Line 35.

Exclude from Line 2 the amount of federally tax-exempt interest or exempt-interest dividends according to I.R.C. §852(b)(5), from non-Connecticut private activity bonds issued after August 7, 1986, and included on federal Form 6251, Line 11.

Enter the net amount on Line 2.

Line 4 - Subtractions From Federal Alternative Minimum Taxable Income

To compute the subtractions from federal alternative minimum taxable income, use the total amount entered on Form CT 1040, Schedule 1, Line 50, or Form CT-1040NR/PY, Schedule 1, Line 52, minus:

- Any amount entered as a modification for refunds of state and local income taxes entered on Form CT-1040, Schedule 1, Line 43, or Form CT-1040NR/PY, Schedule 1, Line 45; and
- Any special depreciation allowance for qualified property placed in service during the preceding year entered on Form CT-1040, Schedule 1, Line 45 or Form CT-1040NR/PY, Schedule 1, Line 47.

Include on Line 4 the amount of federally tax-exempt interest or exempt-interest dividends, according to I.R.C. §852(b)(5), from Connecticut private activity bonds issued after August 7, 1986, and included on federal Form 6251, Line 11.

Enter the net amount on Line 4.

Line 5 - Adjusted Federal Alternative Minimum Taxable Income

If your filing status is married filing separately and Line 5 is more than \$191,000, you must include an additional amount on Line 5. If Line 5 is \$307,000 or more, include an additional \$29,000 on Line 5. Otherwise, include 25% (.25) of the excess of the amount on Line 5 over \$191,000.

Example: If the amount on Line 5 is \$211,000, multiply the amount in excess of \$191,000 (\$20,000) by 25% (.25). The result is \$5,000. Add the \$5,000 to \$211,000 and enter \$216,000 on Line 5.

Line 6

If this form is for a child under age 14, follow the instructions to federal Form 6251 to calculate the child's exemption amount. Skip Lines 6 through 9 and enter the child's exemption amount on Line 10.

Line 21 - Apportionment Factor

Residents: Must enter 1.0000.

Nonresidents and Part-Year Residents: To arrive at the apportionment factor, divide your total items of income, gain, loss, or deduction from Connecticut sources that are associated with your adjusted federal alternative minimum taxable income by your total adjusted federal alternative minimum taxable income from Form CT-6251, Line 5.

In order to determine the total items of income, gain, loss, or deduction from Connecticut sources you must first net out certain modifications that may have been included in the amount shown on Form CT-1040NR/PY, Line 6 as follows:

- Do not include any modifications from Form CT-1040NR/PY, Schedule 1, Lines 35, 36, and 47.
- Do not include any interest or dividend income on U.S. government obligations or securities exempt from federal income tax, but taxable for Connecticut income tax purposes that may have been included on Form CT-1040NR/PY, Schedule 1, Line 40.
- Do not include any amount of federally tax-exempt interest or exempt-interest dividends according to I.R.C. §852(b)(5), from non-Connecticut private activity bonds issued after August 7, 1986 that may have been included on Form CT-1040NR/PY, Schedule 1, Lines 33 or 34.

Then you must further adjust the amount from Form CT-1040NR/PY, Line 6 as follows:

- If filing federal Form 1040, Schedule A, adjust Line 6 of Form CT-1040NR/PY by any items entered on federal Form 6251, Lines 2 through 6, 8 through 10, and 12 through 27 that are connected with or derived from Connecticut sources.
- Otherwise adjust Line 6 of Form CT-1040NR/PY by any items entered on federal Form 6251, Lines 8 through 10 and 12 through 27 that are connected with or derived from Connecticut sources.

PART II

If you completed Part III of federal Form 6251, complete this part and enter the amount from Form CT-6251, Line 47, on Part I, Line 12 and Line 15.

Lines 28, 29, 30, and 36

When entering an amount on Line 28, Line 29, Line 30, and Line 36, you must include the Schedule 1 modification for the gain or loss on the sale of Connecticut state and local government bonds, from Form CT-1040, Line 36 or Line 47, or from Form CT-1040NR/PY, Line 38 or Line 49.

SCHEDULE A
Credit For Alternative Minimum Tax Paid to Qualifying Jurisdictions
Connecticut Residents and Part-Year Residents Only

Residents

Use *Schedule A* to claim a credit against the net Connecticut minimum tax liability for alternative minimum tax paid during the taxable year to a qualifying jurisdiction. Credit may be claimed only if the income on which taxes were paid was derived from or connected with sources within the qualifying jurisdiction.

Part-Year Residents

Use *Schedule A* to claim a credit against the net Connecticut minimum tax liability for alternative minimum tax paid to a qualifying jurisdiction on items of income, gain, loss, or deduction attributable to that jurisdiction during the period of Connecticut residency.

A **qualifying jurisdiction** includes another state of the United States, a local government within another state, or the District of Columbia. A **qualifying jurisdiction** does not include the State of Connecticut, the United States, or a foreign country or its provinces (for example, Canada and Canadian Provinces).

No credit shall be allowed for any of the following:

- Alternative minimum tax paid to a qualifying jurisdiction on income not derived from or connected with sources within the qualifying jurisdiction;
- Alternative minimum tax paid to a jurisdiction that is not a qualifying jurisdiction;
- Alternative minimum tax paid to a qualifying jurisdiction, if you claimed credit for alternative minimum tax paid to Connecticut on that qualifying jurisdiction's alternative minimum tax return or income tax return; or
- Payments of alternative minimum tax made to a qualifying jurisdiction on income not subject to the Connecticut alternative minimum tax.

No credit is allowed for tax paid on dividends or interest income unless derived from property employed in a business or trade carried on in that jurisdiction. However, credit is allowed for tax paid on wages earned for services performed in a qualifying jurisdiction.

The allowed credit must be separately computed for each qualifying jurisdiction. Use separate columns for each qualifying jurisdiction for which you are claiming a credit. Attach a copy of all alternative minimum tax returns filed with qualifying jurisdictions directly following **Form CT-6251**.

Schedule A provides two columns, A and B, to compute the credit for two qualifying jurisdictions. If you need more than two columns, create a worksheet identical to *Schedule A* and attach it to the back of your **Form CT-6251**.

If you are claiming credit for alternative minimum tax paid to a qualifying jurisdiction and to one of its political subdivisions, follow these rules to determine your credit:

- A. If the **same amount** of adjusted alternative minimum taxable income is taxed by both the city and the state:
 1. Use only **one** column of *Schedule A* to calculate your credit;
 2. Enter the same amount of adjusted alternative minimum taxable income taxed by both city and state in that column on **Form CT-6251, Schedule A; and**
 3. Combine the amounts of alternative minimum tax paid to the city and the state and enter the total on Line 54 of that column.
- B. If the **amounts** of adjusted alternative minimum taxable income taxed by both the city and state **are not the same**:
 1. Use **two** columns on **Form CT-6251, Schedule A;**
 2. Include only the same amount of adjusted alternative minimum taxable income taxed by both jurisdictions in the first column; **and**
 3. Include the excess amount of adjusted alternative minimum taxable income taxed by only one of the jurisdictions in the next column.

**Attach a copy of the alternative minimum tax
return filed with each qualifying jurisdiction
to the back of your Form CT-6251.**

Form CT-6251 Schedule A

SCHEDULE A - CREDIT FOR ALTERNATIVE MINIMUM TAX PAID TO QUALIFYING JURISDICTIONS

Important: You must attach a copy of your return filed with the qualifying jurisdiction(s) or your credit will be disallowed.

48.	Modified adjusted federal alternative minimum taxable income (See instructions)	48	00		
FOR EACH COLUMN, ENTER THE FOLLOWING:					
		COLUMN A		COLUMN B	
		Name	Code	Name	Code
49.	Enter qualifying jurisdiction's name and two-letter code. (See chart below)	49			
50.	Enter the non-Connecticut adjusted federal alternative minimum taxable income included on Line 48 which is subject to a qualifying jurisdiction's alternative minimum tax.	50	00		00
51.	Divide Line 50 by Line 48 (round to four decimal places).	51			
52.	Enter the net Connecticut minimum tax (from Form CT-6251, Line 24). Part-Year Residents, see instructions below.	52	00		00
53.	Multiply Line 51 by Line 52.	53	00		00
54.	Alternative minimum tax paid to a qualifying jurisdiction (See instructions)	54	00		00
55.	Enter the lesser of Line 53 or Line 54.	55	00		00
56.	TOTAL CREDIT (Add Line 55, all columns) Enter the amount here and on Line 25 on the front of this form.	56			00

If you claim credit for alternative minimum tax paid to another state of the United State, a political subdivision within another state, or the District of Columbia, enter the appropriate two-letter code.

Standard Two-letter Codes

California	CA	Iowa	IA	Minnesota	MN	New York	NY	Wisconsin	WI
Colorado	CO	Maine	ME	Nebraska	NE	West Virginia	WV	All others	OO

Line Instructions

Line 48 - Modified Adjusted Federal Alternative Minimum Taxable Income

Residents: Enter the amount of adjusted federal alternative minimum taxable income from Form CT-6251, Line 5. However, if a taxpayer's adjusted federal alternative minimum taxable income includes a net loss derived from or connected with sources in a qualifying jurisdiction(s), the taxpayer must add the net loss to the amount of adjusted federal alternative minimum taxable income from Line 5, and enter the result.

Part-Year Residents: Enter the portion of adjusted federal alternative minimum taxable income from Form CT-6251, Line 5, that is attributable to the residency portion of the taxable year. However, if a part-year resident's adjusted federal alternative minimum taxable income includes a net loss derived from or connected with sources in a qualifying jurisdiction(s), the taxpayer must add the net loss to the amount of adjusted federal alternative minimum taxable income from Line 5, that is attributable to the residency portion of the taxable year.

Line 49 - Qualifying Jurisdiction(s)

Enter the name and the two letter code of each qualifying jurisdiction to which you paid alternative minimum tax for which you are claiming credit. These codes are found below Schedule A.

Line 50 - Non-Connecticut Adjusted Federal Alternative Minimum Taxable Income

Enter the amount of the adjusted federal alternative minimum taxable income included on Line 48 subject to a qualifying jurisdiction's alternative minimum tax.

Line 51

Divide the amount on Line 50 by the amount on Line 48. The result may not exceed 1.0000. Round to four decimal places.

Line 52 - Net Connecticut Minimum Tax

Residents: Enter the amount from Form CT-6251, Line 24.

Part-Year Residents: Enter the portion of the 2004 net Connecticut minimum tax liability attributable to the residency portion of the taxable year.

Line 53

Multiply the percentage arrived at on Line 51 by the amount reported on Line 52.

Line 54 - Alternative Minimum Tax Paid to Qualifying Jurisdiction

Residents: Enter the total amount of alternative minimum tax paid to a qualifying jurisdiction.

Part-Year Residents: Enter the amount of alternative minimum tax paid to a qualifying jurisdiction on items of income, gain, loss, or deduction derived from or connected with sources in that jurisdiction during the residency portion of the taxable year. If the alternative minimum tax paid to that jurisdiction was also based on income earned during the nonresidency portion of your taxable year, you must prorate the amount of tax for which you are claiming credit. The proration is based upon the relationship that the income earned in that jurisdiction during your Connecticut residency bears to the total amount of income that you earned in that jurisdiction in the taxable year.

Alternative minimum tax paid means the lesser of your tax liability to the qualifying jurisdiction or the tax you paid to that jurisdiction as reported on a return filed with that jurisdiction, but not any penalty or interest.

Line 55

Enter on Line 55 the lesser of the amounts reported on Line 53 or Line 54.

Line 56 - Total Credit

Add the amounts from Line 55, Column A, Line 55, Column B, and Line 55 of any additional worksheets. The amount on Line 56 cannot exceed Line 53. Enter the total on Line 56.

Form CT-8801

Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts, and Estates

2004

Your First Name and Middle Initial	Last Name	Your Social Security Number or FEIN
If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial	Last Name	Your Spouse's Social Security Number ____ : ____ : ____

PURPOSE OF FORM: Individuals, trusts, and estates must use **Form CT-8801** to compute the adjusted net Connecticut minimum tax credit for the Connecticut alternative minimum tax paid in prior taxable years beginning on or after January 1, 1993. The form is also used to figure any minimum tax credit carryforward that may be used in future years.

WHO SHOULD FILE THIS FORM? Individuals, trusts, and estates should file **Form CT-8801** if the individuals, trusts, or estates had a Connecticut alternative minimum tax liability in 2003 and adjustments or items of tax preferences (other than exclusion items) in 2003. Also file **Form CT-8801** for credit on any minimum tax credit carryforward from a prior year.

To determine the amount of credit carryforward, complete **Form CT-8801** for each preceding year.

1. 2003 Connecticut alternative minimum tax calculated at 19% (<i>See instructions</i>)	1		00
2. 2003 Connecticut alternative minimum tax on federal exclusion items calculated at 19% (<i>See instructions</i>)	2		00
3. Subtract Line 2 from Line 1 (if the result is zero or less, enter "0")	3		00
4. Enter the decimal from Worksheet B, Line K	4	.	
5. Multiply Line 3 by Line 4 (if the result is zero or less, enter "0")	5		00
6. Enter the amount of carryforward from 2003 Form CT-8801 , Line 12	6		00
7. Add Line 5 and Line 6	7		00
8. 2004 Connecticut income tax minus allowable credits (<i>See instructions</i>)	8		00
9. 2004 Connecticut alternative minimum tax minus allowable credits (<i>See instructions</i>)	9		00
10. Subtract Line 9 from Line 8 (if the result is zero or less, enter "0")	10		00
11. 2004 Adjusted Net Connecticut Minimum Tax Credit (<i>See instructions</i>)	11		00
12. Adjusted Net Connecticut Minimum Tax Credit Carryforward to 2005 (Subtract Line 11 from Line 7) (Keep a record of this amount because it may be carried forward and used in future years.)	12		00

WORKSHEET A

YOU MUST COMPLETE COLUMN I BEFORE COMPLETING COLUMN II.

- A. 2003 adjusted federal tentative minimum tax (*See instructions*)
- B. Multiply Line A by 19% (.19)
- C. Apportionment factor (*See instructions*)
- D. Apportioned Connecticut alternative minimum tax calculated at 19% (Multiply Line B by Line C)
- E. 2003 Connecticut income tax (from 2003 Form CT-1040, Line 6; Form CT-1040NR/PY, Line 10; or Form CT-1041, Line 2 or Line 3)
- F. Subtract Line E from Line D (if the result is zero or less, enter "0")
- G. Credit for minimum tax paid to qualifying jurisdictions for full-year and part-year Connecticut residents only (*See instructions*)
- H. Connecticut alternative minimum tax calculated at 19% (Subtract Line G from Line F)

COLUMN I	COLUMN II
.	.

WORKSHEET B

- I. Multiply the amount on 2003 Form CT-6251, Line 19, by the amount on 2003 Form CT-6251, Line 21; then subtract the amount from 2003 Form CT-6251, Line 23; or multiply the amount on 2003 Form CT-1041, *Schedule I*, Line 18b, by the amount on 2003 Form CT-1041, *Schedule I*, Line 20; then subtract the amount from 2003 Form CT-1041, *Schedule I*, Line 22.
- J. Multiply the amount on 2003 Form CT-6251, Line 18, by the amount on 2003 Form CT-6251, Line 21; then subtract the amount from 2003 Form CT-6251, Line 23; or multiply the amount on 2003 Form CT-1041, *Schedule I*, Line 18a, by the amount on 2003 Form CT-1041, *Schedule I*, Line 20; then subtract the amount from 2003 Form CT-1041, *Schedule I*, Line 22.
- K. Divide Worksheet B, Line I by Line J. Round to four decimal places. (If the result is one or greater than one, enter 1.0000. If the result is zero or less, enter "0.") Enter here and on Line 4 above.

Form CT-8801 Instructions

General Information

How is the credit for prior year minimum tax calculated? Your credit for 2004 is calculated by subtracting the part of your 2003 Connecticut alternative minimum tax that was attributable to adjustments and items of tax preferences (such as exclusion items) specified in I.R.C. §53(d) from your net Connecticut alternative minimum tax paid in 2003 and adding the result to the amount of credit carried forward from the prior year.

Exclusion items are your federal alternative minimum tax adjustments and preferences for: the standard deduction, itemized deductions (including any investment interest expense reported on federal Schedule E), the deduction for charitable contributions of appreciated property, certain tax-exempt interest, and depletion. For more information, see instructions for federal Form 8801, Credit for Prior Year Minimum Tax - Individuals, Estates, and Trusts.

How may the credit be used? You may be able to reduce your regular Connecticut income tax liability by the amount of your credit. Your credit for 2004 is limited to the amount that your regular Connecticut income tax for 2004, less the credit allowed for income tax paid to a qualifying jurisdiction(s), exceeds your Connecticut alternative minimum tax for 2004, less the credit allowed for alternative minimum tax paid to a qualifying jurisdiction(s).

What happens to the unused portion of the credit? Any unused portion of the credit may be carried forward to reduce your regular Connecticut income tax in future years. You may carry the credit forward until it is completely used. If you are entitled to any additional credit in a subsequent year, you may add that credit to any balance being carried forward from earlier years.

General Instructions

Individuals - Enter in the space provided at the top of the form your name and Social Security Number as it appears on your Connecticut income tax return. If you filed a joint return, also enter your spouse's name and Social Security Number.

Trusts and Estates - Enter in the space provided at the top of the form the name of the trust or estate and the name of the fiduciary as it appears on **Form CT-1041**. Also, enter the Federal Employer Identification Number of the trust or estate.

Line Instructions

If you were liable for Connecticut alternative minimum tax in 2003 you must complete Worksheets A and B before completing Lines 1 through 12. If you were **NOT** liable for Connecticut alternative minimum tax in 2003, but you are claiming a credit carryforward, **SKIP** Worksheets A and B and do not complete Lines 1 through 5. Enter "0" on Line 5 and start with Line 6.

Complete Worksheets A and B before completing Lines 1 through 12.

Line 1 - 2003 Connecticut alternative minimum tax calculated at 19%.

Enter the amount from Worksheet A, Column I, Line H.

Line 2 - 2003 Connecticut alternative minimum tax on federal exclusion items calculated at 19%.

Enter the amount from Worksheet A, Column II, Line H.

Line 8 - 2004 Connecticut income tax minus allowable credits.

Resident Individuals: Enter on Line 8 the amount from your 2004 **Form CT-1040**, Line 8.

Nonresident and Part-Year Resident Individuals: Enter on Line 8 the amount from your 2004 **Form CT-1040NR/PY**, Line 12.

Resident Trusts and Estates, Part-Year Resident Trusts, and Nonresident Trusts and Estates: Enter on Line 8 the amount from your 2004 **Form CT-1041**, Line 5.

Line 9 - 2004 Connecticut alternative minimum tax minus allowable credits.

To claim a credit for prior years' alternative minimum tax, complete **Form CT-6251** or **Form CT-1041, Schedule I**, even if you do not have a federal alternative minimum tax and are not required to file the Connecticut **Form CT-6251** or **Form CT-1041, Schedule I**.

Resident Individuals and Part-Year Resident Individuals: Subtract the amount on your 2004 **Form CT-6251**, Line 25 from the amount on your 2004 **Form CT-6251**, Line 22, and enter the difference on Line 9.

Nonresident Individuals: Enter on Line 9 the amount from your 2004 **Form CT-6251**, Line 22.

Resident Trusts and Estates and Part-Year Resident Trusts: Subtract the amount on your 2004 **Form CT-1041, Schedule I**, Line 24, from the amount on your 2004 **Form CT-1041, Schedule I**, Line 21, and enter the difference on Line 9.

Nonresident Trusts and Estates: Enter on Line 9 the amount from your 2004 **Form CT-1041, Schedule I**, Line 21.

Line 11 - 2004 adjusted net Connecticut minimum tax credit.

Resident Individuals: Enter on Line 11 and on your 2004 **Form CT-1040**, Line 13, the amount from Line 7 or Line 10 of this form, or your 2004 **Form CT-1040**, Line 12, whichever is least.

Nonresident and Part-Year Resident Individuals: Enter on Line 11 and on your 2004 **Form CT-1040NR/PY**, Line 15, the amount from Line 7 or Line 10 of this form, or your 2004 **Form CT-1040NR/PY**, Line 14, whichever is least.

Trusts and Estates: Enter on Line 11 and on your 2004 **Form CT-1041**, Line 8, the amount from Line 7 or Line 10 of this form, or your 2004 **Form CT-1041**, Line 7, whichever is least.

Worksheet A Instructions

Complete Column I before completing Column II.

COLUMN I

Use Column I to calculate your 2003 Connecticut alternative minimum tax at 19%.

Line A - 2003 adjusted federal tentative minimum tax.

Enter the amount from Line 17 of your 2003 **Form CT-6251** or Line 17 of your **Form CT-1041, Schedule I**.

Line C - Apportionment factor.

Connecticut Residents: Enter 1.0000.

Nonresidents and Part-Year Residents: Enter the apportionment factor from Line 21 of your 2003 **Form CT-6251**, or Line 20 of **Form CT-1041, Schedule I**.

Line G - Credit for minimum tax paid to qualifying jurisdictions.

Enter the amount from Line 25 of your 2003 **Form CT-6251**, or Line 24 of **Form CT-1041, Schedule I**.

Line H - Connecticut alternative minimum tax calculated at 19%.

Subtract Line G from Line F. If the result is zero or less, enter "0." Enter the result on Line H and on **Form CT-8801, Line 1**.

COLUMN II

Use Column II to calculate the Connecticut alternative minimum tax on exclusion items, Section 1250 gains, and any other item that is not a deferral item.

To complete Column II, you must recalculate your 2003 Connecticut alternative minimum tax on exclusion items, Section 1250 gains, and any other item that is not a deferral item, by using a blank 2003 **Form CT-6251** or 2003 **Form CT-1041, Schedule I** as a worksheet. This worksheet will be your "recalculated return."

Enter on Line 1 of your recalculated return the amount from Line 4 of your 2004 federal Form 8801. Enter on Lines 2 and 4 of your recalculated return the amounts from your original 2003 **Form CT-6251** or **Form CT-1041, Schedule I**. Enter on Line 16 of your recalculated return the Minimum Tax Foreign Tax Credit on exclusion items using the instructions for federal Form 8801. On your recalculated return, enter the amount from your original 2003 **Form CT-6251, Line 23**, or **Form CT-1041, Schedule I, Line 22**.

Caution: When completing Part II of your recalculated return, use the amounts from Schedule D of your 2003 federal Form 1040 or Form 1041, as indicated below. Refer to 2003 federal Forms 6251, Part III and 1041, Part IV.

Individuals: Enter on the appropriate line of your recalculated **Form CT-6251**:

- Enter on Line 28, the amount from federal Form 1040, Schedule D, Line 26 or from the federal Form 1040, Schedule D Tax Worksheet, Line 13.
- Enter on Line 29, the amount from federal Form 1040, Schedule D, Line 19.
- Enter on Line 30, the amount from federal Form 6251, Part III, Line 39.
- Enter on Line 35, the amount from federal Form 1040, Schedule D, Line 30 or from the federal Form 1040, Schedule D Tax Worksheet, Line 19.
- Enter on Line 38, the amount from federal Form 6251, Part III, Line 46.
- Enter on Line 42, the amount from federal Form 6251, Part III, Line 50.

Form CT-8801 Instructions back
(Rev. 12/04)

If you did not complete federal Form 1040, Schedule D, for 2003 because you figured your tax using the Qualified Dividends and Capital Gain Tax Worksheet in the instructions for federal Form 1040, Line 41, then:

- Enter the amount from Line 6 of that worksheet on Lines 28 and 30 of your recalculated return, **Form CT-6251**;
- Skip Line 29 of your recalculated return, **Form CT-6251**;
- Enter on Line 35 of your recalculated return, **Form CT-6251**, the amount, if any, from Line 7 of that worksheet; and
- Enter on Line 38 of your recalculated return, **Form CT-6251**, the amount from Line 11 of that worksheet (or if that line is blank, the amount from Line 19 of that worksheet).

If your 2003 taxable income was zero or less, complete Lines 13, 15 through 17b, 19, 22 through 26, 35, and 43 of your 2003 federal Form 1040, Schedule D, (Lines 19 through 23, 32, and 40 of the 2003 federal Form 1041, Schedule D), or Lines 2 through 13, 24, and 32 of the 2003 Schedule D Tax Worksheet, if applicable, before completing Part II of your recalculated return.

Trusts and Estates: If you figured your 2003 tax using the Qualified Dividends Tax Worksheet in the federal Form 1041 instructions, enter the amount from Line 4 of that worksheet on Lines 28, 30, and 37 of your recalculated return, **Form CT-1041, Schedule I**; skip Line 29 of your recalculated return, **Form CT-1041, Schedule I**; and enter on Line 34 of your recalculated return, **Form CT-1041, Schedule I**, the amount from Line 5 of that worksheet.

For more information, see instructions for federal Form 8801.

Trusts and Estates: Enter on the appropriate line of your recalculated **Form CT-1041, Schedule I**:

- Enter on Line 27, the amount from federal Form 1041, Schedule D, Line 23 or from the federal Form 1041, Schedule D Tax Worksheet, Line 13.
- Enter on Line 28, the amount from federal Form 1041, Schedule D, Line 15d, Column (2).
- Enter on Line 29, the amount from federal Form 1041, Part IV, Line 60.
- Enter on Line 34, the amount from federal Form 1041, Schedule D, Line 27 or from the federal Form 1041, Schedule D Tax Worksheet, Line 19.
- Enter on Line 37, the amount from federal Form 1041, Part IV, Line 67.
- Enter on Line 41, the amount from federal Form 1041, Schedule D, Line 15c, Column 2.

For more information, see instructions for federal Form 8801.

Line A - 2003 adjusted federal tentative minimum tax.

Enter the amount from Line 17 of your recalculated 2003 **Form CT-6251** or Line 17 of **Form CT-1041, Schedule I**.

Line C - Apportionment factor.

Connecticut Residents: Enter 1.0000.

Nonresidents and Part-Year Residents: Enter the apportionment factor from Line 21 of your recalculated 2003 **Form CT-6251**, or Line 20 of **Form CT-1041, Schedule I**.

Line G - Credit for minimum tax paid to qualifying jurisdictions.

Enter the amount from Line 25 of your recalculated **Form CT-6251** or Line 24 of **Form CT-1041, Schedule I**.

Line H - Connecticut alternative minimum tax calculated at 19%.

Subtract Line G from Line F. If the result is zero or less, enter "0." Enter the result on Line H and on **Form CT-8801, Line 2**.

Form CT-1040NR/PY

Connecticut Nonresident or Part-Year Resident Income Tax Return

FOR DRS
USE ONLY

20

2004
1040NR/PY

For the year January 1 - December 31, 2004, or other taxable year beginning: _____, 2004 and ending: _____

Your Social Security Number

 Spouse's Social Security Number

Filing Status

Single
 Married filing jointly or Qualified widow(er) with dependent child
 Married filing SEPARATELY. Enter spouse's SSN at left and full name here: _____
 Head of household (with qualifying person)

Your First Name _____ MI _____ Last Name _____ Suffix _____
 Spouse's First Name _____ MI _____ Last Name _____ Suffix _____
 Home Address (number and street) _____
 Apartment Number, PO Box, Suite Number _____
 City, Town, or Post Office _____ State _____ ZIP Code _____

Check here for 2004 resident status:

Nonresident
 Part-Year Resident

Check here if you do not want forms sent to you next year. Checking this box does not relieve you of your responsibility to file.
 Check here if you are required to file Form CT-2210 and checked any boxes on Part 1 of that form.

Clip check or money order here (Do not staple)
 Do Not Attach W-2, W-2G, or 1099 Forms.

	Whole Dollars Only				
1. Federal adjusted gross income (from federal Form 1040, Line 36; Form 1040A, Line 21; Form 1040EZ, Line 4; or federal Telefile, Line 1)					00
2. Additions to federal adjusted gross income (from Schedule 1, Line 41)					00
3. Add Line 1 and Line 2.					00
4. Subtractions from federal adjusted gross income (from Schedule 1, Line 52)					00
5. Connecticut Adjusted Gross Income (Subtract Line 4 from Line 3.)					00
6. Income from Connecticut sources (from Schedule CT-SI, Line 29)					00
7. Enter the greater of Line 5 or Line 6 (If zero or less, go to Line 12 and enter "0.")					00
8. Income Tax (from Tax Tables or Tax Calculation Schedule, see instructions, Page 14)					00
9. Divide Line 6 by Line 5 (If Line 6 is equal to or greater than Line 5, enter 1.0000)					
10. Multiply Line 9 by Line 8					00
11. Credit for income taxes paid to qualifying jurisdictions during resident portion of taxable year. (For Part-Year Residents Only from Schedule 2, Line 61)					00
12. Subtract Line 11 from Line 10 (If Line 11 is greater than Line 10, enter "0.")					00
13. Connecticut Alternative Minimum Tax (from Form CT-6251)					00
14. Add Line 12 and Line 13.					00
15. Adjusted Net Connecticut Minimum Tax Credit (from Form CT-8801)					00
16. Connecticut Income Tax (Subtract Line 15 from Line 14. If less than zero, enter "0.")					00
17. Individual Use Tax (from Schedule 3, Line 62. If no tax is due, enter "0.")					00
18. Total Tax (Add Line 16 and Line 17.)					00

Taxpayers must sign declaration on reverse side.
 Due date: April 15, 2005 - Attach a copy of all applicable schedules and forms to this return.
E-FILE YOUR RETURN FOR FASTER REFUND, see Page 4 of booklet.

Your Social Security Number

19. **Total Tax** (enter amount from Line 18, on front of this return) 19. 00

	COLUMN A Employer Identification Number	COLUMN B Connecticut Wages, Tips, etc.	COLUMN C Connecticut Income Tax Withheld
20a.		.00	00
20b.		.00	00
20c.		.00	00
20d.		.00	00
20e.		.00	00
20f.		.00	00
20g.		.00	00
20h.	Enter additional CT withholding from <i>Schedule CT-1040WH</i> , Line 3		00

20. **Total Connecticut Income Tax Withheld** (add the amounts in Column C and enter here) 20. 00

21. All 2004 estimated tax payments and any overpayments applied from a prior year 21. 00

22. Payments made with Form CT-1040 EXT (Request for extension of time to file) 22. 00

23. **Total Payments** (Add Lines 20, 21, and 22) 23. 00

24. **Overpayment** (If Line 23 is more than Line 19, subtract Line 19 from Line 23.) 24. 00

25. Amount of Line 24 you want applied to your 2005 estimated tax 25. 00

26a. AIDS Research	00	26b. Organ Transplant	00
26c. Endangered Species/Wildlife	00	26d. Breast Cancer Research	00
26e. Safety Net Services			00

26. **Total Contributions of Refund to Designated Charities** (add amounts from Lines 26a - 26e) 26. 00

27. **Refund** (Subtract Lines 25 and 26 from Line 24) For faster refund, choose Direct Deposit and complete Lines 27a, 27b, and 27c. 27. 00

27a. Type of Account: Checking Savings 27b. Routing Number

27c. Account Number

28. **Tax Due** (If Line 19 is more than Line 23, subtract Line 23 from Line 19) 28. 00

29. If Late: Enter Penalty (Multiply Line 28 by 10% (.10)) 29. 00

30. If Late: Enter Interest (Multiply Line 28 by number of months late or fraction thereof, then by 1% (.01)) 30. 00

31. Interest on underpayment of estimated tax (from Form CT-2210, see instructions, Page 16) 31. 00

32. **Total Amount Due** (Add Lines 28 through 31) 32. 00

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy for your records	Your Signature	Date	Daytime Telephone Number
	Spouse's Signature (if joint return)	Date	Daytime Telephone Number
	Paid Preparer's Signature	Date	Telephone Number
	Firm's Name, Address, and ZIP Code		Preparer's SSN or PTIN
			FEIN

Third Party Designee - Complete the following if you wish to authorize DRS to contact another person about this return.

Designee's Name	Telephone Number	Personal Identification Number (PIN)
-----------------	------------------	--------------------------------------

Complete applicable Schedules on Pages 3 and 4.

Schedule 3 - INDIVIDUAL USE TAX WORKSHEET

Complete this worksheet to calculate your Connecticut Individual Use Tax liability.

COLUMN A	COLUMN B	COLUMN C	COLUMN D	COLUMN E	COLUMN F	COLUMN G
DATE OF PURCHASE	DESCRIPTION OF GOODS OR SERVICES	RETAILER OR SERVICE PROVIDER	PURCHASE PRICE	CT TAX DUE (.06 X Column D)	TAX, IF ANY, PAID TO ANOTHER JURISDICTION	BALANCE DUE (Column E minus Column F but not less than zero)
•						
•						
•						
•						
•						
•						
•						
•						
•						
•						
•						
•						
Total of individual purchases under \$300 not listed above						

62. **Individual Use Tax** (Add all amounts for Column G.) Enter here and on Form CT-1040NR/PY, Line 17. 00

Make your check or money order payable to: "Commissioner of Revenue Services" To ensure proper posting, write your SSN(s) and "2004 Form CT-1040NR/PY" on your check or money order.	Use envelope provided, with correct mailing label, or mail to:	
	For refunds and all other tax forms without payment: Department of Revenue Services PO Box 2968 Hartford CT 06104-2968	For all tax forms with payment: Department of Revenue Services PO Box 2969 Hartford CT 06104-2969

Schedule CT-SI

Nonresident or Part-Year Resident Schedule of Income From Connecticut Sources

**Use this schedule if you were a Nonresident or Part-Year Resident of Connecticut
Complete and Attach to Form CT-1040NR/PY**

Your First Name and Middle Initial	Last Name	Your Social Security Number ____-____-____
If JOINT Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number ____-____-____

IMPORTANT: SEE INSTRUCTIONS ON PAGE 25 BEFORE COMPLETING THIS SCHEDULE.

PART 1 — CONNECTICUT INCOME — Part-Year Residents: Complete Schedule CT-1040AW, *Part-Year Resident Income Allocation*. Add Columns B and D for each line of Schedule CT-1040AW and enter the totals on Lines 1 through 29 below. **Nonresidents:** Enter income received from Connecticut sources.

1. Wages, salaries, tips, etc.	1		
2. Taxable interest	2		
3. Ordinary dividends	3		
4. Alimony received	4		
5. Business income or (loss)	5		
6. Capital gain or (loss)	6		
7. Other gains or (losses)	7		
8. Taxable amount of IRA distributions	8		
9. Taxable amount of pensions and annuities	9		
10. Rental real estate, royalties, partnerships, S corporations, trusts, etc.	10		
11. Farm income or (loss)	11		
12. Unemployment compensation	12		
13. Taxable amount of social security benefits	13		
14. Other income (including lump-sum distributions)	14		
15. Gross income from Connecticut sources (Add Lines 1 through 14)	15		00

PART 2 — ADJUSTMENTS TO CONNECTICUT INCOME — Enter adjustments that are directly related to income reported above.

16. Educator expenses	16		
17. Certain business expenses of reservists, artists, and fee-basis government officials	17		
18. IRA deduction	18		
19. Student loan interest deduction	19		
20. Tuition and fees deduction	20		
21. Health savings account deduction	21		
22. Moving expenses	22		
23. One-half of self-employment tax	23		
24. Self-employed health insurance deduction	24		
25. Self-employed SEP, SIMPLE, and qualified plans	25		
26. Penalty on early withdrawal of savings	26		
27. Alimony paid. Recipient's last name: _____ SSN _____ - _____ - _____	27		
28. Total adjustments (Add Lines 16 through 27)	28		
29. Income from Connecticut sources (Subtract Line 28 from Line 15) Enter the amount here and on Form CT-1040NR/PY, Line 6	29		00

EMPLOYEE APPORTIONMENT WORKSHEET — Complete Lines A through G only when the income from employment is earned both inside and outside Connecticut and the exact amount of Connecticut income is not known. **Do not Complete Lines A through G if you know the exact amount of your Connecticut source income.** (See instructions, Page 29.)

A. Working days (or other basis) outside Connecticut	A		
B. Working days (or other basis) inside Connecticut	B		
C. Total working days (Add Line A and Line B)	C		
D. Nonworking days (holidays, weekends, etc.)	D		
E. Connecticut ratio (Divide Line B by Line C. Round to four decimal places.)	E	.	
F. Total income being apportioned	F		
G. Connecticut income (Multiply Line E by Line F) Enter here and on Schedule CT-SI, Line 1	G		

Basis, if other than working days: _____

COMPLETE AND ATTACH TO FORM CT-1040NR/PY

Schedule CT-1040AW

2004

Part-Year Resident Income Allocation

Part-year residents **MUST** complete this Schedule before completing Schedule CT-SI
Complete and Attach to Form CT-1040NR/PY

Your First Name and Middle Initial	Last Name	Your Social Security Number ____-____-____
If JOINT Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number ____-____-____

PART 1 – ADJUSTED GROSS INCOME Married persons filing separate Connecticut income tax returns should complete separate worksheets.	Federal Income as Modified <small>(See instructions, Page 31)</small>		Connecticut Resident Period		Connecticut Nonresident Period	
	COLUMN A Income from federal return	COLUMN B Income from Column A for this period	COLUMN C Income from Column A for this period	COLUMN D Income from Column C from Connecticut sources		
1. Wages, salaries, tips, etc.	1					
2. Taxable interest	2					
3. Ordinary dividends	3					
4. Alimony received	4					
5. Business income or (loss)	5					
6. Capital gain or (loss)	6					
7. Other gains or (losses)	7					
8. Taxable amount of IRA distributions	8					
9. Taxable amount of pensions and annuities	9					
10. Rental real estate, royalties, partnerships, S corporations, trusts, etc.	10					
11. Farm income or (loss)	11					
12. Unemployment compensation	12					
13. Taxable amount of social security benefits	13					
14. Other income (including lump-sum distributions) ...	14					
15. Add Lines 1 through 14	15	00	00	00	00	00

PART 2 – ADJUSTMENTS TO INCOME					
16. Educator expenses	16				
17. Certain business expenses of reservists, artists, and fee-basis government officials	17				
18. IRA deduction	18				
19. Student loan interest deduction	19				
20. Tuition and fees deduction	20				
21. Health savings account deduction	21				
22. Moving expenses	22				
23. One-half of self-employment tax	23				
24. Self-employed health insurance deduction	24				
25. Self-employed SEP, SIMPLE, and qualified plans ...	25				
26. Penalty on early withdrawal of savings	26				
27. Alimony paid	27				
28. Total adjustments (Add Lines 16 through 27)	28				
29. Subtract Line 28 from Line 15	29	00	00	00	00

Add Columns B and D for each line and enter the totals on Lines 1 through 29 on Schedule CT-SI.

PART 3 – PART-YEAR RESIDENT INFORMATION

Moved Into Connecticut

- Date you moved into Connecticut ____/____/____ and state of prior residence: _____
- Date your spouse moved into Connecticut ____/____/____ and state of prior residence: _____

Moved Out of Connecticut

- Date you moved out of Connecticut ____/____/____ and state of new residence: _____
- Date your spouse moved out of Connecticut ____/____/____ and state of new residence: _____

Income From Connecticut Sources During Nonresident Period

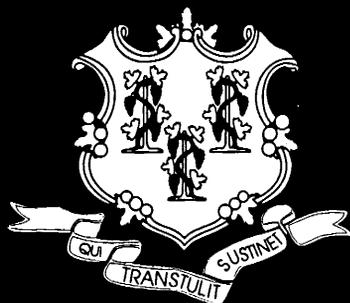
- Did you receive income from Connecticut sources during your nonresident period? YES NO
- Did your spouse receive income from Connecticut sources during his or her nonresident period? YES NO

COMPLETE AND ATTACH TO FORM CT-1040NR/PY

2004 FORM CT-1040 NR/PY

This booklet
contains:

- Form CT-1040NR/PY
- Schedule CT-1040WH
- Schedule CT-SI
- Schedule CT-1040AW
- Form CT-1040 EXT
- Form CT-1040ES
- Schedule CT-1040BA
- Tax Tables
- Tax Calculation
Schedule



Connecticut Nonresident or Part-Year Resident Income Tax

Return and Instructions

Dear Customer:

Each year, the Connecticut Department of Revenue Services (DRS) strives to create quality products that give you, the taxpayer, the information you need to make tax filing as easy as possible. We listen to taxpayer suggestions for improving our products and seek new procedures to make processing returns more efficient.

This year, you will notice extensive changes to the layout of the income tax forms. The new design is a result of innovative technology being used to process paper returns, as well as efforts to provide you with a cleaner, easier format. While the larger spacing has increased the number of pages of the return, it also increases readability and will help reduce the number of filing and processing errors.

This booklet also contains information about electronic filing through the Fed/State e-file Program, which can make it easier for you to file and pay state income taxes. If you expect to receive a refund, you could see that money in your bank account in only four days.

At DRS, our goal is to provide taxpayers with excellent customer service and a user-friendly approach to tax administration. If you have questions about Connecticut taxes or filing this return, you can reach DRS Taxpayer Services staff by e-mail, phone, or letter. The back cover of this booklet provides all the ways you can access this Agency including the DRS Web site, which is available anytime, to provide you with access to forms, publications, and information.

As always, we welcome your comments and ideas about how we can improve the way we do business.

Sincerely,

Pam Law

Commissioner of Revenue Services

Taxpayer information is
available on our Web site:
www.ct.gov/DRS

Connecticut fed/state e-file Program

File your federal and Connecticut
returns together using *e-file*!



For more information on these programs, visit: www.ct.gov/DRS

Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.

CONN-TAX

If you have a touch-tone phone, you can obtain important income tax information anytime from CONN-TAX, the Department of Revenue Services information line. Call 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere), press 4 to be connected to the recorded tax information menu, then press 1 to select *Recorded Income Tax Information*. Enter the three-digit number next to the topic of your choice shown below, or follow the prerecorded instructions.

General Income Tax Information

- | | | | |
|-----|--------------------------------------------------|-----|---------------------------------------------------------------------------------|
| 101 | Important income tax changes | 107 | Amending a Connecticut return |
| 102 | How to choose the correct form and filing method | 108 | Getting a copy of a previously filed return |
| 103 | Where to get forms and assistance | 109 | Offsets of state income tax refunds |
| 104 | Requesting a filing extension | 110 | Deducting Connecticut income tax when completing your federal income tax return |
| 105 | Filing a decedent's return | | |
| 106 | Filing an error-free return | | |

Income Tax Filing Requirements, Residency, and Filing Status

- | | | | |
|-----|--------------------------------------------------------|-----|------------------------------------------|
| 201 | Who must file a Connecticut return? | 205 | Members of the armed forces |
| 202 | What is gross income? | 206 | Student's filing requirements |
| 203 | Who is a resident, nonresident, or part-year resident? | 207 | Dependent children's filing requirements |
| 204 | What is Connecticut source income of a nonresident? | 208 | What is your filing status? |
| | | 209 | Title 19 recipients |

Individual Use Tax, Gift Tax, and Other Income Tax Returns

- | | | | |
|-----|----------------------------------------------------|-----|------------------------------------------------------------|
| 301 | Individual use tax | 305 | Partnership information and composite income tax |
| 302 | Gift tax | 306 | Group return for shareholders, partners, and beneficiaries |
| 303 | Income tax on trusts and estates | | |
| 304 | S corporation information and composite income tax | | |

Completing Form CT-1040 or Form CT-1040NR/PY

- | | | | |
|-----|-------------------------------------------------------------------------------|-----|------------------------------------------------------------------------------|
| 401 | Tax status of U.S. government obligations | 405 | Pension income, Social Security benefits, and Individual Retirement Accounts |
| 402 | Tax status of state or local obligations | 406 | Modifications to federal adjusted gross income |
| 403 | Residents and part-year residents who paid income tax to another jurisdiction | 407 | Connecticut alternative minimum tax |
| 404 | Deferred compensation | 408 | Property tax credit |
| | | 409 | Questions about a state tax refund |

Estimated Income Tax Requirements

- | | | | |
|-----|-----------------------------------------|-----|---------------------------|
| 501 | Who must estimate? | 505 | Annualization of income |
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Extended Telephone Hours for the 2004 Filing Season:

Monday, January 31 (until 7 p.m.)

Monday, February 7 (until 7 p.m.)

Monday, February 14 (until 7 p.m.)

Extended Telephone Personal Assistance and Walk-in Hours:

(25 Sigourney Street, Hartford Only)

Friday, April 15 (until 8 p.m.)

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WHAT'S NEW

- **New look for Form CT-1040NR/PY.** Form CT-1040NR/PY has changed for 2004. The paper return is now designed with larger fill-in boxes for ease when entering amounts. The redesign helps in processing your income tax return. We look forward to your comments on the new design. Please complete **Form CT-TQ, 2004 Taxpayer Questionnaire**, on Page 37.
- If you **do not expect to owe additional** Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld from your wages or any estimated Connecticut income tax payments you have made (or both), and you have requested an extension of time to file your 2004 federal income tax return, you are not required to file Form CT-1040 EXT.
- Copies of W-2, W-2G, or 1099 forms are not required to be attached to your 2004 Connecticut income tax return. Just remember to keep copies for your records.
- For taxable years beginning on or after January 1, 2004, the threshold for imposing an addition to tax for an underpayment of estimated tax has been increased from *more than \$500, to \$1,000 or more*. Thus, no interest for the underpayment of estimated tax can be imposed for the taxable year if the tax shown on the return reduced by the tax withheld is less than \$1,000.
- The “single” filer personal exemption increased to \$12,625 for the 2004 taxable year.
- The “single” filer credit increased for the 2004 taxable year.
- Remember, even if you are required to file a federal income tax return, you may not be required to file a Connecticut income tax return. Before filing a Connecticut income tax return, see *Who Must File Form CT-1040NR/PY*, on Page 5. If you determine you are required to file, consider using E-file (see below).

Safe
&
Secure

Convenient

ELECTRONIC FILING OPTION

Electronically-filed returns are processed immediately and are more accurate (less than 1% error rate) than paper-filed returns

- Refunds Issued in 4 Days • Quick, accurate and easy to use • Paperless •
- Immediate Proof of Filing • Able to pay taxes on or before tax due date •
- Available 24 Hours a Day, 7 Days a Week! •

e-file

File your Federal and State returns together using e-file!

File your returns from home using a DRS-approved commercial tax filing Web site or software product.

Visit: www.ct.gov/DRS for a complete list!

Have your tax preparer electronically file your tax return.

Visit: www.IRS.gov/efile or check the Yellow Pages under “Tax Return Preparation” for a list of approved preparers near you.



GENERAL INFORMATION

Tax Assistance

DRS is ready to help you and offers several resources where you can get answers to your Connecticut tax questions. Visit the DRS Web site at www.ct.gov/DRS or for personal assistance, refer to the back cover of this booklet for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m. If you visit, be sure to bring:

- Your "state copy" of your federal Forms W-2 and any other forms showing Connecticut income tax withholding; **and**
- Your **completed** federal Form 1040EZ, 1040A, 1040, or federal TeleFile Tax Record.

Personal telephone assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. Extended hours are offered for the filing season, see Page 2. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line, or visit the DRS Web site for details.

Forms and Publications

Download and print Connecticut tax forms and publications anytime from the DRS Web site at www.ct.gov/DRS. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet, and at most public libraries, town halls, banks, and post offices during the tax filing season.

Important Reminders

Follow these tips to help us process your refund faster:

- Be sure you have received all your federal Forms W-2, W-2G, and 1099 before filing your Connecticut income tax return. Generally, you will receive these forms on or before January 31. If you receive an additional federal Form W-2, W-2G, or 1099 after filing your Connecticut income tax return, you may be required to file **Form CT-1040X**. See *Amended Returns* on Page 34.
- Use the preprinted peel-off label. The preprinted label **does not** include your Social Security Number(s). Therefore, you **must** enter your Social Security Number and the Social Security Number of your spouse (if filing a joint return), in the spaces above your name(s).
If you did not receive a tax return package with a label, enter your name(s) and mailing address in the spaces provided at the top of your return.
- Check the correct filing status on your return.
- Round all figures to the nearest whole dollar. See *Rounding Off to Whole Dollars* on Page 14.
- Sign your return. If you and your spouse are filing jointly, both of you must sign.
- Have your paid preparer sign the return.
- Be sure both you and your spouse file your income tax returns at the same time if you filed joint estimated tax payments but elect to file separate income tax returns. No refund will be processed until both Connecticut returns are received.

- Use the correct DRS mailing label on the envelope when filing your return. One label is for refunds and all other tax forms without payment. The other label is for all tax forms with payment.

Who Must File Form CT-1040NR/PY

You must file **Form CT-1040NR/PY**, if you were a nonresident or part-year resident of Connecticut in 2004 **and** any of the following is true for the 2004 taxable year:

- You had Connecticut income tax withheld; **or**
- You made estimated tax payments to Connecticut; **or**
- You were a part-year resident who meets the *Gross Income Test* (see below) or who had a federal alternative minimum tax liability; **or**
- You were a nonresident with Connecticut source income who meets the *Gross Income Test* (see below); or had a federal alternative minimum tax liability. See *Connecticut Source Income of a Nonresident* on Page 8.

If none of the above apply, do not file Form CT-1040NR/PY.

Gross Income Test

You must file a Connecticut income tax return if your gross income for the 2004 taxable year exceeds:

- \$12,000 and you will file as Married Filing Separately
- \$12,625 and you will file as Single
- \$19,000 and you will file as Head of Household
- \$24,000 and you will file as Married Filing Jointly

Gross income means all income you received in the form of money, goods, property, and services not exempt from federal income tax, **and** any additions to income required to be reported on **Form CT-1040NR/PY, Schedule 1**.

Gross income includes, but is not limited to:

- Compensation for services, including wages, fees, commissions, taxable fringe benefits, and similar items
- Gross income from a business
- Capital gains
- Interest and dividends
- Gross rental income
- Gambling winnings
- Alimony
- Taxable pensions and annuities
- Prizes and awards
- Your share of income from partnerships, S corporations, estates, or trusts
- IRA distributions
- Unemployment compensation
- **Federally taxable Social Security**

The following examples explain the gross income test:

Example 1: A nonresident whose only income is from a sole proprietorship located in Connecticut files a federal Form 1040, reporting the following on Schedule C:

Gross Income	\$100,000
Expenses	(\$ 92,000)
Net Income	\$ 8,000

Because the **gross income** of \$100,000 exceeds the minimum requirement **and** the income is from a Connecticut source, this nonresident must file **Form CT-1040NR/PY**.

Example 2: A Connecticut part-year resident who files as single on **Form CT-1040NR/PY** received \$8,000 in federally nontaxable Social Security benefits and \$11,000 in interest income. Since nontaxable Social Security benefits are not included in gross income, the Connecticut part-year resident will not be required to file a return unless Connecticut tax was withheld or estimated tax payments were made.

Example 3: A nonresident whose filing status is single for federal income tax purposes received \$12,625 in wage income from Connecticut employment and \$1,000 in federally-exempt interest from California state bonds. The taxpayer's federal gross income with additions from **Form CT-1040NR/PY, Schedule 1** (interest on state or local obligations other than Connecticut), is \$13,625. Therefore, the nonresident must file **Form CT-1040NR/PY**.

Relief From Joint Liability

In general, if you and your spouse file a joint income tax return you are both responsible for paying the full amount of tax, interest, and penalties due on your joint return. However, in very limited, specific cases, relief may be granted if you believe all or any part of the amount due should be paid only by your spouse. You may request consideration by filing **Form CT-8857, Request for Innocent Spouse Relief (And Separation of Liability and Equitable Relief)**. See **Special Notice 99(15), Innocent Spouse Relief, Separation of Liability, and Equitable Relief**.

Title 19 Recipients

Title 19 recipients must file a Connecticut income tax return if the requirements for *Who Must File Form CT-1040NR/PY* are met.

However, if you do not have funds to pay your Connecticut income tax and during 2004:

- You were a Title 19 recipient; **and**
- Medicaid assisted in the payment of your long-term care in a nursing or convalescent home,

complete **Form CT-19IT, Title 19 Status Release**, and attach it to the **front** of your Connecticut income tax return. By completing this form, you authorize DRS to verify your Title 19 status for 2004 with the Department of Social Services.

Deceased Taxpayers

A Connecticut income tax return must be filed for a taxpayer who died during the year if the requirements for *Who Must File Form CT-1040NR/PY* are met. The return must be signed and filed by his or her executor, administrator, or surviving spouse for the portion of the year before the taxpayer's death. The person who files the return must clearly write "**DECEASED**," the deceased taxpayer's name, and the date of death across the top of the return.

A surviving spouse may file a joint return if the surviving spouse filed a joint federal income tax return. Write "**Filing as surviving**

spouse" in the deceased spouse's signature block on the return. If both spouses died in 2004, their legal representative must file a final return. The Connecticut and federal filing status must be the same.

Claiming a Refund for a Deceased Taxpayer

If you are a surviving spouse filing jointly with your deceased spouse, you may claim the refund on the jointly-filed return. If you are a court-appointed representative, file the return **and** attach a copy of the certificate that shows your appointment. All other filers requesting the deceased taxpayer's refund must file the return and attach federal Form 1310, Statement of Person Claiming Refund Due a Deceased Taxpayer.

Income received by the estate of the decedent for the portion of the year after the decedent's death, and for succeeding taxable years until the estate is closed, must be reported each year on **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates**.

Special Information for Nonresident Aliens

A nonresident alien must file a Connecticut income tax return if the requirements of *Who Must File Form CT-1040NR/PY* are met. In determining whether the *Gross Income Test* is met, the nonresident alien must take into account any income not subject to federal income tax under an income tax treaty between the U.S. and the country of which the nonresident alien is a citizen or resident. Income tax treaty provisions are disregarded for Connecticut income tax purposes. When filing their Connecticut income tax return, nonresident aliens must enter on **Form CT-1040NR/PY, Line 1**, the amount reported on federal Form 1040NR, Line 34 or federal Form 1040NR-EZ, Line 10. Any treaty income reported on federal Form 1040NR or Form 1040NR-EZ, and not subject to federal income tax, must be added to the nonresident alien's federal adjusted gross income on **Form CT-1040, Schedule 1, Line 38**, or **Form CT-1040NR/PY, Schedule 1, Line 40**.

If the nonresident alien does not have and is not eligible for a Social Security Number, he or she must obtain an Individual Taxpayer Identification Number (ITIN) from the IRS, and enter it in the space provided for a Social Security Number.

A married nonresident alien may not file a joint Connecticut income tax return unless the nonresident alien is married to a citizen or resident of the U.S. and they have made an election to file a joint federal income tax return and, in fact, file a joint federal income tax return. Any married individual filing federal Form 1040NR or federal Form 1040NR-EZ is not eligible to file a joint federal income tax return or a joint Connecticut income tax return, and must file as a married individual filing separately.

Am I a Resident, Part-Year Resident, or Nonresident

The following terms are used in this section:

Domicile (permanent legal residence) is the place you intend to have as your permanent home. It is the place you intend to return to whenever you are away. You can have only one domicile although you may have more than one place to live. Your domicile does not change until you move to a new location and definitely intend to make your permanent home there. If you move to a new location but intend to stay there only for a limited time (no matter how long), your domicile does not change. This also applies if you are working in a foreign country.

Permanent place of abode is a residence (a building or structure where a person can live) that you permanently maintain, whether or not you own it, and generally includes a residence owned by or

leased to your spouse. A place of abode is not permanent if it is maintained only during a temporary stay for the accomplishment of a particular purpose.

You are a **resident** for the 2004 taxable year if:

- Connecticut was your domicile (permanent legal residence) for the entire 2004 taxable year; **or**
- You maintained a permanent place of abode in Connecticut and spent a total of more than 183 days in Connecticut during the 2004 taxable year, and you are not a part-year resident.

Nonresident aliens who meet either of the above conditions are considered Connecticut residents even if federal Form 1040NR-EZ or federal Form 1040NR is filed for federal income tax purposes.

If you are a resident and any of the following is true for the 2004 taxable year, you must file **Form CT-1040EZ** or **Form CT-1040**:

- You had Connecticut income taxes withheld;
- You made estimated tax payments to Connecticut;
- You meet the gross income test; **or**
- You had a federal alternative minimum tax liability.

You are a **part-year resident** for the 2004 taxable year if you changed your permanent legal residence by moving into or out of Connecticut during the 2004 taxable year. Part-year residents may not elect to be treated as resident individuals.

If you are a part-year resident and you meet the requirements of *Who Must File Form CT-1040NR/PY*, for the 2004 taxable year, you must file **Form CT-1040NR/PY**.

You are a **nonresident** for the 2004 taxable year if you are neither a resident nor a part-year resident for the 2004 taxable year.

If you are a nonresident and you meet the requirements of *Who Must File Form CT-1040NR/PY* for the 2004 taxable year, you must file **Form CT-1040NR/PY**.

Although you and your spouse file jointly for federal purposes, you may be required to file separate Connecticut returns. See *Special Rules for Married Individuals* on Page 13.

Important: You may be treated as a nonresident for 2004 even if your domicile was Connecticut, if you meet **all** of the conditions in Group A or Group B:

Group A

1. You did not maintain a permanent place of abode in Connecticut for the entire 2004 taxable year;
2. You maintained a permanent place of abode outside of Connecticut for the entire 2004 taxable year; **and**
3. You spent not more than 30 days in the aggregate in Connecticut during the 2004 taxable year.

Group B

1. You were in a foreign country for at least 450 days during any period of 548 consecutive days;
2. During this period of 548 consecutive days, you did not spend more than 90 days in Connecticut and you did not maintain a permanent place of abode in Connecticut at which your spouse (unless legally separated) or minor children spent more than 90 days; **and**
3. During the nonresident portion of the taxable year in which the 548-day period begins, and during the nonresident portion of the taxable year in which the 548-day period ends, you were present in Connecticut for no more than the number of days that bears the same ratio to 90 as the number of days in such portion of the taxable year bears to 548. See the calculation at right.

Number of days in the nonresident portion	x	90	=	Maximum days allowed in Connecticut
548				

See **Special Notice 2000(17)**, *2000 Legislation Affecting the Connecticut Income Tax*.

Military Personnel Filing Requirements

Military personnel who claim Connecticut as a residence but are stationed elsewhere will be subject to Connecticut income tax. If you enlisted in the service as a Connecticut resident and have not established a new domicile (permanent legal residence) elsewhere, you are required to file a resident income tax return unless you meet all of the conditions in Group A or Group B for being treated as a nonresident. See *Am I a Resident, Part-Year Resident, or Nonresident* on Page 6. The rate at which your other income is taxed for Connecticut income tax purposes has been affected by the enactment by Congress of the Service Members Civil Relief Act. See instructions for **Form CT-1040NR/PY**, Line 51 on Page 20.

If your permanent home (domicile) was outside Connecticut when you entered the military, you do not become a Connecticut resident because you are stationed and live in Connecticut. As a nonresident, your military pay is not subject to Connecticut income tax. However, income you receive from Connecticut sources while you are a nonresident (including your spouse's nonmilitary income) may be subject to Connecticut income tax.

Example: Jennifer is a resident of Florida. She enlisted in the Navy in Florida and was stationed in Groton, Connecticut. She earned \$38,000 in military pay.

If Jennifer had no other income. . .

Since Jennifer resided and enlisted in Florida, she is considered a resident of Florida and does not have to file a Connecticut return. Military personnel are residents of the state in which they resided when they enlisted.

If Jennifer had a part-time job in Connecticut. . .

Her Connecticut source income from nonmilitary employment is taxable. Jennifer must file **Form CT-1040NR/PY** to report this income.

Spouses of military personnel who are stationed in Connecticut may be considered residents of this state even if their domicile is elsewhere. See *Am I a Resident, Part-Year Resident, or Nonresident* on Page 6.

See **Informational Publication 2004(15)**, *Connecticut Income Tax Information for Military Personnel and Veterans*.

Combat Zone

The income tax return of any individual in the U.S. Armed Forces serving in a combat zone or injured and hospitalized while serving in a combat zone is due 180 days after returning. There will be no penalty or interest charged. For any individual who dies while on active duty in a combat zone or as a result of injuries received in a combat zone, no income tax or return is due for the year of death. A refund of tax paid will be provided to the legal representative of the estate or to the surviving spouse.

Combat zone is an area designated by the President of the United States as a combat zone by executive order. A combat zone also includes an area designated by the federal government as a *qualified hazardous duty area*.

Members of the U.S. Armed Forces serving in the military operations in the Kosovo, Afghanistan, or Arabian Peninsula regions are eligible for the 180 day extension allowed to individuals serving in a combat zone. Spouses of military personnel and civilians supporting the military in these regions who are away from their permanent duty stations but are not within the designated combat zone are also eligible for the extension. Individuals requesting an extension under the Kosovo provision should print the words “**Operation Allied Force**” at the top of the tax return. Individuals requesting an extension under the Afghanistan provision should print the words “**Operation Enduring Freedom**” at the top of the tax return. Individuals requesting an extension under the Arabian Peninsula Areas provision should print the words “**Operation Iraqi Freedom**” at the top of the tax return.

How Nonresidents and Part-Year Residents are Taxed

If you are a nonresident or a part-year resident, your tax liability is computed based upon the greater of your Connecticut adjusted gross income or your total income from Connecticut sources.

You must calculate the tax in the same manner as a resident individual. Then prorate the tax based upon the percentage of your Connecticut adjusted gross income that is derived from or connected with Connecticut sources.

What is Connecticut Adjusted Gross Income

For the purpose of completing **Form CT-1040NR/PY**, Connecticut adjusted gross income is your federal adjusted gross income as reported on federal Form 1040, Line 36; federal Form 1040A, Line 21; federal Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line I, adding or subtracting the Connecticut modifications that are required to be reported on **Form CT-1040NR/PY, Schedule 1**.

Connecticut Source Income of a Nonresident

Connecticut source income of a nonresident is income derived from or connected with sources within Connecticut when the income is:

- Attributable to ownership or disposition of real or tangible personal property within Connecticut; including, but not limited to, the income from the rental or sale of such property;
- Attributable to compensation for services performed in Connecticut or income from a business, trade, profession, or occupation carried on in Connecticut (including income derived directly or indirectly by athletes, entertainers, or performing artists from closed-circuit and cable television transmissions of irregularly scheduled events if such transmissions are received or exhibited within Connecticut);
- Unemployment compensation received from the Connecticut Department of Labor;
- From a partnership doing business in Connecticut;
- From an S corporation doing business in Connecticut;
- From a trust or estate with income derived from or connected with sources within Connecticut;
- From a nonqualified deferred compensation plan for services performed wholly within Connecticut; or
- From reportable Connecticut Lottery Winnings. Winnings from the Connecticut Lottery, including Powerball, are reportable if the winner was issued a federal Form W-2G by the Connecticut Lottery Corporation. In general, the Connecticut Lottery Corporation is required to issue a federal Form W-2G to a winner if the Connecticut Lottery winnings, including Powerball, are

\$600 or more and at least 300 times the amount of the wager. See **Informational Publication 2003(21)**, *Connecticut Income Tax Treatment of State Lottery Winnings Received by Residents and Nonresidents of Connecticut*.

In general, Connecticut source income of a nonresident **does not include** the following income even if it was included in your federal adjusted gross income:

- Distributions from pension or retirement plans (such as 401K plans);
- Interest, dividends, or gains from the sale or exchange of intangible personal property, unless that property is employed in a business, trade, profession, or occupation carried on in Connecticut;
- Compensation received for active service in the U.S. military;
- Dividends from a corporation doing business in Connecticut;
- Compensation you received from an interstate rail carrier, interstate motor carrier, or an interstate motor private carrier;
- Gambling winnings (other than reportable Connecticut Lottery Winnings shown on federal Form W-2G). See **Informational Publication 2001(29)**, *Connecticut Income Tax Treatment of Gambling Winnings Other Than State Lottery Winnings*.
- Interest you earned from a Connecticut bank (unless earned by a Connecticut business); or
- Income you received from business or employment activities in Connecticut that are considered casual, isolated, or inconsequential.

Activities Considered to be Casual, Isolated, or Inconsequential

In general, activities that meet one of the following tests are considered casual, isolated, or inconsequential:

1. **\$6,000 test** - The gross income from the presence of a nonresident in Connecticut does not exceed \$6,000 in the taxable year.

Important: An employee’s wages for services performed in Connecticut are taxable, regardless of amount, unless the employee’s services meet the Ancillary Activity Test. Also, reportable Connecticut Lottery winnings are taxable regardless of amount.

2. **Ancillary Activity Test** - The nonresident’s presence in Connecticut is ancillary to his or her primary business or employment duties that are performed at a base of operations outside of Connecticut. Ancillary activities are those activities that are secondary to the individual’s primary out-of-state duties, and include such things as presence in the state for planning, training, attendance at conferences or symposia, etc.

Connecticut Source Income of a Part-Year Resident

Connecticut source income of a part-year resident is the sum of:

1. Connecticut adjusted gross income for the part of the year you were a resident;
2. Income derived from or connected with Connecticut sources for the part of the year you were a nonresident; and
3. Special accruals.

What Items are Subject to Special Accrual

A part-year resident must recognize and report items of income, gain, loss, or deduction on the accrual basis, regardless of the method of accounting normally used. In general, an item of income is subject to special accrual if the right to receive it is fixed and the amount to be paid is determinable with reasonable accuracy at the time residency status is changed.

Change From Resident to Nonresident

If you moved out of Connecticut during the taxable year, you must include, in calculating your Connecticut adjusted gross income for the period of your Connecticut residency, all items of income, gain, loss, or deduction you would be required to include if you were filing a federal income tax return for the same period on the accrual basis, together with any other accruals that are not otherwise includible or deductible for federal or Connecticut income tax purposes (such as deferred gains on installment obligations). Include items of special accrual with other items of income, gain, loss, and deduction reported for your residency period. See *Schedule CT-1040AW Instructions* on Page 31.

Example 1: Laura, a part-year resident who moved out of Connecticut in June 2004, sold property on the installment basis in April 2004. She will receive annual installment payments for five years. She must accrue the entire gain on the sale of the property to the portion of 2004 when she was a resident of Connecticut because her right to receive the gain was fixed and the amount was determinable before the time she changed her residency.

Example 2: Rick, a resident of Connecticut, retired from his Connecticut employment on September 1, 2004, and moved to Florida. His employer notified him on August 15, 2004, that he would receive a \$1,000 bonus on September 15, 2004. He must accrue the \$1,000 bonus to the portion of 2004 when he was a resident because the right to receive the bonus was fixed and the amount was determinable before the time he changed his residency.

Example 3: Cindy, a Connecticut resident, won the Connecticut Lottery in 2004. The proceeds from her wager were reported on federal Form W-2G. Cindy will receive her winnings on the installment basis for twenty years. During the 2004 taxable year, Cindy moved out of Connecticut, and is a part-year resident, because she changed her permanent legal residence. Ordinarily, Cindy's Connecticut Lottery winnings would be subject to special accrual; however, Cindy may avoid special accrual on those lottery winnings as long as the Connecticut Lottery Corporation continues to withhold Connecticut income tax from those winnings. Cindy will remain subject to Connecticut income tax for the years during which the lottery winnings are received.

If Cindy won another state's lottery during 2004, she would be subject to Connecticut income tax while a Connecticut resident. If Cindy moves out of Connecticut, and is a part-year resident because she changed her permanent legal residence, her lottery winnings would be subject to special accrual.

Payment of Tax

If you moved out of Connecticut during the taxable year and you have items of income or gain subject to special accrual, you must either:

- Include the items of accrual in the calculation of tax in the year you changed your residence; **or**
- File a surety bond or other security and pay the tax as a nonresident in the year(s) the income is actually received.

Surety Bond

You may elect to defer the payment of Connecticut income tax on items of special accrual by filing a surety bond with DRS in an amount not less than the amount of the additional Connecticut income tax that would be payable if no surety bond or other security were filed. If you choose this option, you must file **Form CT-1040NR/PY** for the taxable year when you change your residence. Include a separate statement showing the nature and amount of each item of special

accrual as of the date of change of residence, together with a computation of the additional Connecticut income tax which would be due if the election to file a surety bond had not been made. For further information on the requirements for a surety bond, contact DRS and request a copy of Conn. Agencies Regs. §12-717(c)(4)-1, **Form CT-12-717A**, *Change of Resident Status - Special Accruals*, *Connecticut Surety Bond Form*, and **Form CT-12-717B**, *Change of Resident Status - Special Accruals, Other Acceptable Security Form*.

Change From Nonresident to Resident

If you moved into Connecticut during the taxable year, items of income, gain, loss, or deduction that accrue to the period of the year prior to your Connecticut residency are not included in your Connecticut source income. However, items of income which are derived from or connected with Connecticut sources may **not** be accrued to the nonresident period and must be included in calculating your Connecticut source income for that year.

Example: Jennifer was a California resident from January 1, 2004, until July 31, 2004. She became a Connecticut resident on August 1. While a resident of California, Jennifer earned \$10,000 for work performed in that state, but she did not receive payment for that work until September 30, 2004.

Jennifer also owned a condominium in Connecticut, which she rented to a third party from January 1 to July 31, 2004. She received payment of the rent for the first four months of the year while she was living in California, and she received the remaining payments after she became a Connecticut resident.

Jennifer will file a Connecticut part-year resident return for 2004. The \$10,000 of California source income earned before Jennifer changed her residency is accrued to her nonresidency period even though she received the payment after becoming a Connecticut resident. The rental payments from Connecticut real estate are considered Connecticut source income regardless of when she received this income. Therefore, the entire amount of rental income is includable in her Connecticut adjusted gross income and none of it is subject to special accrual.

Forms and Schedules Included in This Booklet

In addition to **Form CT-1040NR/PY**, this booklet contains several forms you may have to complete. The following is a brief description of these forms and an explanation of who should complete them.

Form	Who Should Complete
Schedule CT-SI Parts 1 and 2: Employee Apportionment Worksheet:	All nonresidents and part-year residents A nonresident employee or part-year employee (for his or her nonresidency period) who worked in and outside of Connecticut and does not know the actual amount of Connecticut source income.
Schedule CT-1040AW	All part-year residents
Schedule CT-1040BA	A self-employed nonresident or part-year resident (for his or her nonresidency period) who carried on business both in and outside of Connecticut.

Taxable Year and Method of Accounting

You must use the same taxable year for Connecticut income tax purposes you use for federal income tax purposes. Most individuals use the calendar year as their taxable year for federal income tax purposes. However, if the calendar year is not your taxable year for federal income tax purposes, references in this booklet to "2004" are references to your taxable year beginning during 2004.

You must use the same method of accounting for Connecticut income tax purposes you use for federal income tax purposes.

If your taxable year or method of accounting is changed for federal income tax purposes, the same change must be made for Connecticut income tax purposes.

When to File

Your Connecticut income tax return is due on or before April 15, 2005. If you are not a calendar year filer, your return is due on or before the fifteenth day of the fourth month following the close of your taxable year. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date. Your 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:

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

This list is subject to change. See **Policy Statement 2002(4), Designated Private Delivery Services and Designated Types of Service**.

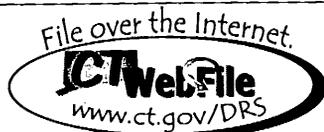
If **Form CT-1040NR/PY** is filed late, or all the tax due is not paid with the return, see *Interest and Penalties*, on Page 12, to determine if interest and penalty must be reported with the return.

Extension Requests

Extension of Time to File

To request an extension of time to file your return, you must file **Form CT-1040 EXT, Application for Extension of Time to File Connecticut Income Tax Return for Individuals**, and pay all the tax you expect to owe on or before the due date. Visit: www.ct.gov/DRS to file your extension over the internet. If you pay your expected 2004 Connecticut income tax due by credit card, you do not need to file **Form CT-1040 EXT**. See **Form CT-1040 EXT**, included in this booklet.

Form CT-1040 EXT extends only the time to file your return; it does not extend the time to pay your tax due. See *Interest and Penalties* on Page 12 if you do not pay all the tax due with your request for extension.



Important: If you expect to owe no additional Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld from your wages or any estimated Connecticut income tax payments you have made (or both), and you have requested an extension of time to file your 2004 federal income tax return, you are not required to file **Form CT-1040EXT**.

U.S. Citizens Living Abroad

If you are a U.S. citizen or resident living outside the U.S. and Puerto Rico, or if you are in the armed forces of the U.S. serving outside the U.S. and Puerto Rico, and are unable to file a Connecticut income tax return on time you must file **Form CT-1040 EXT**. You must also pay the amount of tax due on or before the original due date of the return.

Include with **Form CT-1040 EXT** a statement that you are a U.S. citizen or resident living outside the U.S. and Puerto Rico, or in the armed forces of the U.S. serving outside the U.S. and Puerto Rico, and that you qualify for a federal automatic two-month extension. If your application is approved, the due date will be extended for six months. If you are still unable to file your return, and you were granted an additional extension of time to file for federal purposes, you may file your Connecticut return using the federal extension due date. A copy of the federal Form 2350 approval notice must be attached to the front of your Connecticut return.

Extension of Time to Pay

You may be eligible for a six-month extension of time to pay the tax due if you can show paying the tax by the due date will cause undue hardship. You may request an extension by filing **Form CT-1127, Application for Extension of Time for Payment of Income Tax**, on or before the due date of the original return.

Attach **Form CT-1127** to the front of **Form CT-1040NR/PY** or **Form CT-1040 EXT**, and send it on or before the due date. As evidence of the need for extension, you must attach:

- An explanation of why you cannot borrow money to pay the tax due; and
- A statement of your assets and liabilities; and
- An itemized list of your receipts and disbursements for the preceding three months.

If an extension of time to pay is granted and you pay all the tax due in full by the end of the extension period, a penalty will not be imposed. However, interest will accrue on any unpaid tax from the original due date. You should make payments as soon as possible to reduce the interest you would otherwise owe. To ensure proper posting of your payment, write your Social Security Number(s) a "2004 **Form CT-1040NR/PY**" on the front of your check or money order. Mail payments to:

Department of Revenue Services
Accounts Receivable Unit
PO Box 5088
Hartford CT 06102-5088

Where to File

For **refunds and all other tax forms without payment** enclosed, use the mailing label with this address and mail your return to:

Department of Revenue Services
PO Box 2968
Hartford CT 06104-2968

For **all tax forms with payment** enclosed, use the mailing label with this address and mail your return with payment to:

Department of Revenue Services
PO Box 2969
Hartford CT 06104-2969

Estimated Tax Payments

You must make estimated income tax payments if your Connecticut income tax (after tax credits) minus Connecticut tax withheld is \$1,000 or more, and you expect your Connecticut income tax withheld to be less than your required annual payment for the 2005 taxable year.

Your required annual payment for the 2005 taxable year is the lesser of:

- 90% of the income tax shown on your 2005 Connecticut income tax return; or
- 100% of the income tax shown on your 2004 Connecticut income tax return, if you filed a 2004 Connecticut income tax return that covered a 12-month period.

You do **not** have to make estimated income tax payments if:

- You were a Connecticut resident during the 2004 taxable year and you did not file a 2004 income tax return because you had no Connecticut income tax liability; or
- You were a nonresident or part-year resident with Connecticut source income during the 2004 taxable year and you did not file a 2004 income tax return because you had no Connecticut income tax liability.

If you were a nonresident or part-year resident and you did **not** have Connecticut source income during the 2004 taxable year, you **must** use 90% of the income tax shown on your 2005 Connecticut income tax return as your required annual payment.

Annualized Income Installment Method

If your income varies throughout the year, you may be able to reduce or eliminate the amount of your estimated tax payment for one or more periods by using the annualized income installment method. See **Informational Publication 2004(17)**, *A Guide to Calculating Your Annualized Estimated Income Tax Installments and Worksheet CT-1040 AES*.

Filing Form CT-1040ES

Use **Form CT-1040ES**, *Estimated Connecticut Income Tax Payment Coupon for Individuals*, to make estimated Connecticut income tax payments for 2005. If you made estimated tax payments in 2004, you will automatically receive coupons for the 2005 taxable year in mid-January. They will be preprinted with your name, address, and Social Security Number. To ensure that your payments are properly credited, use the preprinted coupons.

If you did not make estimated tax payments in 2004, use **Form CT-1040ES**, included in this booklet, to make your first estimated income tax payment. If you file this form, additional preprinted coupons will be mailed to you.

You may pay your 2005 estimated Connecticut income tax payments by credit card. See **Form CT-1040ES**, included in this booklet.

To avoid making estimated tax payments, you may request that your employer withhold additional amounts from your wages to cover the taxes on other income. You can make this change by giving your employer a revised **Form CT-W4**, *Employee's Withholding Certificate*. For help in determining the correct amount of Connecticut withholding to be withheld from your wage income, see **Informational Publication 2005(1)**, *Is My Connecticut Withholding Correct?*

Special Rules for Farmers and Fishermen

If you are a farmer or fisherman (as defined in I.R.C. §6654(i)(2)) who is required to make estimated income tax payments, you must make only **one** payment. Your payment is due on or before January 15, 2006, for the 2005 taxable year. The required installment is the lesser of 66²/₃% of the income tax shown on your 2005 Connecticut income tax return or 100% of the income tax shown on your 2004 Connecticut income tax return.

A farmer or fisherman who files a 2005 Connecticut income tax return on or before March 1, 2006, and pays in full the amount computed on the return as payable on or before that date, will not be charged interest for underpayment of estimated tax.

Farmers or fishermen who use these special rules **must** complete and attach **Form CT-2210**, *Underpayment of Estimated Tax by Individuals, Trusts, and Estates*, to their Connecticut income tax return to avoid being billed for interest on the underpayment of estimated income tax. Be sure to check Box D of **Form CT-2210**, Part I, and the box for **Form CT-2210** on the front of **Form CT-1040NR/PY**. See **Informational Publication 2004(14)**, *Farmer's Guide to Sales and Use Taxes, Motor Vehicle Fuels Tax, Estimated Income Tax, and Withholding Tax*.

Interest on Underpayment of Estimated Tax

You may be charged interest if you did not pay enough tax through withholding or estimated payments, or both, by any installment due date. This is true even if you are due a refund when you file your tax return. Interest is calculated separately for each installment. Therefore, you may owe interest for an earlier installment, even if

2005 Estimated Tax Due Dates		Due dates of installments and the amount of required payments for 2005 calendar year taxpayers are:
April 15, 2005	25% of your required annual payment	
June 15, 2005	25% of your required annual payment (A total of 50% of your required annual payment should be paid by this date.)	
September 15, 2005	25% of your required annual payment (A total of 75% of your required annual payment should be paid by this date.)	
January 15, 2006	25% of your required annual payment (A total of 100% of your required annual payment should be paid by this date.)	
An estimate will be considered timely filed if received on or before the due date, or if the date shown by the U.S. Postal Service cancellation mark is on or before the due date. Taxpayers who report on other than a calendar year basis should use their federal estimated tax installment due dates. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.		

you paid enough tax later to make up the underpayment. Interest at 1% (.01) per month or fraction of a month will be added to the tax due until the **earlier** of April 15, 2005, or the date on which the underpayment is paid.

A taxpayer who files a 2004 Connecticut income tax return on or before January 31, 2005, and pays in full the amount computed on the return as payable on or before that date, will not be charged interest for failing to make the estimated payment due January 15, 2005.

A farmer or fisherman (as defined in I.R.C. §6654(i)(2)) who is required to make estimated income tax payments will not be charged interest for failing to make the estimated payment due January 15, 2005, if he or she files a 2004 Connecticut income tax return on or before March 1, 2005, and pays in full the amount computed on the return as payable on or before that date.

Filing Form CT-2210

You may be charged interest if your 2004 Connecticut income tax (after tax credits) minus Connecticut tax withheld, is \$1,000 or more. Use **Form CT-2210, Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates**, to calculate interest on the underpayment of estimated tax. **Form CT-2210** and detailed instructions are available from DRS. However, this is a complex form and you may prefer to have DRS calculate the interest. If so, do not file **Form CT-2210** and DRS will send you a bill.

Interest and Penalties

In general, interest and penalty apply to any portion of the tax that is not paid on or before the original due date of the return.

Interest

If you do not pay the tax when due, you will owe interest at 1% (.01) per month or fraction of a month until the tax is paid in full.

If you did not pay enough tax through withholding or estimated payments, or both, by any installment due date, you may be charged interest. This is true even if you are due a refund when you file your tax return. See *Interest on Underpayment of Estimated Tax* on Page 11.

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 income or use tax is 10% (.10) of the tax due. If a request for an extension of time has been granted, you can avoid a penalty for failure to pay the full amount due by the original due date if you:

- Pay at least 90% (.90) of the income tax shown to be due on the return on or before the original due date of the return; **and**
- Pay the balance due with the return 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 that is required by law to be filed.

Penalty for Failure to File

If you do not file your return and DRS files a return for you, the penalty for failure to file is 10% (.10) of the balance due or \$50, whichever is greater. If you are required to file **Form CT-1040X** and fail to do so, a penalty may be imposed.

Waiver of Penalty

You may be able to have your penalty waived if the failure to file or pay tax on time was due to a reasonable cause and was not intentional or

due to neglect. However, interest **cannot** be waived. Before a penalty waiver can be granted, all tax and interest must be paid.

All requests must include:

- A clear and complete written explanation;
- Your name and Social Security Number;
- The taxable filing period;
- The name of the original form filed or billing notice received; **and**
- Documentation supporting your explanation.

Attach your request to the **front** of your tax return or mail separately with a copy of your tax return to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

Refund Information

If you have a touch-tone phone, you may check on the status of your refund anytime by calling **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). Be ready to provide your Social Security Number (and your spouse's, if filing jointly) and the exact amount of the refund you requested.

You should allow eight to ten weeks before calling to check on the status of your refund. If DRS does not issue your refund on or before the ninetieth day after we receive your claim for refund, you may be entitled to interest on your overpayment at the rate of $\frac{2}{3}\%$ for each month or fraction of a month between the ninetieth day following receipt of your claim for a refund or the due date of your return, whichever is later, and the date of notice that your refund is due.

Offset Against Debts

If you are due a refund but have not paid certain obligations to Connecticut state agencies or the IRS, all or part of your overpayment may be used to pay all or part of these outstanding debts or taxes. You will be advised by mail if your refund is reduced for this reason and will be given information directing you to the agency to contact if you wish to appeal. Your refund may also be reduced if you owe penalty and interest on late-filed or underpaid Connecticut income tax returns.

Nonobligated Spouse

When a joint return is filed and only one spouse owes past-due child support or a debt to any Connecticut state agency, the spouse who is not obligated may be eligible to claim a share of a joint income tax refund. A nonobligated spouse who received income in 2004 and who made Connecticut income tax payments (withholding or estimates) for the 2004 taxable year may be eligible to claim his or her share of any refund if:

- A joint Connecticut tax return was filed for 2004; **and**
- An overpayment of tax was made.

If you are a nonobligated spouse, you may claim your share of a joint refund by filing **Form CT-8379, Nonobligated Spouse Claim**. **Important:** When filing **Form CT-8379**, attach all W-2 and 1099 forms showing Connecticut income tax withheld.

Do **not** use **Form CT-8379** to claim your share of a Connecticut refund that was applied to federal taxes you owe to the IRS. You must contact the IRS Office of the Local Taxpayer Advocate in Hartford, Connecticut at 860-756-4555.

STEPS TO COMPLETING FORM CT-1040NR/PY

Step One - Complete Your Federal Return

Before you begin, gather all your records, including your federal W-2s (Wages), W-2Gs (Winnings), 1099-Rs (Pensions), and other 1099 forms. Use this information to complete your federal income tax return. The information on your federal return is needed to complete your Connecticut return.

Step Two - Complete Your Connecticut Return

Remove the income tax forms from this booklet. Proceed item by item, reading the instructions for each line item before you enter any amount. Keep a copy for your records. You may need information from it when you file next year's return, make estimated tax payments, or to respond to a question from DRS.

Step Three - Check Your Return

Take your time in completing your return. When you have finished, recheck all of your entries and arithmetic.

After you have completed your return, **be sure to sign it** and attach any required schedules, statements, or forms.

Step Four - Attach Your Label

Remove the preprinted peel-off label on the back cover of this booklet and place it over the name and address spaces of your return. The preprinted label **does not** include your Social Security Number(s). Therefore, you **must** write your Social Security Number(s) in the spaces provided above your name(s).

Step Five - Order of Attachments

Paper clip your check or money order in payment of the tax due to the front of the income tax form in the appropriate area marked "**Clip check or money order here.**" To ensure proper posting of your payment, write your Social Security Number(s) and "**2004 Form CT-1040NR/PY**" on the front of your check or money order.

In addition, if you must file any of the following forms, attach the form(s) to the **front** of your income tax return in the following order:

- **Schedule CT-1040CRC**, *Claim of Right Credit*
- **Form CT-19IT**, *Title 19 Status Release*
- **Form CT-1127**, *Application for Extension of Time for Payment of Income Tax*
- **Form CT-8379**, *Nonobligated Spouse Claim*

Attach other required forms and schedules, including **Schedule CT-1040WH**, *Connecticut Income Tax Withholding*, to the **back** of your return, or as directed on the form.

Step Six - Mail Your Return

This package contains one envelope with two pre-addressed labels for mailing your return. Use the correct label to have your return and refund processed faster.

COMPLETING FORM CT-1040NR/PY

Social Security Number

The preprinted label **does not** include your Social Security Number. Therefore, you **must** enter your Social Security Number in the space provided above your name. If you file a joint return, enter your Social Security Number and your spouse's Social Security Number in the order they appear on your federal return. If you are a nonresident alien and do not have a Social Security Number, enter your Individual Taxpayer Identification Number in the space provided above your name.

Filing Status

Check the appropriate box to indicate your filing status. Generally, your filing status must match your federal income tax filing status for this year. If you are not certain of your filing status for 2004, consult the information in your federal income tax booklet or call the IRS at 1-800-829-1040.

If your filing status is *qualifying widow(er) with dependent child* on federal Form 1040 or 1040A, check the box on **Form CT-1040NR/PY** for "Married filing jointly or Qualifying widow(er) with dependent child." **Do not** enter your deceased spouse's name or Social Security Number in the spaces provided for Spouse's Name and Spouse's Social Security Number.

Name and Address

Be sure the information on the label is correct. Do not use this label if any of the information is incorrect. Print or type the correct information in the name and address spaces on your return. If

there is no preprinted label, print or type the information requested in the space provided at the top of **Form CT-1040NR/PY**.

If your return is being completed by someone else, take your booklet to your tax preparer so that the preparer can attach the label to your return.

Special Rules for Married Individuals

When one spouse is a Connecticut **resident** or a **nonresident** and the other spouse is a **part-year resident**, each spouse who is required to file a Connecticut income tax return **must** file as *married filing separately*.

When one spouse is a Connecticut **resident** and the other is a **nonresident**, each spouse who is required to file a Connecticut income tax return **must** file as *married filing separately unless*:

- They file jointly for federal income tax purposes; **and**
- They elect to be treated as if both were Connecticut residents for the entire taxable year.

Where both spouses are part-year residents, and move into or out of Connecticut at different times during the taxable year, both spouses must file as *married filing separately*.

If both spouses are part-year residents and moved into or out of Connecticut on the same day and filed jointly for federal income tax purposes, a joint Connecticut income tax return must be filed.

Where both spouses are nonresidents and only one spouse has Connecticut source income; the spouse who is required to file a Connecticut income tax return must file as *married filing separately* unless:

- They file jointly for federal income tax purposes; and
- They elect to be treated as if both had Connecticut source income.

When one spouse is a **nonresident alien** and the other is a **citizen** or **resident** of the U.S., **each** spouse who is required to file a Connecticut income tax return **must** file as *married filing separately* unless:

- An election is made by the nonresident alien and his or her spouse to file a joint federal income tax return;
- A married filing joint return is filed for federal income tax purposes; and
- The spouses are otherwise required or permitted to file a joint Connecticut income tax return.

The election to file a joint return means that the joint federal adjusted gross income **must** be used on **Form CT-1040NR/PY**, Line 1. It also means the spouse who would not otherwise be required to file is now jointly and severally liable for any tax liability associated with the filing of the income tax return. The Connecticut income tax calculated using the joint income must be prorated based on the income of the spouse derived from or connected with sources in Connecticut.

If filing a joint federal return and a separate Connecticut return, enter on **Form CT-1040NR/PY**, Line 1, only **your** portion of the income included in joint federal adjusted gross income.

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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. If you do not round, DRS will disregard the cents.

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.

Line Instructions

Line 1 - Federal Adjusted Gross Income

Enter your federal adjusted gross income from your 2004 federal income tax return. This is the amount reported on federal Form 1040, Line 36; federal Form 1040A, Line 21; federal Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line I.

Nonresidents aliens, see *Special Information for Nonresident Aliens* on Page 6.

Line 2 - Additions

Enter the amount from **Form CT-1040NR/PY**, *Schedule 1*, Line 41. See *Additions to Federal Adjusted Gross Income* on Page 18.

Line 3

Add Line 1 and Line 2. Enter the total on Line 3.

Line 4 - Subtractions

Enter the amount from **Form CT-1040NR/PY**, *Schedule 1*, Line 52. See *Subtractions From Federal Adjusted Gross Income* on Page 19.

Line 5 - Connecticut Adjusted Gross Income

Subtract Line 4 from Line 3 and enter the result on Line 5. This is your Connecticut adjusted gross income.

Line 6 - Income From Connecticut Sources

Complete *Schedule CT-SI*. (See *Schedule CT-SI Instructions* on Page 25.) Enter the income from Connecticut sources from *Schedule CT-SI*, Line 29.

Line 7

Enter the greater of Line 5 or Line 6 on Line 7. If Line 5 and Line 6 are equal, enter that amount on Line 7. If the amount on Line 7 is zero or less, go to Line 12 and enter "0."

Line 8 - Income Tax

Let the Income Tax Calculator calculate your tax for you.
Visit: www.ct.gov/DRS

If the amount on Line 7 is: \$12,000 or less for married filing separate individuals; \$12,625 or less for single individuals; \$19,000 or less for head of household individuals; or \$24,000 or less for married filing joint individuals, enter "0" on Line 8. You do not owe any income tax. Otherwise, calculate your tax using one of the following methods:

Tax Tables - If Line 7 is less than or equal to \$102,000, you may use the *Tax Tables* on Page 39 to find your tax. Be sure to use the correct column in the *Tax Tables*. After you have found the correct tax, enter that amount on Line 8.

Tax Calculation Schedule - You **must** use the *Tax Calculation Schedule* to figure your tax if Line 7 is more than \$102,000. You may also use the *Tax Calculation Schedule* if Line 7 is less than or equal to \$102,000. This schedule is found at the end of this booklet.

Important: Nonresidents or part-year residents must calculate the tax in the same manner as resident individuals. Then, nonresidents or part-year residents prorate the tax based upon the percentage of their Connecticut adjusted gross income that is derived from or connected with Connecticut sources.

Example 1: Sandy, a nonresident individual whose filing status is single, worked in Connecticut during the entire 2004 taxable year. Sandy entered \$40,000 on **Form CT-1040NR/PY**, Line 5 and \$20,000 on **Form CT-1040NR/PY**, Line 6. Because the amount on Line 5 is greater than the amount on Line 6, Sandy would enter \$40,000 on **Form CT-1040NR/PY**, Line 7. Sandy would then find the tax on \$40,000 in the *Tax Tables* and would enter \$1,620 on **Form CT-1040NR/PY**, Line 8. Sandy would then divide Line 6 by Line 5 and enter 50% (.50) on Line 9. Therefore, Sandy's Connecticut income tax is \$810 (\$1,620 x .50) and she would enter this amount on **Form CT-1040NR/PY**, Line 10.

Example 2: William, a part-year resident individual whose filing status is single, moved from Connecticut to Rhode Island on August 15, 2004. William entered \$20,000 on **Form CT-1040NR/PY**, Line 5 and \$40,000 on **Form CT-1040NR/PY**, Line 6. Because the amount on Line 6 is greater than the amount on Line 5, William would enter \$40,000 on **Form CT-1040NR/PY**, Line 7. William would then find the tax on \$40,000 in the *Tax Tables* and enter \$1,620 on **Form CT-1040NR/PY**, Line 8. Because the amount on Line 6 is greater than the amount on Line 5, William would enter 1.0000 on Line 9. Therefore, William's Connecticut income tax is \$1,620 (\$1,620 x 1.0000) and he would enter this amount on **Form CT-1040NR/PY**, Line 10.

Line 9

If Line 5 is greater than Line 6, divide Line 6 by Line 5 and enter the result on Line 9. If the result is less than zero, enter "0." If Line 6 is equal to or greater than Line 5, enter 1.0000. **Do not** enter a number that is less than zero or greater than one. Round to four decimal places.

Line 10

Multiply Line 9 by Line 8 and enter the result on Line 10.

Line 11 - Credit for Income Taxes Paid to Qualifying Jurisdictions (Part-Year Residents Only)

If all or part of the income reported on this return for the period of your Connecticut residency is subject to income tax in a qualifying jurisdiction and you have filed a return and paid income taxes to that jurisdiction, complete **Form CT-1040NR/PY, Schedule 2**, and enter the amount from Line 61 here. See *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions* on Page 21.

The credit for income tax paid to other jurisdictions is limited to part-year residents for the period of their Connecticut residency.

You must attach a copy of your return filed with the qualifying jurisdiction(s) or the credit will be disallowed.

Line 12

Subtract Line 11 from Line 10. Enter the result on Line 12. If Line 11 is greater than Line 10, enter "0."

Line 13 - Connecticut Alternative Minimum Tax

If you were required to pay the federal alternative minimum tax for 2004, you must file **Form CT-6251, Connecticut Alternative Minimum Tax Return - Individuals**. Enter on Line 13 the amount shown on **Form CT-6251**, Line 26.

Line 14

Add Line 12 and Line 13. Enter the total on Line 14.

Line 15 - Adjusted Net Connecticut Minimum Tax Credit

Enter the amount from **Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts and Estates**, on Line 15. If you did not pay Connecticut alternative minimum tax in 1994 or thereafter, or if you entered an amount on **Form CT-1040NR/PY**, Line 13, enter "0."

Line 16 - Connecticut Income Tax

Subtract Line 15 from Line 14. Enter the result on Line 16. If less than zero, enter "0."

Line 17 - Individual Use Tax

Complete *Schedule 3* on Page 4 of **Form CT-1040NR/PY**. Enter on Line 17 the total use tax due as reported on *Schedule 3*, Line 62. You **must** enter "0" if no Connecticut use tax is due; otherwise you will not have filed a use tax return.

Line 18 and Line 19 - Total Tax

Add Line 16 and Line 17. Enter the total on Line 18 and Line 19.

Line 20 - Connecticut Tax Withheld

Enter the number from Box b in Column A of Form CT-1040NR/PY.

a Control number	OMB No. 1545-0008	1 Wages, tips, other compensation	2 Federal income tax withheld
b Employer identification number XX-XXXXXX		3 Social security wages	4 Social security tax withheld
c Employer's name, address, and ZIP code		5 Medicare wages and tips	6 Medicare tax withheld
		7 Social security tips	8 Allocated tips
d Employer's social security number		9 Advance EIC payment	10 Dependent care benefits
e Employee's first name and initial Last name		11 Nonqualified plans	12a
Enter the amount from Box 16 in Column B of Form CT-1040NR/PY.		13	12b
		14 Other	12c
			12d
f Employee's address and ZIP code		15 State wages, tips, etc. XXX.00	16 State income tax XXX.00
15 State CT	16 State ID number	17 Local wages, tips, etc.	18 Local income tax
		19 Local income tax	20 Locality name
Form W-2 Wage and Tax Statement Copy 1—For State, City, or Local Tax Department		2004 Department of the Treasury - Internal Revenue Service	

Box 15 - Must show CT to be claimed as Connecticut Withholding.

Enter the amount from Box 17 (in whole dollars) in Column C of Form CT-1040NR/PY.

For each federal Form W-2, W-2G, or 1099, where Connecticut income tax was withheld, enter the following on Lines 20a through 20g:

Column A: Enter the Employer Identification Number

Column B: Enter the amount of Connecticut Wages, Tips, etc.

Column C: Enter the amount of Connecticut income tax withheld.

Do not include tax withheld for other states or federal income tax withholding.

Nonresident partners or shareholders: Complete Columns A through C by entering information from **Schedule CT K-1, Member's Share of Certain Connecticut Items**, Part III, Line 1.

If you have more than seven federal Forms W-2, W-2G, or 1099 showing Connecticut income tax withheld, you must complete **Schedule CT-1040WH, Connecticut Income Tax Withholding**. (located in booklet). Enter on **Schedule CT-1040WH** only Connecticut income tax withholding amounts that were not previously reported on **Form CT-1040NR/PY**. Enter the total from *Schedule CT-1040WH*, Line 3 on the last line of Column C, Line 20h.

Add all entries in Column C (including the additional amount from **Schedule CT-1040WH**) and enter the total Connecticut income tax withheld on Line 20.

Do not attach copies of W-2, W-2G, 1099, and Schedule CT K-1 forms. Keep these for your records. They may be requested by DRS at a later date. Important: When filing **Form CT-8379, Nonobligated Spouse Claim**, attach all W-2 and 1099 forms showing Connecticut income tax withheld.

Line 21 - All 2004 Estimated Payments

Enter on Line 21 the total of all Connecticut estimated tax payments, advance tax payments, and any overpayments of Connecticut income tax applied from a prior year. Be sure to include any 2004 estimated tax payments made in 2005. **Do not** include any refunds received.

Line 22 - Payments Made With Form CT-1040 EXT

If you filed **Form CT-1040 EXT, Application for Extension of Time to File**, enter on Line 22 the amount you paid with that form.

Line 23 - Total Payments

Add Lines 20, 21, and 22. Enter the total on Line 23. This represents the total of all Connecticut tax payments made.

Line 24 - Amount Overpaid

If Line 23 is greater than Line 19, subtract Line 19 from Line 23 and enter the result on Line 24. This is your overpayment. To properly allocate your overpayment, go to Lines 25, 26, and 27. If Line 23 is less than Line 19, go to Line 28.

Line 25 - Amount of Line 24 You Want Applied to Your 2005 Estimated Tax

Enter the amount of your 2004 overpayment that you want applied to your 2005 estimated Connecticut income tax. It will be treated as estimated tax paid on April 15, 2005, if your return is filed on time or if you filed a timely request for extension and your return is filed within the extension period. Payments received after April 15, 2005, will be applied as of the date of receipt. **Your request to apply this amount to your 2005 estimated income tax is irrevocable.**

Line 26 - Amount of Line 24 You Want to Contribute

You may make a contribution on this return only if you are entitled to a refund. Your contribution is limited to your refund amount. Write in a whole dollar amount for each fund to which you wish to contribute. Add your contributions from Lines 26a through 26e and enter the total on Line 26. **Your contribution is irrevocable.**

You may also make direct contributions by following the instructions on Page 38.

Line 27 - Amount of Line 24 You Want Refunded to You

Subtract the total of Line 25 and Line 26 from Line 24. Enter the result on Line 27. This is the amount of your refund. Early filers receive their refunds faster. Be sure to affix the **refund label** to the envelope when mailing your return.

Get your refund faster by choosing **direct deposit**. Complete Lines 27a, 27b, and 27c to have your refund directly deposited into your checking or savings account.

Enter your nine-digit bank routing number and your bank account number in Lines 27b and 27c. Your bank routing number is 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.

Note: If any of the bank information you supply for direct deposit does not match, a paper check will automatically be issued to you. Some financial institutions do not allow a joint refund to be deposited into an individual account.

Name of Depositor	Date _____		No. 101
Street Address			
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		

Important: Your overpayment is applied in the following order: penalty and interest you owe, amounts designated by you to be applied to your 2005 estimated tax, other taxes you may owe DRS, debts to other Connecticut state agencies, federal taxes you may owe the IRS, and charitable contributions designated by you. Any remaining balance will be refunded to you.

Line 28 - If Line 19 is Greater Than Line 23, Enter the Amount of Tax You Owe.

If Line 19 is greater than Line 23, subtract Line 23 from Line 19 and enter the result on Line 28. This is the amount of tax you owe. See *Estimated Tax Payments* on Page 11.

Line 29 - Penalty for Late Payment or Late Filing

Late Payment Penalty: The penalty for late payment or underpayment of income or use tax is 10% (.10) of such amount due. Taxpayers who pay at least 90% (.90) of the income tax shown to be due on the return on or before the original due date of the return and remit the balance due with the return on or before the extended due date will avoid penalty for failure to pay the full amount due by the original due date. Interest of 1% (.01) per month or fraction of a month will continue to accrue on the underpayment until the tax is paid in full.

Late Filing Penalty: In the event that no tax is due, DRS may impose a \$50 penalty for the late filing of any return or report that is required by law to be filed.

Line 30 - Interest for Late Payment or Late Filing

If you fail to pay the tax when due, interest will be charged at the rate of 1% (.01) per month or fraction of a month from the due date until payment is made.

Line 31 - Interest on Underpayment of Estimated Tax

If Line 16 minus Line 20 is \$1,000 or more, you may owe interest on estimated tax that you either underpaid or paid late. **Form CT-2210, Underpayment of Estimated Income Tax by Individuals, Trusts and Estates**, can help you determine whether you did underestimate and will help you calculate interest. However, this is a complex form and you may prefer to have DRS calculate the interest. If so, do **not** file **Form CT-2210**, leave this line blank, and DRS will send you a bill. Interest on underpayment of estimated income tax stops accruing on the **earlier** of the day you pay your tax or April 15, 2005.

Line 32 - Amount You Owe

Add Lines 28 through 31. Enter the total on Line 32. This is the total amount you owe. Pay the amount in full with your return.

Payment Options

If you filed a 2003 Connecticut income tax return, you may elect to pay your 2004 Connecticut income tax liability using your American Express® card, Discover® card, MasterCard® card, or VISA® card. A convenience fee will be charged by the credit card service provider.

The fee is 2.5% of your total tax payment. 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.

To Pay by Credit Card:

- Call Official Payments Corporation toll-free at **1-800-2PAY-TAX** (1-800-272-9829). You will be asked to enter the Connecticut Jurisdiction Code: 1777.
- Visit: **www.officialpayments.com** and select Payment Center.

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

To Pay by Mail:

Make your check or money order payable to the “**Commissioner of Revenue Services**.” To ensure proper posting of your payment, write your Social Security Number(s) and “**2004 Form CT-1040NR/PY**” on the front of your check or money order. Be sure to sign your check and paper clip it to the front of your return. **Do not send cash.**

Failure to file or failure to pay the proper amount of tax when due will result in penalty and interest charges. It is to your advantage to file when your return is due whether or not you are able to make full payment.

Sign Your Return

After completing your Connecticut **Form CT-1040NR/PY**, sign your name and write the date you signed the return. Your spouse must also sign and enter the date if this is a joint return. The signature line is located on the back of **Form CT-1040NR/PY**.

If you file a joint return, you **must** review the information with your spouse. When both you and your spouse sign the return, you become jointly and severally responsible for paying the full amount of tax, interest, and penalties due.

Paid Preparer Signature

Anyone you pay to prepare your return must sign and date it. 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.

Third Party Designee

If you wish to authorize DRS to contact your friend, family member, or any other person, to discuss your 2004 tax return, enter the designee's name, telephone number, and any five numbers the designee chooses as his or her personal identification number (PIN). If you wish to authorize DRS to contact the paid preparer who signed your return, enter “Preparer” in the space for the designee's name. You do not have to provide the other information requested.

If you enter a designee's name, you, and your spouse if filing a joint return, are authorizing DRS to call the designee to answer any questions that may arise during the processing of your return. You are also authorizing the designee to:

- Give DRS any information missing from your return;
- Call DRS for information about the processing of your return or the status of your refund or payment; **and**
- Respond to certain DRS notices that you have shared with the designee about math errors, offsets, and return preparation. The notices will not be sent to the designee.

Once DRS completes processing the return, the authorization ends. The authorization cannot be revoked. However, the authorization will automatically end no later than the due date (without regard to extensions) for filing your 2005 tax return. This is April 15, 2006, for most taxpayers.

Selecting a designee does not replace a power of attorney and will not authorize the designee to receive refund checks, bind you to anything (including additional tax liabilities), or represent you before DRS. To authorize another individual to represent you or act on your behalf, you must complete **Form LGL-001, Power of Attorney**.

Filing Your Return

Keep a copy of this return and all attachments for your records. Attach to this return copies of any required schedules and forms. Do **not** attach copies of your federal income tax return or federal schedules.

1. Remove both labels from the envelope flap along the perforation.
2. Choose the correct label for your return, moisten, and place it on the return envelope.
3. Affix the correct postage to the envelope.

Do not use these mailing labels to send other correspondence to DRS. Using these labels for other purposes will delay our response to you.

Recordkeeping

Keep a copy of your tax return, worksheets that you used, and records of all items appearing on the return (such as W-2 and 1099 forms) 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. You may need this information to prepare future returns or to file amended returns.

Copies of Returns

You may request a copy of a previously filed Connecticut income tax return from DRS by completing **Form LGL-002, Request for Disclosure of Tax Return or Tax Return Information**. You can usually expect your copy in three weeks.

SCHEDULE 1 - MODIFICATIONS TO FEDERAL ADJUSTED GROSS INCOME

The following modifications to federal adjusted gross income are provided in Conn. Gen. Stat. §12-701(a)(20). Your federal adjusted gross income may not be further modified in determining your Connecticut adjusted gross income except as expressly provided by Conn. Gen. Stat. §12-701(a)(20).

Additions to Federal Adjusted Gross Income

(Enter all Amounts as Positive Numbers)

Line 33 - Interest on State and Local Government Obligations Other Than Connecticut

Enter the total amount of interest income derived from state and municipal government obligations, (other than obligations of the State of Connecticut or its municipalities) which is not taxed for federal income tax purposes. Do not enter interest income derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 34 - Exempt-Interest Dividends From a Mutual Fund Derived From State or Municipal Government Obligations Other Than Connecticut

Enter the total amount of exempt-interest dividends received from a mutual fund that are derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities. If the exempt-interest dividends are derived from obligations of Connecticut and other states, enter only the percentage derived from non-Connecticut obligations. Do not enter exempt-interest dividends derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Example: A fund invests in obligations of many states, including Connecticut. Assuming that 20% of the distribution is from Connecticut obligations, the remaining 80% would be added back on this line.

Line 35—Special Depreciation Allowance for Qualified Property Placed in Service Prior to September 11, 2004

If you filed federal Form 4562, Depreciation and Amortization (including Information on Listed Property), enter on Line 35 the sum of the following:

- For qualified property placed in service prior to **September 11, 2004**, for which an additional 50% special depreciation allowance applies, 60% of the sum of the amounts you entered for that property on federal Form 4562, Line 14 and Line 25. (Do not enter any amount for qualified property placed in service on or after September 11, 2004 and prior to January 1, 2005.)
- For qualified property placed in service prior to **September 11, 2004**, for which an additional 30% special depreciation allowance applies (because you elected to deduct the 30% special depreciation allowance instead of the 50% special depreciation allowance), the sum of the amounts you entered for that property on federal Form 4562, Line 14 and Line 15. (Do not enter any amount for qualified property placed in service on or after September 11, 2004 and prior to January 1, 2005.)

See **Special Notice 2003(21)**, 2003 Legislation Affecting the Connecticut Income Tax.

Line 36 - Taxable Amount of Lump-Sum Distributions From Qualified Plans Not Included in Federal AGI

If you filed federal Form 4972, Tax On Lump-Sum Distributions, with your federal Form 1040 to compute the tax on any part of a distribution from a qualified plan, enter that part of the distribution on Line 36. Do not enter any part of the distribution reported on federal Form 1040A, Line 12a; federal Form 1040, Line 16a; or federal Form 1040, Schedule D.

Part-year residents should enter this amount on *Schedule CT-1040AW, Part-Year Resident Income Allocation*, Line 14, Column A.

Line 37 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates, Schedule B**, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount greater than zero, enter the amount on Line 37. If the amount is less than zero, enter the amount on Line 48.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if greater than zero, on Line 37.

Line 38 - Loss on Sale of Connecticut State and Local Government Bonds

Enter the total losses from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes, whether or not the entire loss is used in computing federal adjusted gross income.

Line 39 - Allocated for Future Use

Line 40 - Other

Use Line 40 to report any of the following modifications:

1. Add back any treaty income reported on federal Form 1040NR-EZ or Form 1040NR if a nonresident alien. Enter the words "treaty income" in the space provided.
2. Add back any loss or deduction of an enrolled member of the Mashantucket Pequot Tribe who resides in Indian country of such tribe or any loss or deduction of an enrolled member of the Mohegan Tribe who resides in Indian country of such tribe, where such loss or deduction is derived from or connected with Indian country of such tribe. Enter the words "Mashantucket Pequot Tribe enrolled member" or "Mohegan Tribe enrolled member" as the case may be.
3. Add back any Connecticut income tax deducted on the federal income tax return to arrive at federal adjusted gross income. Do not add back any Connecticut income tax deducted on federal Form 1040, Schedule A.

4. Add back any expenses paid or incurred for the production (including management, conservation, and maintenance of property held for the production) or collection of income exempt from Connecticut income tax which were deducted on the federal return to arrive at federal adjusted gross income.
5. Add back any amortizable bond premium on bonds producing interest income exempt from Connecticut income tax which premiums were deducted on the federal return to arrive at federal adjusted gross income.
6. Add back any interest or dividend income on obligations or securities of any authority, commission, or instrumentality of the U.S. which federal law exempts from federal income tax but does not exempt from state income taxes.
7. Add back to the extent deductible in determining federal adjusted gross income, any interest expenses on indebtedness incurred or continued to purchase or carry obligations or securities (the income from which is exempt from Connecticut income tax).
8. Enter any item of income or gain subject to special accrual to the extent such item was not includible in federal adjusted gross income for the taxable year. See *What Items are Subject to Special Accrual* on Page 8.
9. Also use Line 38 to report any additions to federal adjusted gross income required for Connecticut income tax purposes which are not listed on Lines 33 through 38.

Line 41 - Total Additions

Add Lines 33 through 40. Enter the total on **Form CT-1040NR/PY, Schedule 1, Line 41.**

Subtractions From Federal Adjusted Gross Income (Enter all Amounts as Positive Numbers)

Line 42 - Interest on U.S. Government Obligations

Enter the total amount of interest income (to the extent includible in federal adjusted gross income) derived from U.S. government

obligations, which federal law prohibits states from taxing (for example, U.S. government bonds such as Saving Bonds Series EE and Series HH, U.S. Treasury bills and notes).

For Series EE U.S. Savings Bonds, you are entitled to include on Line 42 **only** the amount of interest subject to federal income tax after exclusion of the amounts reported on federal Form 8815. In general, you will report the net taxable amount on federal Form 1040, Schedule B, or federal Form 1040A, Schedule 1.

Do not enter the amount of interest income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing interest income derived from these obligations, and this interest income is taxable for Connecticut income tax purposes.

Do not enter the amount of interest paid to you on any federal income tax refund.

Line 43 - Exempt Dividends From Certain Qualifying Mutual Funds Derived From U.S. Government Obligations

Enter the total amount of exempt dividends received from a qualifying mutual fund that are derived from U.S. government obligations. A mutual fund is a qualifying fund if, **at the close of each quarter** of its taxable year, at least 50% of the value of its assets consists of U.S. government obligations. The percentage of dividends that are exempt dividends should be reported to you by the mutual fund.

Do not enter the amount of dividend income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing income derived from these obligations, and this income is taxable for Connecticut income tax purposes. See example on Page 20.

SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET - Line 44

Enter the amount from **Form CT-1040NR/PY, Line 1.**

If your filing status is **Single** or **Married Filing Separately**, is the amount on Line 1 \$50,000 or more?

Yes: **Complete** this worksheet.

No: **Do not complete** this worksheet. Enter the amount of federally taxable Social Security benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on **Form CT-1040NR/PY, Line 44.**

If your filing status is **Married Filing Jointly** or **Head of Household**, is the amount on Line 1 \$60,000 or more?

Yes: **Complete** this worksheet.

No: **Do not complete** this worksheet. Enter the amount of federally taxable Social Security benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on **Form CT-1040NR/PY, Line 44.**

A. Enter the amount reported on your 2004 federal Social Security Benefits Worksheet, Line 1.

If Line A is zero or less, stop here and enter "0" on Line 44. Otherwise, go to Line B.

A.	
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B. Enter the amount reported on your 2004 federal Social Security Benefits Worksheet, Line 9.

If Line B is zero or less, stop here. Otherwise, go to Line C.

B.	
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C. Enter the lesser of Line A or Line B.

C.	
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D. Multiply Line C by 25% (.25).

D.	
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E. Taxable amount of Social Security benefits reported on your 2004 federal Social Security Benefits Worksheet, Line 18.

E.	
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F. **Social Security Benefit Adjustment** - Subtract Line D from Line E. Enter the amount here and on **Form CT-1040NR/PY, Schedule 1, Line 44.** (If Line D is greater than or equal to Line E, enter "0.")

F.	
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Example: A qualifying mutual fund pays a dividend of \$100. Of the distribution, 55% is attributable to U.S. Treasury bills and 45% to other investments. The amount that should be reported on Line 43 is \$55.

Line 44 - Social Security Benefit Adjustment

If you receive Social Security benefits that are subject to federal income tax, you may reduce or eliminate the amount of your benefits that are subject to Connecticut income tax. Your Social Security benefits are fully exempt from Connecticut income tax, if your filing status is **Single** or **Married Filing Separately** and the amount reported on **Form CT-1040NR/PY**, Line 1 is **less than \$50,000**, or **Married Filing Jointly** or **Head of Household** and the amount reported on **Form CT-1040NR/PY**, Line 1 is **less than \$60,000**. If this is the case, enter on Line 44 the amount of federally taxable Social Security benefits reported on federal Form 1040, Line 20b or federal Form 1040A, Line 14b. Your Social Security benefits are partially exempt from Connecticut income tax, if your federal adjusted gross income is above the threshold for your filing status. If you used the worksheets contained in the instructions to federal Form 1040A or federal Form 1040 to calculate the amount of taxable Social Security benefits, complete the *Social Security Benefit Adjustment Worksheet* on Page 19 and enter the amount from Line F on Line 44. If you did not use these worksheets, but instead used worksheets contained in federal Publication 590 or federal Publication 915, see **Announcement 2001(4)**, *Taxability of Social Security Benefits for Connecticut Income Tax Purposes*.

Important: If you are using a worksheet that is not from a federal publication, such as one you printed from a tax preparation program on your computer or one given to you by your tax preparer, you should verify that the line references from these worksheets are the same as the equivalent federal publication to be certain you are using the proper amounts.

Line 45 - Refunds of State and Local Income Taxes

Enter the amount of taxable refunds of state and local income taxes reported on federal Form 1040, Line 10. If Line 10 is blank, or if you filed federal Forms 1040A, 1040EZ, or telefiled your federal return, enter "0."

Line 46 - Tier 1 and Tier 2 Railroad Retirement Benefits and Supplemental Annuities

If you received Tier 1 or Tier 2, or both, railroad retirement benefits or supplemental annuities during 2004, you may deduct the amount included in your federal adjusted gross income but only to the extent such benefits were not already subtracted from federal adjusted gross income on Line 44 (Social Security Benefit Adjustment). Enter the balance not already subtracted on Line 44 of Tier 1 and Tier 2 railroad retirement benefits reported on federal Form 1040, Line 16b or Line 20b, or federal Form 1040A, Line 12b or Line 14b. See **Special Notice 2003(21)**, *2003 Legislation Affecting the Connecticut Income Tax*. Likewise, enter the amount of railroad unemployment benefits, including sickness benefits paid by the Railroad Retirement Board (RRB) in lieu of unemployment benefits, to the extent included in your federal adjusted gross income. However, do not enter sickness benefits paid by the RRB resulting from an on-the-job injury, because these benefits are not included in your federal adjusted gross income.

Line 47 - Special Depreciation Allowance for Qualified Property Placed in Service During the Preceding Year

If you added bonus depreciation to your federal adjusted gross income on your **2003 Form CT-1040NR/PY**, Line 34, you may

subtract 25% of that bonus depreciation amount on Line 47 and 25% of that bonus depreciation amount on the comparable line of your Connecticut income tax return for the 2005, 2006, and 2007 taxable years. If you added bonus depreciation to your federal adjusted gross income on your **2002 Form CT-1040NR/PY**, Line 34, you may subtract 25% of that bonus depreciation amount on Line 47 and 25% of that bonus depreciation amount on the comparable line of your Connecticut income tax return for the 2005 and 2006 taxable years.

Example: Linda was required to make an addition modification of \$3,000 on Line 34 of her **2002 Form CT-1040NR/PY**, and \$5,000 on Line 34 of her **2003 Form CT-1040NR/PY**. On her **2004 Form CT-1040NR/PY**, Line 47 she will make a subtraction modification of \$2,000. This amount is 25% of the \$3,000 reported on her **2002 Form CT-1040NR/PY**, Line 34 and the \$5,000 reported on her **2003 Form CT-1040NR/PY**, Line 34.

Line 48 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on **Form CT-1041**, *Connecticut Income Tax Return for Trusts and Estates, Schedule B*, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount less than zero, enter the amount on Line 48. If the amount is greater than zero, enter the amount on Line 37.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if less than zero, on Line 48.

Line 49 - Gain on Sale of Connecticut State and Local Government Bonds

Enter the total of all gains from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes.

Line 50 - Allocated for Future Use

Line 51 - Other

Use Line 51 to report any of the following modifications:

1. Subtract the amount of any distributions that you received from the Connecticut Higher Education Trust Fund (CHET) as a designated beneficiary to the extent includable in your federal adjusted gross income.

Note: Congress passed legislation excluding from federal gross income any distribution from a qualified State tuition program (such as CHET), to the extent that the distribution is used to pay for qualified higher education expenses. (Pub. L. No. 107-16, §402) To the extent any distribution from CHET is excluded from federal gross income, the amount should not be reported as a subtraction modification on Line 51.

2. Subtract any income or gain of an enrolled member of the Mashantucket Pequot Tribe who resides in Indian country of such tribe or any income or gain of an enrolled member of the Mohegan Tribe who resides in Indian country of such tribe, where such income or gain is derived from or connected with Indian country of such tribe. Enter the words "Mashantucket Pequot Tribe enrolled member" or "Mohegan Tribe enrolled member" as the case may be.

3. Subtract the amount of interest earned on funds deposited in a Connecticut individual development account, to the extent included in federal adjusted gross income.
 4. Subtract any interest paid on indebtedness incurred to acquire investments that provide income taxable in Connecticut but exempt for federal purposes, that is not deductible in determining federal adjusted gross income, and that is attributable to a trade or business of that individual.
 5. Subtract expenses paid or incurred for the production (including management, conservation, and maintenance of property held for production) or collection of income taxable in Connecticut but exempt from federal income tax, which were not deductible in determining federal adjusted gross income, and that is attributable to a trade or business of that individual.
 6. Subtract any amortizable bond premium on bonds that provide interest income taxable in Connecticut but exempt from federal income tax, which premiums were not deductible in determining federal adjusted gross income, and that is attributable to a trade or business of that individual.
 7. Enter any item of loss or deduction subject to special accrual to the extent such item was not deductible in determining federal gross income for the taxable year. See *What Items are Subject to Special Accrual* on Page 8.
 8. Subtract the amount of any interest income from notes, bonds, or other obligations of the State of Connecticut, which interest income is included in federal adjusted gross income.
 9. Subtract the amount of military pay received by a nonresident or part-year resident during the part-year resident's nonresidency portion of the taxable year to the extent includable in federal adjusted gross income.
- Do **not** use Line 51 to subtract income subject to tax in a qualifying jurisdiction (see *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, below) or income of a nonresident spouse. See *Special Rules for Married Individuals* on Page 13.

Line 52 - Total Subtractions

Add Lines 42 through 51. Enter the total on Form CT-1040NR/PY, Schedule 1, Line 52.

SCHEDULE 2 - CREDIT FOR INCOME TAXES PAID TO QUALIFYING JURISDICTIONS (PART-YEAR RESIDENTS ONLY)

Am I Eligible for the Credit for Income Taxes Paid to Other Jurisdictions

If you are a **part-year resident** of Connecticut and if any part of your income earned during the residency portion of your taxable year was taxed by a **qualifying jurisdiction**, you may be able to claim a credit against your Connecticut income tax liability for qualifying income tax payments that you have made.

Nonresidents may not claim a credit for income taxes paid to other jurisdictions.

Taxpayers seeking a credit for alternative minimum taxes paid to another jurisdiction must complete **Form CT-6251, Connecticut Alternative Minimum Tax Return-Individuals**, to calculate their alternative minimum tax credit.

What is a Qualifying Jurisdiction

A *qualifying jurisdiction* includes another state of the U.S., a local government within another state, or the District of Columbia. A *qualifying jurisdiction* does not include the State of Connecticut, the U.S., or a foreign country or its provinces (for example, Canada and Canadian provinces).

What are Qualifying Income Tax Payments

Qualifying income tax payments are income taxes that you actually paid on income:

- Derived from or connected with sources within a qualifying jurisdiction; **and**
- Subject to tax in the qualifying jurisdiction.

What is Income Derived From or Connected With Sources Within a Qualifying Jurisdiction

- Compensation that is received for personal services performed in a qualifying jurisdiction;
- Income from a business, trade, or profession carried on in a qualifying jurisdiction;
- Gambling winnings from a State-conducted lottery. See **Informational Publication 2003(21), Connecticut Income Tax Treatment of State Lottery Winnings Received by Residents and Nonresidents of Connecticut**; **or**
- Income from real or tangible personal property situated in a qualifying jurisdiction.

Income from intangibles, such as stocks and bonds, is not considered derived from or connected with sources within a qualifying jurisdiction **unless** the income is from property employed in a business, trade, or profession carried on in that jurisdiction.

What Payments Do Not Qualify

- Income tax payments made to a qualifying jurisdiction on income not derived from or connected with sources within the qualifying jurisdiction (such as wages not derived from or connected with sources within the qualifying jurisdiction);
- Income tax payments made to a qualifying jurisdiction on income not included in your Connecticut adjusted gross income or Connecticut source income;
- Income tax paid to a jurisdiction that is not a qualifying jurisdiction, including a foreign country or its provinces (for example, Canada and Canadian provinces);
- Alternative minimum tax paid to a qualifying jurisdiction;
- Income tax paid to a qualifying jurisdiction if you claimed credit on that jurisdiction's income tax return for income tax paid to Connecticut; **or**
- Penalties or interest on income taxes you paid to a qualifying jurisdiction.

What Limitations Apply to the Credit

The total credit is limited to whichever amount is least:

- The amount of income tax paid to the qualifying jurisdiction;
- The amount of Connecticut income tax due on the portion of Connecticut adjusted gross income that is sourced in the qualifying jurisdiction and earned during the residency portion of your taxable year; **or**
- The amount entered on **Form CT-1040NR/PY**, Line 10.

How Do I Calculate the Credit

You **must** first complete your income tax return(s) in the qualifying jurisdiction(s). Then, complete *Schedule 2 - Worksheet*, on Page 22, to determine the amount to enter on *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, Line 55.

The allowed credit must be separately computed for each qualifying jurisdiction. Use separate columns for each qualifying jurisdiction

for which you are claiming a credit. **Attach a copy of all income tax returns filed with qualifying jurisdictions to your Connecticut income tax return or the credit will be disallowed.**

Schedule 2 provides two columns, A and B, to compute the credit for two jurisdictions. If you need more than two columns, create a worksheet identical to *Schedule 2* and attach it to the back of your **Form CT-1040NR/PY**.

If you are claiming credit for income taxes paid to another state and to one of its political subdivisions, follow these rules to determine your credit:

- A. If the **same amount** of income is taxed by both the city and state (see Example for Line 61 on Page 24):
 1. Use only **one** column on **Form CT-1040NR/PY, Schedule 2** to calculate your credit;
 2. Enter the same income taxed by both city and state in that column on *Schedule 2*; **and**
 3. Combine the amounts of tax paid to the city and the state and enter the total on Line 59 of that column.

B. If the **amounts** of income taxed by both the city and state are **not the same**:

1. Use **two** columns on **Form CT-1040NR/PY, Schedule 2**;
2. Include only the same income taxed by both jurisdictions in the first column; **and**
3. Include the excess income taxed by only one of the jurisdictions in the next column.

Schedule 2 - Worksheet Instructions

Complete *Schedule 2 - Worksheet* below to determine the portion of your Connecticut adjusted gross income during the residency portion of your taxable year derived from a qualifying jurisdiction. Enter in Column I the items of income that you earned during the residency portion of your taxable year and that are entered on *Schedule CT-1040AW*, Column B. For each line in Column II, enter the items of income from Column I that meet **all** of the following conditions:

SCHEDULE 2 - WORKSHEET (Part-Year Residents Only)

Column I	Complete this worksheet to determine the amount of income earned during the residency portion of your taxable year and taxed by a qualifying jurisdiction. Complete a separate worksheet for each qualifying jurisdiction if you paid income tax to more than one qualifying jurisdiction.	Column I (From Column B, Schedule CT-1040AW)	Column II Amount Taxable in Qualifying Jurisdiction
<p>Enter on Lines 1 through 29, Column I, the amounts entered on Lines 1 through 29, Column B, respectively, of <i>Schedule CT-1040AW</i>. (See instructions on Page 31.)</p> <p>Column II</p> <p>For each line, enter that portion of the amount entered on the same line of Column I that you reported on an income tax return filed with (and on which income tax was paid to) the qualifying jurisdiction. Enter only the portion of Connecticut modifications, if any, that are directly related to income sourced in the qualifying jurisdiction.</p> <p>Enter the amount from Line 29, Column II, on Form CT-1040NR/PY, Schedule 2, Line 55.</p> <p>To this amount add back any item of loss or deduction and subtract any item of income or gain that was included in Column II as an item of special accrual. Enter the result on Line 55.</p> <p>Keep this worksheet with your 2004 tax records. Do not attach to your tax return.</p>	1. Wages, salaries, tips, etc.	1	
	2. Taxable interest	2	
	3. Ordinary dividends	3	
	4. Alimony received	4	
	5. Business income or (loss)	5	
	6. Capital gain or (loss)	6	
	7. Other gains or (losses)	7	
	8. Taxable amount of IRA distributions	8	
	9. Taxable amount of pensions and annuities	9	
	10. Rental real estate, royalties, partnerships, S corporations, trusts, etc.	10	
	11. Farm income or (loss)	11	
	12. Unemployment compensation	12	
	13. Taxable amount of social security benefits	13	
	14. Other income (including lump-sum distributions)	14	
	15. Add lines 1 through 14	15	
	16. Educator expenses	16	
	17. Certain business expenses of reservists, artists, and fee-based government officials	17	
	18. IRA deduction	18	
	19. Student loan interest deduction	19	
	20. Tuition and fees deduction	20	
	21. Health savings account deduction	21	
	22. Moving expenses	22	
	23. One-half of self-employment tax	23	
	24. Self-employed health insurance deduction	24	
	25. Self-employed SEP, SIMPLE, and qualified plans	25	
	26. Penalty on early withdrawal of savings	26	
	27. Alimony paid	27	
	28. Total adjustments - Add Lines 16 through 27	28	
	29. Subtract Line 28 from Line 15	29	

- The income was earned during the residency portion of your taxable year;
- The income is derived from or connected with sources within a qualifying jurisdiction;
- The income is reported on an income tax return filed with that qualifying jurisdiction and subject to income tax in such jurisdiction; **and**
- You have paid income tax on the income to that qualifying jurisdiction.

2. For the residency portion of your taxable year, add back any item of loss or deduction and subtract any item of income or gain which was included in *Schedule CT-1040AW*, Column B as an item of special accrual.

Enter the modified amount on Line 53.

Example: Claudia's Connecticut adjusted gross income for the residency portion of her taxable year is \$60,000 which includes income of \$15,000 from business activities conducted in Massachusetts and a net loss of \$20,000 from a business conducted in Rhode Island. She must add the \$20,000 net loss to the \$60,000 and enter \$80,000 on Line 53.

Example 1: Laura, a single taxpayer, was employed in the State of New York during the entire taxable year and moved into Connecticut on July 1, 2004. Her Connecticut adjusted gross income is \$105,000. On **Form CT-1040NR/PY, Schedule CT-1040AW**, Column A, Laura reported the following: \$76,000 in wages, \$4,000 in interest and \$25,000 from dividends (which was received November 21, 2004). Laura will enter on *Schedule 2 - Worksheet*, Column I, the amounts that she entered on **Form CT-1040NR/PY, Schedule CT-1040AW**, Column B: Line 1, \$38,000; Line 2, \$2,000; and Line 3, \$25,000. In Column II, she will enter: Line 1, \$38,000. Credit is allowed for the New York tax paid on her \$38,000 of wage income because it is derived from or connected to New York during the Connecticut residency portion of her taxable year.

Example 2: Luke and Leslie are part-year residents who file a joint federal Form 1040 and a joint **Form CT-1040NR/PY**. Luke's wages as an employee working in Rhode Island while a resident of Connecticut are \$20,000 and Leslie's wages as an employee working in Connecticut while a resident of Connecticut are \$25,000. Their combined wages while nonresidents of Connecticut are \$25,000. On their federal Form 1040, Line 7, (and on Line 1, Column A of their *Schedule CT-1040AW*), Luke and Leslie entered \$70,000. Luke and Leslie will enter on the *Schedule 2 - Worksheet*, \$45,000 in Column I, Line 1, and \$20,000 in Column II, Line 1. Luke and Leslie will also enter \$20,000 on **Form CT-1040NR/PY, Schedule 2**, Line 55.

Example 3: Linda, a part-year resident, is a sole proprietor of a business conducted at two locations: one in Connecticut and one in Massachusetts. All of Linda's income was earned while she was a Connecticut resident. On Linda's federal Form 1040, Line 12, she entered \$100,000. Of the \$150,000 of gross income reported on federal Form 1040, Schedule C, \$90,000 is derived from the Massachusetts location. Of the \$50,000 of expenses reported on her Schedule C, \$35,000 is derived from the Massachusetts location. When completing *Schedule 2 - Worksheet*, Linda will enter \$100,000 in Column I, Line 5, and \$55,000 (\$90,000 - \$35,000), in Column II, Line 5. Linda will also enter \$55,000 on **Form CT-1040NR/PY, Schedule 2**, Line 55.

Line 54 - Taxing Jurisdiction(s)

If you claim credit for income taxes paid to a qualifying jurisdiction, enter on Line 54 the name and the two-letter code of each qualifying jurisdiction for which you are claiming credit. If you are claiming credit for income taxes paid to a political subdivision of another state, enter on Line 54 the name and the two-letter code of the state. These codes are listed below.

Standard Two-letter Codes

Alabama	AL	Louisiana	LA	Ohio	OH
Arizona	AZ	Maine	ME	Oklahoma	OK
Arkansas	AR	Maryland	MD	Oregon	OR
California	CA	Massachusetts	MA	Pennsylvania	PA
Colorado	CO	Michigan	MI	Rhode Island	RI
Delaware	DE	Minnesota	MN	South Carolina	SC
District of Columbia	DC	Mississippi	MS	Tennessee	TN
Georgia	GA	Missouri	MO	Utah	UT
Hawaii	HI	Montana	MT	Vermont	VT
Idaho	ID	Nebraska	NE	Virginia	VA
Illinois	IL	New Jersey	NJ	West Virginia	WV
Indiana	IN	New Mexico	NM	Wisconsin	WI
Iowa	IA	New York	NY		
Kansas	KS	North Carolina	NC		
Kentucky	KY	North Dakota	ND		

Line 55 - Non-Connecticut Income

Complete *Schedule 2 - Worksheet* on Page 22, to determine the total of non-Connecticut income that is included in your Connecticut adjusted gross income for the residency portion of your taxable year and that is reported on a qualifying jurisdiction's income tax return. To the amount on *Schedule 2 - Worksheet*, Line 29, Column II, add back any item of loss or deduction and subtract any item of income or gain that was included in Column II as an item of special accrual. Enter the result on Line 55.

Line 56

Divide the amount on Line 55 by the amount on Line 53. The result cannot exceed 1.0000. Round to four decimal places.

Line 57 - Apportioned Income Tax

To determine the portion of your 2004 Connecticut income tax attributable to income earned during the residency portion of your taxable year:

1. Divide the amount on the *Schedule 2 - Worksheet*, Line 29, Column I, by the amount on **Form CT-1040NR/PY**, Line 6. (Round to four decimal places. The result may not exceed 1.0000.)
2. Multiply the result by the amount on **Form CT-1040NR/PY**, Line 10, and enter on Line 57.

Line 58

Multiply the percentage arrived at on Line 56 by the amount reported on Line 57.

Schedule 2 - Line Instructions

Line 53 - Connecticut Adjusted Gross Income During the Residency Portion of the Taxable Year

The amount from *Schedule CT-1040AW, Part-Year Resident Income Allocation*, Line 29, Column B will be entered on Line 53 with the following exceptions:

1. **Add** to the amount on Line 29, Column B any **net** loss during the residency portion of your taxable year that was derived from or connected with sources in a qualifying jurisdiction(s) where you were subject to income taxation (whether or not income tax was actually paid to the jurisdiction(s)).

Line 59 - Income Tax Paid to a Qualifying Jurisdiction (While a Resident)

Enter on Line 59 the total amount of income tax paid to a qualifying jurisdiction on income derived from or connected with sources in that jurisdiction during the residency portion of your taxable year.

If the tax you paid to that jurisdiction was also based on income earned during the nonresidency portion of your taxable year, you must prorate the amount of tax for which you are claiming credit. The proration is based upon the relationship that the income earned in that jurisdiction during your Connecticut residency (from *Schedule 2 - Worksheet*, Line 29, Column II) bears to the total amount of income that you earned in that jurisdiction in the taxable year.

Example: George, a part-year resident, worked in Rhode Island all year and paid \$1,200 in Rhode Island tax for 2004. His total Rhode Island wages for 2004 were \$20,000 of which \$15,000 was earned while he was a Connecticut resident. The income tax paid to Rhode Island during the residency portion of his taxable year is:

$$\frac{\$15,000}{\$20,000} \times \$1,200 = \$900$$

He should enter \$900 on Line 59.

Income tax paid means the lesser of your income tax liability to the qualifying jurisdiction or the income tax paid to that jurisdiction as reported on a return filed with that jurisdiction, but not any penalty or interest. Do **not** report the amount of tax withheld for that jurisdiction directly from your W-2 or 1099 form. You **must** first complete a return for the qualifying jurisdiction in order to determine the amount of income tax paid.

Line 60

Enter on Line 60 the lesser of the amounts reported on Line 58 or Line 59.

Line 61 - Total Credit for Income Taxes Paid to Qualifying Jurisdictions

Add the amounts from Line 60A, Line 60B, and Line 60 of any additional worksheets. The amount on Line 61 cannot exceed the amount on Line 58. Enter the total on Line 61.

Attach a copy of the income tax return filed with each qualifying jurisdiction to your Connecticut income tax return or the credit will be disallowed.

Example: Louise, a part-year resident whose filing status is single, changed her permanent legal residence during the taxable year by moving from Connecticut to City Y in State X. She worked in City Y during the entire taxable year. Both State X and City Y impose an income tax. Louise's Connecticut adjusted gross income is \$75,000 (**Form CT-1040NR/PY**, Line 5). Louise's income from Connecticut sources (**Form CT-1040NR/PY**, Line 6) and her Connecticut adjusted gross income during her Connecticut residency period (*Schedule CT-1040AW*, Column B, Line 29) is \$50,000. Louise completes *Schedule CT-1040AW* as follows: Line 1: Col. A, \$73,000; Col. B, \$49,000; Col. C, \$24,000; and Col. D, \$0. Line 2: Col. A, \$2,000; Col. B, \$1,000; Col. C, \$1,000; and Col. D, \$0. Louise will use the amounts in Column B when completing *Schedule 2 - Worksheet*, Column I. Louise's Connecticut income tax before the credit for income taxes paid to other jurisdictions is \$2,367 (**Form CT-1040NR/PY**, Line 10). Since the amount of income taxed by both State X and City Y are equal, Louise will use only one column on **Form CT-1040NR/PY**, *Schedule 2*. Louise will enter \$49,000 (the common amount of income taxed in both State X and City Y during her residency period) on Line 55, Column A. Louise pays an income tax of \$6,100 to State X; however, only \$4,039 (($\$49,000/\$74,000$) x \$6,100) of that amount is attributable to her income sourced to State X during her Connecticut residency period. Louise pays an income tax of \$510 to City Y; however, only \$338 (($\$49,000/\$74,000$) x \$510) is attributable to her income sourced to City Y during her Connecticut residency period. Therefore, the total tax paid to State X and City Y on the common amount of income is \$4,377 (\$4,039 + \$338). When completing **Form CT-1040NR/PY**, *Schedule 2*, Louise will enter \$50,000 on Line 53 and complete *Schedule 2* as follows:

	COLUMN A	COLUMN B
LINE 54	State X, City Y	
LINE 55	49,000 00	00
LINE 56	.9800	
LINE 57	2,367 00	00
LINE 58	2,320 00	00
LINE 59	4,377 00	00
LINE 60	2,320 00	00
LINE 61	TOTAL CREDIT	2,320 00

SCHEDULE CT-SI INSTRUCTIONS

General Information

If you are a nonresident or part-year resident, you must use *Schedule CT-SI, Nonresident or Part-Year Resident Schedule of Income From Connecticut Sources*, to report items of income, gain, loss, or deduction that make up your federal adjusted gross income that were derived from or connected with sources within Connecticut.

Nonresidents

Report in *Schedule CT-SI*, Part 1, all items of income you received from Connecticut sources with modifications as described below. Report in *Schedule CT-SI*, Part 2, adjustments that are directly related to the income items in Part 1.

Part-Year Residents

You must first complete *Schedule CT-1040AW, Part-Year Resident Income Allocation*, to determine your income from Connecticut sources. See instructions on Page 31. Add the amounts in Columns B and D for each line and transfer the total to the corresponding line of *Schedule CT-SI*.

Report in *Schedule CT-SI*, Part 1, the income that you received from all sources earned while you were a Connecticut resident and your Connecticut source income for the part of the year you were a nonresident of Connecticut. Report in *Schedule CT-SI*, Part 2, adjustments that are a result of transactions that occurred while you were a Connecticut resident or that are directly related to Connecticut source income for the part of the year you were a nonresident.

Modifications

All amounts reported in Part 1 should include any modifications to federal adjusted gross income as provided on **Form CT-1040NR/PY, Schedule 1**.

Example: Dave, a part-year Connecticut resident received \$1,000 in taxable interest income reported on federal Form 1040 and \$1,000 in interest from New York bonds while a Connecticut resident. Dave would report \$2,000 on *Schedule CT-SI*, Part 1, Line 2.

Special Accrual

For part-year residents, the amounts included on *Schedule CT-1040AW* and on *Schedule CT-SI*, Parts 1 and 2, should include items of income, gain, loss, and deduction that would accrue for federal income tax purposes prior to the change of residence. See *What Items are Subject to Special Accrual* on Page 8.

Part-year residents who file a surety bond or other security in lieu of special accruals do not include accruals in the amounts in *Schedule CT-SI*, Parts 1 and 2.

Capital Losses, Passive Activity Losses, and Net Operating Losses

Capital losses, passive activity losses, and net operating losses generated from activities within Connecticut can reduce Connecticut adjusted gross income derived from or connected with Connecticut sources of a nonresident to the extent that they are properly computed for federal income tax purposes and are offset against income derived from or connected with Connecticut sources. A nonresident must recompute capital losses, passive activity losses, and net operating losses as if such nonresident's federal adjusted gross income consisted only of items derived from Connecticut sources.

Example: Brenda, a nonresident of Connecticut, reported a capital gain from sources outside of Connecticut (from the sale of securities) of \$20,000 on her 2004 federal income tax return. Brenda also reported on her federal income tax return a capital loss of \$8,000 from sources exclusively within Connecticut (from the sale of real property not used in Brenda's trade or business). For federal income tax purposes, Brenda has a gain from the sale or exchange of property of \$12,000 (\$20,000 minus \$8,000). Brenda has a capital loss of \$8,000 derived from or connected with sources within Connecticut, but may claim as a deduction only \$3,000 on her 2004 **Form CT-1040NR/PY** (in accordance with the federal limitation of \$3,000 of capital loss to offset ordinary income). She must carry forward the balance of the capital loss to the succeeding taxable year(s), even though for federal income tax purposes, she will show no capital loss carryforward.

Election to Forego Carryback

Where a nonresident incurs a net operating loss for Connecticut income tax purposes but does not incur a net operating loss for federal income tax purposes, the nonresident is required first to carry back such net operating loss to each of the three taxable years preceding the taxable year in which the net operating loss was incurred (except as limited by the information highlighted below) and then to carry any remaining net operating loss forward to each of the fifteen taxable years following the taxable year in which the loss was incurred. An election to forego the three-year carryback period and to carry the loss forward may be made by filing a timely **Form CT-1040NR/PY** for the year the loss was incurred and attaching a statement indicating that the election to forego the carryback is being made. This election may not be revoked.

No loss incurred by a nonresident for taxable years beginning prior to January 1, 1991, may be carried forward to a succeeding taxable year. Likewise, no loss incurred by a nonresident in a taxable year beginning on or after January 1, 1991, may be carried back to a taxable year beginning prior to January 1, 1991.

Part 1 - Connecticut Income - Line Instructions

The federal income tax return line references are to the federal Form 1040. If you file federal Form 1040A, federal Form 1040EZ, or federal TeleFile Tax Record, use the appropriate lines from those forms.

Line 1 - Wages, Salaries, Tips, Etc.

(federal Form 1040, Line 7)

• Part-Year Resident

Enter the total of the amounts from *Schedule CT-1040AW*, Line 1, Column B and Column D

• Nonresident

Enter all wages, salaries, tips, and other compensation that you earned for services performed in Connecticut while you were a nonresident of Connecticut.

If your wages, salaries, tips, and other compensation was earned for services performed both in and outside of Connecticut while you were a nonresident, and the amount of Connecticut source income is not known, complete the *Employee Apportionment Worksheet*. See instructions on Page 29.

Income from employment activities in Connecticut that are considered casual, isolated, or inconsequential (under the Ancillary Activity Test) is **not** part of the Connecticut source income of a nonresident. See *Ancillary Activity Test* on Page 8.

Line 2 - Taxable Interest

(federal Form 1040, Line 8a)

• Part-Year Resident

Enter the total of *Schedule CT-1040AW*, Line 2, Column B and Column D.

• Nonresident

Enter that part of your federal adjusted gross income (as modified by adjustments on **Form CT-1040NR/PY, Schedule 1**) that represents interest income earned as a nonresident that is part of the receipts of a business, trade, profession, or occupation carried on in Connecticut or from the ownership of an interest in a pass-through entity doing business in Connecticut and not otherwise exempt from Connecticut income tax. If the business is conducted both in and outside of Connecticut, see instructions for *Schedule CT-SI*, Line 5 below.

Line 3 - Ordinary Dividends

(federal Form 1040, Line 9a)

• Part-Year Resident

Enter the total of *Schedule CT-1040AW*, Line 3, Column B and Column D.

• Nonresident

Enter that part of your federal adjusted gross income (as modified by adjustments on **Form CT-1040NR/PY, Schedule 1**) that represents dividend income earned as a nonresident that is part of the receipts of a business, trade, profession, or occupation carried on in Connecticut or from the ownership of an interest in a pass-through entity doing business in Connecticut and not otherwise exempt from Connecticut income tax. If the business is conducted both in and outside of Connecticut, see instructions for *Schedule CT-SI*, Line 5 below.

Line 4 - Alimony Received

(federal Form 1040, Line 11)

• Part-Year Resident

Enter the amount from *Schedule CT-1040AW*, Line 4, Column B.

• Nonresident

This line does not apply to a nonresident.

Line 5 - Business Income or (Loss)

(federal Form 1040, Line 12)

• Part-Year Resident

Enter the total of *Schedule CT-1040AW*, Line 5, Column B and Column D.

• Nonresident

Enter that part of your federal adjusted gross income (as modified by adjustments on **Form CT-1040NR/PY, Schedule 1**) that represents business income (loss) you received from a business, trade, profession, or occupation carried on in Connecticut.

Income from business activities in Connecticut that are considered casual, isolated, or inconsequential is not part of the Connecticut source income of a nonresident. See *Activities Considered to be Casual, Isolated, or Inconsequential* on Page 8.

Where a Business, Trade, Profession, or Occupation is Carried on:

Generally, you are considered to be carrying on a business, trade, profession, or occupation (not including personal services as an employee) at the location:

1. Where you maintain, operate, or occupy desk space, an office, a shop, a store, a warehouse, a factory, an agency, or other place where your affairs are regularly carried on (this summary is not all inclusive); **or**
2. Where your business is transacted with a fair measure of permanency and continuity.

You are considered to be carrying on business outside Connecticut if you maintain, operate or occupy outside Connecticut, an office, a shop, a store, a warehouse, a factory, an agency, or other place where your business matters are systematically and regularly carried on.

You are not considered to be carrying on business outside Connecticut and may not allocate or apportion business income if you have an occasional or isolated business transaction outside Connecticut or if you have no regular place of business outside of Connecticut.

You are not considered to be carrying on business outside Connecticut if your business activities in Connecticut are considered casual, isolated, or inconsequential. See *Activities Considered to be Casual, Isolated, or Inconsequential* on Page 8.

Example 1: A plumber, who is a resident of Rhode Island, carries on his business from an office in Danielson, Connecticut. He has maintenance contracts with housing authorities in the Worcester, Massachusetts area, which require him to regularly perform his services at various locations in and around Worcester. This taxpayer is considered to be carrying on business in Connecticut (by reason of his office in this state) and in Massachusetts (because his business is conducted there with a fair measure of permanency and continuity).

Example 2: Assume the same facts as in Example 1, except that the taxpayer carries on his business from an office in Auburn, Massachusetts, and has maintenance contracts with housing authorities in northeast Connecticut. This taxpayer is considered to be carrying on business in Massachusetts (by reason of his office there) and in Connecticut (because his business is conducted in this state with a fair measure of permanency and continuity).

If income is determined from books and records of the business (allocation of income): If you are considered to be carrying on a business, trade, profession, or occupation both in and outside of Connecticut and you maintain books and records that satisfactorily disclose the portion of income that is derived from or connected with sources within Connecticut, enter the net profit (loss) from business carried on in Connecticut on Line 5. Complete *Schedule CT-1040BA, Nonresident Business Apportionment*, Schedule A. If you report income using this method, your income reported to other states in which you carry on your business, where such states permit allocation on the basis of separate books and records, must result in a consistent allocation of income. (Where another state does not permit allocation on the basis of separate books and records, such a consistent allocation of income may not be possible.)

Example 3: In Example 1, assume the plumber allocated, on the basis of separate books and records, the income derived from his plumbing business on his Connecticut nonresident return as follows: The income from his plumbing business is \$134,000, with \$91,500 being from Connecticut business and \$42,500 from Massachusetts business. Therefore, on his Massachusetts return, this taxpayer must also allocate \$91,500 of this income to Connecticut and \$42,500 to Massachusetts, since Massachusetts permits allocation on the basis of separate books and records.

Apportionment Formula: If your books and records do not satisfactorily disclose the portion of income that is derived from or connected with sources within Connecticut, income from business carried on both in and outside of Connecticut must be apportioned by using a prescribed formula or an approved alternative method. *Schedule CT-1040BA, Nonresident Business Apportionment*, containing the formula and other instructions pertaining to the apportionment of business income, must be completed for this purpose and attached to *Schedule CT-SI*. If you submit an alternative method of apportionment, you must also complete *Schedule CT-1040BA* and submit all information about your alternative method of apportionment.

Line 6 - Capital Gain or (Loss)

(federal Form 1040, Line 13a)

- **Part-Year Resident**

Enter the total of *Schedule, CT-1040AW*, Line 6, Column B and Column D.

- **Nonresident**

Enter that part of your federal adjusted gross income (as modified by adjustments on **Form CT-1040NR/PY, Schedule I**) that represents capital gains (losses) from Connecticut sources in accordance with federal provisions for determining capital gains (losses). This includes a deduction for any capital loss carryover from Connecticut sources **as limited by the following highlighted information**. Use a copy of federal Form 1040, Schedule D as a worksheet in determining your Connecticut capital gain (loss). Include in your computations only transactions that were from Connecticut sources in 2004. If these computations result in a net capital loss for Connecticut purposes, the loss is limited to \$3,000 (\$1,500 if you are married and filing separately) on the Connecticut return. Any balance of a 2004 net capital loss (in excess of the amount claimed on the 2004 return) will be treated as a carryover loss to be claimed on returns for subsequent years.

No loss incurred by a nonresident for taxable years beginning prior to January 1, 1991, may be carried forward to a succeeding taxable year. No loss incurred by a nonresident in a taxable year beginning on or after January 1, 1991, can be carried back to a taxable year beginning prior to January 1, 1991.

Capital Transactions From Connecticut Sources: Include transactions resulting in capital gains (losses) derived from real or tangible personal property located within Connecticut, whether or not connected with a trade or business, and capital gains (losses) from stocks, bonds, and other intangible personal property used in or connected with a business, trade, profession, or occupation carried on in Connecticut. Include your share of any capital gain (loss) derived from Connecticut sources of a partnership of which you are a partner, an estate or trust of which you are a beneficiary, or an S corporation of which you are a shareholder. If any capital gains (losses) are from business property (other than real property) of a business carried on both in and outside of Connecticut, apply

the business apportionment method (*Schedule CT-1040BA*) in determining the Connecticut capital gain (loss). Gains and losses from the sale or disposition of real property are not subject to apportionment. In all cases, use the federal basis of property in computing capital gains (losses).

Line 7 - Other Gains or (Losses)

(federal Form 1040, Line 14)

- **Part-Year Resident**

Enter the total of *Schedule CT-1040AW*, Line 7, Column B and Column D.

- **Nonresident**

Enter that part of your federal adjusted gross income (as modified by adjustments on **Form CT-1040NR/PY, Schedule I**) that represents the gain (loss) from the sale or exchange of non-capital assets from Connecticut sources. Apply the federal provisions for determining gains (losses) from the sale or exchange of other than capital assets to your Connecticut transactions.

Non-capital Transactions From Connecticut Sources: Include non-capital transactions pertaining to property used in connection with a business, trade, profession, or occupation carried on in Connecticut. Also include your share of any non-capital gain (loss) from a partnership of which you are a partner, an estate or trust of which you are a beneficiary, or an S corporation of which you are a shareholder. If any capital gains (losses) are from business property (other than real property) of a business carried on both in and outside of Connecticut, apply the business apportionment method (*Schedule CT-1040BA*) in determining the Connecticut capital gain (loss). Gains and losses from the sale or disposition of real property are not subject to apportionment. In all cases, use the federal basis of property in computing capital gains (losses).

Line 8 - Taxable Amount of IRA Distributions

(federal Form 1040, Line 15b)

- **Part-Year Resident**

Enter the amount from *Schedule CT-1040AW*, Line 8, Column B.

- **Nonresident**

This line does not apply to a nonresident.

Line 9 - Taxable Amount of Pensions and Annuities

(federal Form 1040, Line 16b)

- **Part-Year Resident**

Enter the amount from *Schedule CT-1040AW*, Line 9, Column B.

- **Nonresident**

This line does not apply to a nonresident.

Line 10 - Rental Real Estate, Royalties, Partnerships, S Corporations, Trusts, Etc.

(federal Form 1040, Line 17)

- **Part-Year Resident**

Enter the total of *Schedule CT-1040AW*, Line 10, Column B and Column D.

- **Nonresident**

Enter that part of your federal adjusted gross income (as modified by adjustments on **Form CT-1040NR/PY, Schedule 1**) that represents income or losses from rents, royalties, partnerships, S corporations, trusts, and estates that were derived from or connected with Connecticut sources.

Rental and Royalty Income: As a nonresident, enter rents and royalties from:

1. Real property located in Connecticut, whether or not used in connection with a business;
2. Tangible personal property not used in a business if such property is located in Connecticut; **and**
3. Tangible and intangible personal property used in or connected with a business, trade, profession, or occupation carried on in Connecticut.

If such income is earned by a business that is carried on both in and outside of Connecticut, apply the business apportionment percentage (*Schedule CT-1040BA*) or alternative method **only** to items of tangible and intangible personal property used in or connected with the business to determine the income from Connecticut sources. Do **not** apportion income from real property located in Connecticut (whether or not used in a business). That income must be entirely included in Connecticut-sourced income if the real property is located in Connecticut and entirely excluded from Connecticut-sourced income if the real property is located outside Connecticut. Do **not** apportion income from tangible personal property that is not used in a business. Report on this line your share of any rental or royalty income from a partnership, trust, estate, or S corporation.

Partnerships: As a nonresident, enter your distributive share of partnership income, gain, loss, and deduction that are derived from or connected with Connecticut sources. The partnership should furnish this information to you on **Schedule CT K-1, Member's Share of Certain Connecticut Items**. If your distributive share includes any other items of partnership income taxable to a nonresident, those items must be entered on the appropriate lines of *Schedule CT-SI*. For example, your share of a partnership's capital gain that is Connecticut-sourced would be included in determining the amount on Line 6.

S Corporations: As a nonresident, enter your pro rata share of the S corporation's nonseparately stated items of income or loss (to the extent includable in your Connecticut adjusted gross income) that are derived from or connected with Connecticut sources. Also, enter your pro rata share of the S corporation's separately stated items of income or loss (such as interest and dividends) that are derived from or connected with Connecticut sources on the appropriate lines of *Schedule CT-SI*. The S corporation should furnish this information to you on **Schedule CT K-1**.

Trusts and Estates: As a nonresident beneficiary, enter your share of trust or estate income that is derived from or connected with Connecticut sources. (This information should be provided to you by the fiduciary.) If your share includes any items of taxable trust or estate income from Connecticut sources not reported on Line 10, those items should be included on the appropriate lines of *Schedule CT-SI*.

Passive Activity Loss Limitations: Any deduction for passive activity losses for a nonresident must be recomputed to determine the amounts which would be allowed if the federal adjusted gross income took into account only items of income, gain, loss, or deduction derived from or connected with Connecticut sources.

If you were a **part-year resident**, you must recalculate your passive activity loss limitations as if separate federal returns were filed for your resident and nonresident periods.

Line 11 - Farm Income or (Loss)

(federal Form 1040, Line 18)

- **Part-Year Resident**

Enter the total of *Schedule CT-1040AW*, Line 11, Column B and Column D.

- **Nonresident**

Enter that part of your federal adjusted gross income (as modified by adjustments on **Form CT-1040NR/PY, Schedule 1**) that represents income (loss) from farming carried on in Connecticut as a nonresident.

See the instructions for reporting business income (Line 5), including the instructions for reporting income from a business carried on both in and outside of Connecticut.

Line 12 - Unemployment Compensation

(federal Form 1040, Line 19)

- **Part-Year Resident**

Enter the total of *Schedule CT-1040AW*, Line 12, Column B and Column D.

- **Nonresident**

Enter that part of federal adjusted gross income that represents unemployment compensation received as a nonresident and derived from or resulting from former employment in Connecticut.

If the unemployment compensation received from Connecticut sources is based on wage or salary income earned partly in and partly outside of Connecticut, figure the amount allocable to Connecticut in the same manner as the wage and salary income on which it is based.

Line 13 - Taxable Amount of Social Security Benefits

(federal Form 1040, Line 20b)

- **Part-Year Resident**

Enter the amount from *Schedule CT-1040AW*, Line 13, Column B.

- **Nonresident**

This line does not apply to a nonresident.

Line 14 - Other Income

(federal Form 1040, Line 21)

- **Part-Year Resident**

Enter the total of *Schedule CT-1040AW*, Line 14, Column B and Column D.

When completing *Schedule CT-1040AW*, include in Column A the total taxable amount of lump-sum distributions from qualified plans not included in federal adjusted gross income. (This amount should also have been entered on **Form CT-1040NR/PY**, Line 36.) In Column B, enter the amount from Column A that you received during the period you were a Connecticut resident.

Also, use Line 14 to report any adjustments to federal adjusted gross income not included on Lines 1 through 13.

- **Nonresident**

Enter that part of federal adjusted gross income from other income derived from or connected with Connecticut sources. Connecticut Lottery winnings are taxable to a nonresident if the proceeds are reported on federal Form W-2G. See *Connecticut Source Income of a Nonresident* on Page 8. Lump-sum distributions from qualified plans are **not** taxable to a nonresident.

Line 15 - Gross Income From Connecticut Sources

Add Lines 1 through 14 and enter the total on Line 15.

Part 2 - Adjustments to Connecticut Income - Line Instructions

Lines 16 - 27

(federal Form 1040, Lines 23-34a)

- **Part-Year Resident**

Enter the totals from *Schedule CT-1040AW*, Lines 16 through 27, Column B and Column D.

- **Nonresident**

The amount of the deduction for educator expenses (Line 16), certain business expenses of reservists, artists, and fee-basis government officials (Line 17), IRA deduction (Line 18), student loan interest deduction (Line 19), tuition and fees deduction (Line 20), health savings account deduction (Line 21), moving expenses (Line 22), one-half of self-employment tax (Line 23), self-employed health insurance deduction (Line 24), self-employed SEP, SIMPLE, and qualified plans (Line 25), penalty on early withdrawal of savings (Line 26), and alimony paid (Line 27), is limited to the amount connected with income from Connecticut sources while a nonresident that is stated on Lines 1 through 14. However, any adjustment that specifically relates to wage or salary income or business income for services performed in Connecticut must be apportioned to Connecticut on the same basis as the wage or salary income to which it relates.

Line 28 - Total Adjustments

Add Lines 16 through 27. Enter the total on Line 28.

Line 29 - Income From Connecticut Sources

Subtract Line 28 from Line 15. Enter the total on *Schedule CT-SI*, Line 29 and on **Form CT-1040NR/PY**, Line 6.

Employee Apportionment Worksheet Instructions

Sometimes your employment requires you to work both inside and outside Connecticut, but you do not know the actual amount of income you earned from working in Connecticut. In this case, you must apportion your income. Nonresidents and part-year residents who were employed in Connecticut during the nonresidency period must use the Employee Apportionment Worksheet for this purpose. **Part-year residents may not apportion income earned while they were residents of Connecticut.**

If your business activities in Connecticut are considered casual, isolated, or inconsequential, income from those activities is not considered Connecticut source income of a nonresident. See *Activities Considered to be Casual, Isolated, or Inconsequential* on Page 8.

Who May Not Apportion Income

If you know the actual amount of your Connecticut source income, you may not apportion. Simply report your income taxable in Connecticut on your Connecticut return. Examples of individuals who are not permitted to apportion include:

1. An employee whose actual Connecticut income is shown on federal Form W-2; **and**
2. An employee whose W-2 does not indicate initially his or her actual Connecticut income but whose employer issued a corrected W-2 or other statement which breaks down this amount. Since your employer is required by law to withhold Connecticut income tax on your Connecticut wages, this breakdown should be easy to obtain.

Nonresident employees who work inside and outside Connecticut should complete **CT-W4NA, Employee's Withholding or Exemption Certificate - Nonresident Apportionment**. The employer will use the information on **Form CT-W4NA** along with **Form CT-W4** to withhold the correct amount of Connecticut income tax for services performed in this state.

Who Must Use the Employee Apportionment Worksheet

If your employment required you to perform services both inside and outside Connecticut and **you do not know the actual amount of income you earned in Connecticut**, you must use the Employee Apportionment Worksheet if you fit into any of the categories listed below:

1. An employee who is compensated on an hourly, daily, weekly, or monthly basis;
2. An employee whose compensation depends upon sales, at least some of which take place outside of Connecticut; **or**
3. An employee whose compensation is based on miles.

How Do I Complete the Employee Apportionment Worksheet

If you qualify to use the *Employee Apportionment Worksheet*, select the appropriate basis below and then follow the instructions. If you have more than one job requiring the use of the worksheet, complete a worksheet for each job.

Working Day Basis

Employees who qualify to use the *Employee Apportionment Worksheet* and who are compensated on an hourly, daily, weekly, or monthly basis should use the working day basis to apportion their income. The income of these taxpayers is to be apportioned to Connecticut in the same proportion that the amount of time spent working in Connecticut bears to the total working time.

Line A - Working Days Outside Connecticut

Enter on Line A the number of days you worked outside of Connecticut.

Line B - Working Days Inside Connecticut

Enter on Line B the number of days you worked inside of Connecticut.

Working days do not include days on which you were not required to work, such as holidays, sick days, vacations, and paid or unpaid leave. If you spent a working day partly inside and partly outside of Connecticut, treat the day as having been spent one-half inside Connecticut.

Line C - Total Working Days

Add Line A and Line B and enter the total on Line C.

Line D - Nonworking Days

Enter your nonworking days. Your nonworking days are those days during the year (or during the period you worked, if your job lasted less than a year) that you are not required to work, such as Saturdays, Sundays, holidays, sick days, vacation, and leave with or without pay.

Line E - Connecticut Ratio

Divide Line B by Line C and enter the result on Line E.

Line F - Total Income Being Apportioned

Enter your total income from employment which is earned both inside and outside of Connecticut.

Line G - Connecticut Income

Multiply Line E by Line F.

- **Part-Year Resident**

Enter the result here and on *Schedule CT-1040AW*, Line 1, Column D.

- **Nonresident**

Enter the result here and on *Schedule CT-SI*, Line 1.

Example: An auditor living in Massachusetts is employed by an accounting firm in Hartford at an annual salary of \$33,000. She works a total of 240 days in 2004, performing field audits in Rhode Island on 160 days of the year and working 80 days in Hartford. Her Connecticut adjusted gross income derived from or connected with sources within this state is \$11,000 computed as follows:

$$\$33,000 \times \frac{80}{240} = \$11,000$$

Basis If Other Than Working Days

If you are using the sales or mileage basis, substitute sales or mileage for working days and complete all items in the worksheet, except Line D. Indicate what basis you are using in the space provided, and enter your Connecticut income from Line G on the appropriate line(s) of *Schedule CT-SI*.

Sales Basis

Where compensation of a salesperson, agent, or other employee is based in whole or in part upon commissions from sales, Connecticut adjusted gross income derived from or connected with sources within Connecticut is determined by multiplying the gross compensation earned from sales everywhere, determined as if the nonresident were a resident, by a fraction, the numerator of which is the amount of sales made within Connecticut and the denominator of which is the amount of sales made everywhere. The amount of sales is determined on the same basis as that on which the amount of sales is determined for purposes of figuring such individual's commissions. The determination of whether sales are made within Connecticut or elsewhere is based upon where the salesperson, agent, or employee performs the activities in obtaining the order, not the location of the formal acceptance of the contract.

Mileage Basis

Where an employee's wages are based on mileage, Connecticut adjusted gross income derived from or connected with sources within this state is determined by multiplying the employee's gross wages, determined as if the nonresident were a resident, wherever earned, from the employment which includes employment carried on in Connecticut, by a fraction the numerator of which is the employee's total mileage traveled in Connecticut and the denominator of which is the employee's total mileage upon which the employer computes total wages.

SCHEDULE CT-1040AW INSTRUCTIONS

General Information

Part-year resident individuals **must** complete *Schedule CT-1040AW, Part-Year Resident Income Allocation*, to calculate Connecticut source income for the entire taxable year. After completing *Schedule CT-1040AW*, add the amount in Column B to the amount in Column D and transfer each total to the corresponding line of *Schedule CT-SI*.

Special Accrual

Report in Column B if you moved out of Connecticut, or Column C if you moved into Connecticut, all items you would be required to report if you were filing a federal return on the accrual basis for the period before you changed your resident status. These accrual amounts are to be combined with the corresponding amounts on Lines 1 through 29.

What Items are Subject to Special Accrual

A part-year resident must recognize and report items of income, gain, loss, or deduction on the accrual basis, regardless of the method of accounting normally used. In general, an item of income is subject to special accrual if the right to receive it is fixed and the amount to be paid is determinable with reasonable accuracy at the time residency status is changed. See *What Items are Subject to Special Accrual* on Page 8.

Wage Apportionment

If your salary or wages while you were a nonresident were earned partially in Connecticut, you have to determine how much should be apportioned to Connecticut and enter that amount in Column D. If you do not know the actual amount of income you earned from working in Connecticut, complete *Schedule CT-SI, Employee Apportionment Worksheet*.

Partners and S Corporation Shareholders

For taxable years beginning on or after January 1, 2001, part-year residents must include in Column B, their distributive share of partnership income, gain, loss, and deduction, or their pro rata share of S corporation income, gain, loss, and deduction, to the extent included in Connecticut adjusted gross income during their taxable year, prorated to their Connecticut resident period based on the number of days they resided in Connecticut.

Part-year residents must also include in Column D, their distributive share of partnership income, gain, loss, and deduction or their pro rata share of S corporation income, gain, loss, and deduction, to the extent included in Connecticut adjusted gross income during their taxable year, prorated to their Connecticut nonresident period based on the number of days they resided outside of Connecticut, but only to the extent such prorated amount of income, gain, loss, and deduction is derived from or connected with Connecticut sources.

Part 1 – Adjusted Gross Income

Column A – Federal Income as Modified

Enter the amounts of income reported on your federal return as modified by amounts on **Form CT-1040NR/PY, Schedule 1, plus all items you would be required to include if you were filing a federal return on the accrual basis**. See *What Items are Subject to Special Accrual* above and *Schedule 1 – Modifications to Federal Adjusted Gross Income* on Page 18.

Column B – Connecticut Resident Period

Enter that part of the amount from Column A that you earned during the period you were a Connecticut resident.

Column C – Connecticut Nonresident Period

Enter that part of the amount from Column A that you earned during the period you were a nonresident of Connecticut.

Column D – Nonresident Period Connecticut Source Income

Enter that part for the amount from Column C that you earned while a nonresident that was derived from or connected with Connecticut sources including, but not limited to:

1. Services you performed in Connecticut;
2. Real or tangible personal property located in Connecticut; and
3. Businesses, trades, professions, or occupations conducted in Connecticut. See *Connecticut Source Income of a Nonresident* on Page 8.

Refer to each specific line instruction for *Schedule CT-SI, Part 1, on Page 25* to determine the income from Connecticut sources earned during your nonresident period.

Part 2 – Adjustments to Income

Column A – Federal Income as Modified

Enter the amounts of adjustments reported on your federal return plus all items you would be required to include if you were filing a federal return on the accrual basis. See *What Items are Subject to Special Accrual* on this page.

Column B – Connecticut Resident Period

Enter that part of the adjustments from Column A that you earned during the period you were a Connecticut resident.

Column C – Connecticut Nonresident Period

Enter that part of the adjustments from Column A that you earned during the period you were a nonresident of Connecticut.

Column D – Nonresident Period Connecticut Source Income

See *Schedule CT-SI, Part 2, Lines 16 through 29 on Page 29*. Enter that part of the adjustments from Column C that you earned while a nonresident that was derived from or connected with Connecticut sources.

Example: Mark moved from California to Connecticut on September 15, 2004. On Mark's federal return, he reported \$50,000 in total wages. \$10,000 was earned while Mark was a Connecticut resident. On Line 1, Mark would enter \$50,000 in Column A, \$10,000 in Column B, \$40,000 in Column C, and \$0 in Column D. No income was earned in Connecticut prior to the move.

Mark also claimed moving expenses of \$3,000 on federal Form 1040, Line 27. This amount was specified in a contract he entered into with a moving company before he moved out of California. He also had a student loan interest of \$525 on federal Form 1040, Line 25. He would enter \$3,000 in Column A, \$0 in Column B, \$3,000 in Column C, and \$0 in Column D. The entire moving deduction is included in Column C because the moving expense was fixed and determinable before he moved out of California. For the student loan interest, he would enter \$525 in Column A, \$105 in Column B ($10,000/50,000 \times \$525$), \$420 in Column C ($40,000/50,000 \times \$525$), and \$0 in Column D.

Part 3 – Part-Year Resident Information

All part-year residents must complete this section in its entirety.

Attach Schedule CT-1040AW to Form CT-1040NR/PY.

SCHEDULE CT-1040BA INSTRUCTIONS

General Instructions

Schedule CT-1040BA, Nonresident Business Apportionment, must be completed by nonresidents and part-year residents (for the nonresidency portion of the year) if they are considered to be carrying on business both in and outside Connecticut and required to allocate or apportion business income. Complete *Schedule CT-1040BA* on Page 35.

Who Must Allocate or Apportion Business Income

An allocation or apportionment of business income must be made if you are a nonresident and you are considered to be carrying on business both in and outside of Connecticut.

Generally, you are considered to be carrying on business at the location:

1. Where you maintain, operate or occupy desk space, an office, a shop, a store, a warehouse, a factory, an agency, or other place where your affairs are regularly carried on (this summary is not all inclusive); or
2. Where your business is transacted with a fair measure of permanency and continuity.

You are considered to be carrying on business outside Connecticut if you maintain, operate or occupy outside Connecticut, an office, a shop, a store, a warehouse, a factory, an agency, or other place where your business matters are systematically and regularly carried on.

You are not considered to be carrying on business outside Connecticut and may not allocate or apportion business income if you have an occasional or isolated business transaction outside Connecticut or if you have no regular place of business outside of Connecticut.

You are not considered to be carrying on business outside Connecticut if your business activities in Connecticut are considered casual, isolated, or inconsequential. See *Activities Considered to be Casual, Isolated, or Inconsequential* on Page 8.

Example 1: A plumber, who is a resident of Rhode Island, carries on his business from an office in Danielson, Connecticut. He has maintenance contracts with housing authorities in the Worcester, Massachusetts area, that require him to regularly perform his services at various locations in and around Worcester. This taxpayer is considered to be carrying on business in Connecticut (by reason of his office in this state) and in Massachusetts (because his business is conducted there with a fair measure of permanency and continuity).

Example 2: Assume the same facts as in Example 1, except that the taxpayer carries on his business from an office in Auburn, Massachusetts, and has maintenance contracts with housing authorities in northeast Connecticut that require him to regularly perform his services at various locations in and around Connecticut. This taxpayer is considered to be carrying on business in Massachusetts (by reason of his office there) and in Connecticut (because his business is conducted here with a fair measure of permanency and continuity).

Who Must Complete Schedule A

Any nonresidents who are required to allocate or apportion income because they carry on business both in and outside of Connecticut must complete Schedule A.

If income is determined from books and records of the business (allocation of income): If you carry on business both in and outside of Connecticut and maintain books and records that satisfactorily disclose the portion of business income that is derived from or connected with sources within Connecticut, enter in the space immediately below Schedule A the words "**Connecticut income determined from books and records.**" Do not complete Schedule B.

If you report income using this method, your income reported to other states in which you carry on your business, where such states permit allocation on the basis of separate books and records, must result in a consistent allocation of income. (Where another state does not permit allocation on the basis of separate books and records, such a consistent allocation of income may not be possible.)

Example 3: Assume the same facts as in Example 1, except that the plumber allocated, on the basis of separate books and records, the income derived from his plumbing business on his Connecticut nonresident return as follows: The income from his plumbing business is \$134,000, with \$91,500 being from Connecticut business and \$42,500 from Massachusetts business. Therefore, on his Massachusetts return, this taxpayer must also allocate \$91,500 of this income to Connecticut and \$42,500 to Massachusetts, since Massachusetts permits allocation on the basis of separate books and records.

Who Must Complete Schedule B

If your books and records do not satisfactorily disclose the portion of business income that is derived from or connected with sources within Connecticut, income from business carried on both in and outside of Connecticut must be apportioned by using the **business apportionment percentage** (arrived at by completing Schedule B) or by using an approved alternative method. Schedule B of *Schedule CT-1040BA* must be completed for this purpose and attached to **Form CT-1040NR/PY**. If you submit an alternative method of apportionment, you must also complete *Schedule CT-1040BA* and include with it information explaining the alternative method of apportionment.

The **business apportionment percentage** or alternative method is **not** applied to income from the rental of real property or gains (losses) from the sale of real property. The entire rental income from **Connecticut** real property or gain from the sale of such property is to be allocated to Connecticut and the entire amount of any loss therefrom is to be allocated to Connecticut. Rental income from real property located **outside** Connecticut or gain from the sale of such property is allocated outside Connecticut. Any loss connected with such property is allocated outside Connecticut.

The **business apportionment percentage** is to be applied to business income (loss), farm income (loss), or to the income from intangible personal property (such as annuities, dividends, interest, and gains from the disposition of intangible personal property) if such property is used in or connected with a business carried on both in and outside of Connecticut.

If you carried on more than one business for which an apportionment of business income is required on *Schedule CT-1040BA*, prepare a separate *Schedule CT-1040BA* for each business and attach all schedules to **Form CT-1040NR/PY**.

Specific Instructions

Schedule A

In Column 1 and Column 2, list the exact locations both in and outside of Connecticut where you carry on business. In Column 3, describe the places listed in Column 1 and Column 2 (for example, branch office, agency, factory, warehouse, etc.) and state whether you rent or own these places.

Schedule B

Complete this schedule if business is carried on both in and outside of Connecticut and you do not maintain books and records that satisfactorily disclose the portion of business income that is derived from or connected with sources within Connecticut.

Line 1 - Real Property Owned

Enter in Column A the average value of all real property owned, wherever located, by the business. Do not include in Column A the average value of real property that was rented to others or that was sold, exchanged, or otherwise disposed of during the taxable year. Enter in Column B the average value of real property owned by the business and located in Connecticut. Do not include in Column B the average value of Connecticut real property that was rented to others or that was sold, exchanged, or otherwise disposed of during the taxable year. Real property includes assets of a fixed nature such as buildings and land.

The average value of property is determined by adding its fair market value at the beginning and at the end of the taxable year, and dividing the result by two.

Line 2 - Real Property Rented From Others

Enter the value of all real property rented from others in Column A and the value of Connecticut real property rented from others in Column B.

The value of real property rented by the business and to be included in Line 2 generally is eight times the gross rent payable during the taxable year for which the return is filed. Gross rent includes:

1. Any amount payable for the use or possession of real property, or any part of it, whether designated as a fixed sum of money or as a percentage of sales, profits, or otherwise;
2. Any amount payable as additional rent or in lieu of rent, such as interest, taxes, insurance, repairs, or any other amount required to be paid by the terms of a lease or other agreement; and
3. A proportion of the cost of any improvement to real property made by or on behalf of the business which reverts to the owner or lessor upon termination of a lease or other arrangement. However, if a building is erected on leased land by or on behalf of the business, the value of the building is determined in the same manner as if it were owned by the business.

Line 3 - Tangible Personal Property Owned or Rented From Others

Enter in Column A the average value of all tangible personal property owned by the business and the value of all tangible personal property rented from others by the business. Enter in Column B the average value of tangible personal property located in Connecticut that is owned by the business and the value of tangible personal property located in Connecticut that is rented from others by the business. If tangible personal property is rented from others by the business, its value is determined by multiplying the gross rents payable during the taxable year by eight. If tangible personal property is owned by the business, its average value is determined by adding its book value at the beginning and at the end of the taxable year, and dividing the result by two.

Line 4 - Property Percentage

Add Lines 1, 2, and 3 in Column A and Column B and enter the result on Line 4.

Divide Column B by Column A. Carry the result to four decimal places and enter it as a percentage in Column C. For example, .6667 should be entered as 66.67%.

Line 5 - Payroll Percentage

Enter wages, salaries, and other personal service compensation paid only to employees of the business. Do not include payments to independent contractors, independent sales agents, etc. Enter in Column A the total compensation paid to employees during the taxable year in connection with business operations carried on both in and outside of Connecticut. Enter in Column B the amount paid in connection with business operations carried on in Connecticut. The compensation paid for services is in connection with operations carried on in Connecticut if the employee works in or travels out of an office or other place of business located in Connecticut.

Divide Column B by Column A. Carry the result to four decimal places and enter it as a percentage in Column C. For example, .6667 should be entered as 66.67%.

Line 6 - Gross Income Percentage

Enter in Column A total gross sales made or charges for services performed by the proprietor or by employees, agents, agencies, or independent contractors of the business in and outside of Connecticut. Enter in Column B the portion of total gross sales or charges which represents sales made, or charges for services performed, by the proprietor or by employees, agents, agencies, or independent contractors situated at, connected with, or sent out from offices of the business (or its agencies) located in Connecticut.

Example: If a salesperson working out of the Connecticut office of the business, covers Connecticut, Massachusetts, and Rhode Island, all sales made by him are to be allocated to Connecticut and included on Line 6, Column B.

Divide Column B by Column A. Carry the result to four decimal places and enter it as a percentage in Column C. For example, .6667 should be entered as 66.67%.

Line 7 - Total of Percentages

Add Lines 4, 5, and 6 in Column C and enter the total.

Line 8 - Business Apportionment Percentage

Divide Line 7 by three (or by the actual number of percentages if less than three). Carry the result to four decimal places and enter the result as a percentage.

Each item of business income (loss) reported on federal Form 1040, which is required by these instructions to be apportioned, is multiplied by the percentage on Line 8. Nonresidents enter the apportioned amounts on the proper lines of *Schedule CT-SI*. Part-year residents enter the apportioned amounts on the proper lines of *Schedule CT-1040AW*, Column D.

Do not apply the business apportionment percentage to income from the rental of real property or gains or losses from the sale of real property. The entire rental income from Connecticut real property or gain from the sale of such property is allocated to Connecticut and the entire amount of any loss therefrom is allocated to Connecticut. Rental income from real property located **outside** Connecticut or gain from the sale of this property is allocated out of state. Any loss connected with such property is allocated out of state.

AMENDED RETURNS

Use **Form CT-1040X**, *Amended Connecticut Income Tax Return*, to amend a previously filed Connecticut income tax return. If **Form CT-1040X** is filed to have an overpayment of Connecticut income tax refunded or credited, it must be filed before the Connecticut statute of limitations expires. Generally, the Connecticut statute of limitations for refunding or crediting any Connecticut income tax overpayment expires three years after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If an amended return is not timely filed, a penalty may be imposed. Interest will also be assessed on any additional Connecticut income tax not paid on or before the due date. See *Interest and Penalties* on Page 12.

The following circumstances require the filing of **Form CT-1040X**:

1. The IRS or federal courts change or correct your federal income tax return, and the change or correction results in your Connecticut income tax being overpaid or underpaid.	File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.
2. You filed a timely amended federal income tax return, and the amendment results in your Connecticut income tax being overpaid or underpaid.	File Form CT-1040X no later than 90 days after the date you filed your timely amended federal return. If you file Form CT-1040X no later than 90 days after the date of filing the timely amended federal income tax return, any Connecticut income tax overpayment resulting from filing the timely amended federal income tax return will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.
3. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and the tax officials or courts of that qualifying jurisdiction made a change or correction to your income tax return and the change or correction results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).	File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.
4. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and you filed a timely amended income tax return with that qualifying jurisdiction, and the amendment results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).	File Form CT-1040X no later than 90 days after the date you filed your amended return with the qualifying jurisdiction. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.
5. If none of the above circumstances apply, but you made a mistake or omission on your Connecticut income tax return, and the mistake or omission results in your Connecticut income tax being overpaid or underpaid.	File Form CT-1040X no later than three years after the due date of your return, or if you filed a timely request for an extension of time to file, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.

Do not file **Form CT-1040X** for any of the following reasons:

- To have an overpayment refunded instead of applied to next year's estimated tax or to change your contributions to designated charities. The elections that you made on your original return **cannot** be changed by filing **Form CT-1040X**.
- To amend your Connecticut income tax return for an earlier year in order to claim a credit for income tax paid on income which was included in your Connecticut adjusted gross income for that year and which you repaid in a later taxable year. File **Schedule CT-1040CRC**, *Claim of Right Credit*, with your Connecticut income tax return for the later taxable year.

Financial Disability

If you are financially disabled, as defined in I.R.C. §6511(h)(2), the time for having an overpayment of Connecticut income tax refunded or credited to you is extended for as long as you are financially disabled. You are considered financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not considered financially disabled during any period that your spouse or any other person is authorized to act on your behalf in financial matters.

SCHEDULE CT-1040BA

Nonresident Business Apportionment

Formula basis apportionment of Connecticut income derived from
business carried on both inside and outside Connecticut

For the year January 1 – December 31, 2004, or other taxable year beginning _____, 2004, and ending _____.

Your First Name and Middle Initial	Last Name	Social Security Number ____-____-____
If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number ____-____-____

Schedule A - List all places, both inside and outside Connecticut, where you carry on business

(1) STREET ADDRESS	(2) CITY AND STATE	(3) DESCRIPTION (See Instructions)

Schedule B - Formula basis apportionment of income or (loss), if books and records do not satisfactorily disclose the portion of business income derived from or connected with Connecticut sources

	Column A Totals – All locations	Column B Connecticut only	Column C Divide Column B by Column A (Carry to four decimal places and enter as a percentage.)
1. Real property owned	1.		
2. Real property rented from others	2.		
3. Tangible personal property owned (or rented from others)	3.		
4. Property percentage (Add Lines 1, 2, and 3)	4.		%
5. Payroll percentage	5.		%
6. Gross income percentage	6.		%
7. Total of percentages (Add Lines 4, 5, and 6, Column C)			7. %
8. Business apportionment percentage (Divide Line 7 by three, or by actual number of percentages, if less than three)			8. %

The business apportionment percentage on Line 8 should be applied to certain items of business income or loss to determine the amounts to be reported on Schedule CT-SI. See instructions for Schedule CT-SI for details.

COMPLETE AND ATTACH TO FORM CT-1040NR/PY

QUESTIONS AND ANSWERS ABOUT THE CONNECTICUT INDIVIDUAL USE TAX

For additional information, see **Informational Publication 2003(27), Q & A on the Connecticut Individual Use Tax.**

1. What is the use tax?

When you make a retail purchase in this state, you usually pay sales tax to the seller who in turn pays the tax to the DRS. Sometimes Connecticut sales tax is not paid to the retailer. In these situations, the purchaser must pay the use tax directly to DRS.

2. On what kinds of goods or services must I pay use tax?

You must pay use tax on taxable tangible personal property, whether purchased or leased. Examples of taxable personal property include items of clothing costing \$50 or more, automobiles, appliances, furniture, jewelry, cameras, VCRs, computers, and prewritten computer software. Some taxable services include repair services to your television, motor vehicle, or computer; landscaping services for your home; reupholstering services for your household furniture; or charges for on-line access to computer services.

3. Are there exemptions from the use tax?

Yes. If you buy goods or services in Connecticut that are exempt from sales tax, they are exempt from the use tax if you buy them out-of-state for use in Connecticut. Some examples are items of clothing that cost less than \$50, charges to access the Internet through an Internet provider's server, and repair and maintenance services to vessels.

4. Do I owe Connecticut use tax on all my out-of-state purchases of taxable goods and services?

No. If all the items you purchased and brought into Connecticut at one time total \$25 or less, you do not have to pay Connecticut use tax. The \$25 exemption does not apply to items that are shipped or mailed to you.

5. What is the use tax rate?

In general, the use tax rate for taxable goods or services is 6% (.06). However, effective July 1, 2001, computer and data processing services are taxed at 1% (.01).

6. What if I buy taxable goods or services in another state and the vendor charges sales tax for the other state?

If the goods or services were purchased for use in Connecticut and the tax paid to the other state is less than the Connecticut tax, you must report and pay the use tax. Your use tax due is the difference between the Connecticut tax and the tax paid to the other state.

Example: You purchased a \$1,000 refrigerator in another state, and paid a \$50 tax to that state. If you bought the refrigerator for use in Connecticut, you owe Connecticut use tax. The Connecticut tax of \$60 is reduced to \$10, after allowing \$50 credit for the tax paid to the other state. If no tax was paid to the other state, the Connecticut use tax is \$60.

7. When must individuals pay the use tax?

You must pay the individual use tax when you file an individual income tax return. **Forms CT-1040EZ, CT-1040, or CT-1040NR/PY**, must be filed on or before April 15, 2005. If you are not required to file a Connecticut income tax return, you must pay the use tax on **Form OP-186, Connecticut Individual Use Tax Return**. You may file **Form OP-186** for the entire year or you may file several returns throughout the year.

If you are engaged in a trade or business, you must register with DRS for business use tax and report purchases made in connection with your trade or business on **Form OS-114, Sales and Use Tax Return**.

8. What are the penalties and interest for not paying the use tax?

The penalty is 10% (.10) of the tax due. Interest is charged at the rate of 1% (.01) per month or fraction of a month from the due date of the tax return. There are also criminal sanctions for willful failure to file a tax return.

9. On what amount should the use tax be calculated?

Calculate the use tax by multiplying the total cost of the taxable goods or services purchased, including separately stated charges such as shipping and handling, by the tax rate (generally 6%).

SCHEDULE 3 - INDIVIDUAL USE TAX WORKSHEET LINE INSTRUCTIONS

In general, goods or services that are purchased out-of-state and that would have been subject to the Connecticut sales tax if those goods or services had been purchased from a Connecticut retailer, are subject to the Connecticut use tax. Generally, individuals who have purchased goods from mail order or catalog companies and have had those goods shipped to Connecticut, and individuals who have purchased goods at out-of-state locations and have brought those goods back into Connecticut, are subject to the Connecticut use tax if they did not pay Connecticut sales tax. Complete *Schedule 3 - Individual Use Tax Worksheet*, on Page 4 of **Form CT-1040NR/PY**, to calculate your use tax liability.

List separately any individual item with a purchase price of **\$300 or more**. Although you do not need to list separately any individual item with a purchase price of **less than \$300**, such items are subject to tax and the total of the purchase price of these items should be reported. Multiply the sales and use tax rate of 6% (.06) by the purchase price of the item and enter the result. Enter the total tax

for all taxable purchases on *Schedule 3*, Line 62 and **Form CT-1040NR/PY**, Line 17.

See **Informational Publication 2003(27), Q&A on the Connecticut Individual Use Tax**.

If you require additional lines, you should create an identical schedule and attach it to the back of your **Form CT-1040NR/PY**.

Enter only those purchases subject to use tax that you have not previously reported on **Form OP-186**.

You must enter "0" on Line 17 of **Form CT-1040NR/PY** if no Connecticut use tax is due. If you do not make an entry on Line 17, you will not have filed a use tax return.

Line 62

Complete *Schedule 3 - Individual Use Tax Worksheet* and enter the total use tax due on Line 62 and on **Form CT-1040NR/PY**, Line 17.

2004 TAXPAYER QUESTIONNAIRE

Department of Revenue Services • Tax Products Group • 25 Sigourney St • Hartford CT 06106-5032

A MESSAGE FROM COMMISSIONER PAM LAW

I would like to thank all Connecticut taxpayers who took the time to complete the 2003 Taxpayer Questionnaire. Based upon your input, many significant improvements were implemented in our 2004 tax books and forms. Please take the time to complete the 2004 Taxpayer Questionnaire and include it with your return or mail it to the address above.

Specifically, I would like to mention that the overwhelming concern about the removal of extra copies of forms from the tax booklets led us to once again include a second copy in ALL of our 2004 tax booklets. I hope this change, as well as our other modifications, will help you to more easily fulfill your Connecticut tax obligations for 2004.

Question 1 Please rate your contact with DRS in the past year.

	Excellent	Good	Fair	Poor
DRS Web site (www.ct.gov/DRS)				
WebFile (on DRS Web site)				
Federal/State Electronic Filing				
Recorded Tax Information (CONN-TAX Telephone system)				
Telephone Assistance from a DRS Representative				
Walk-in Assistance at a DRS office				
Informational Publications				
Obtaining Connecticut Tax Forms				

Please explain your rating for any category if Fair or Poor: _____

Other comments about contacting DRS: _____

Question 2 Check the form you completed for the 2004 taxable year.

- TELEFILE
 CT-1040EZ
 CT-1040
 CT-1040NR/PY
 CT-709

Instruction Booklet

	Strongly Agree	Agree	Disagree	Strongly Disagree
Information is well organized				
Instructions are easy to follow				
Examples are clear				

How do you feel about the new design of our income tax forms?

	Strongly Agree	Agree	Disagree	Strongly Disagree
Form is user friendly				
Form is clear and concise				
Not cluttered or overcrowded with information				

Please explain your rating for any category if you Disagree or Strongly Disagree: _____

Other comments about Connecticut tax forms and instructions: _____

Question 3 If you filed a paper return instead of electronically filing this year, what was the reason:

- My preparer did not offer e-file
 Did not qualify to electronically file
 Did not have access to a computer
 Other _____

Question 4 Additional suggestions or comments for changes in 2005: _____

CONTRIBUTIONS OF REFUND TO DESIGNATED CHARITIES

Write in a whole dollar amount for each fund to which you wish to contribute. Add your contributions and enter the total on Form CT-1040NR/PY, Line 26. Your contribution is irrevocable.

AIDS RESEARCH EDUCATION FUND	ORGAN TRANSPLANT FUND	ENDANGERED SPECIES, NATURAL AREA PRESERVES, AND WATCHABLE WILDLIFE FUND	BREAST CANCER RESEARCH AND EDUCATION FUND	SAFETY NET SERVICES FUND
This fund assists research, education, and community service programs related to Acquired Immune Deficiency Syndrome (AIDS). The fund is administered by the Connecticut Department of Public Health.	This fund assists Connecticut residents in paying for the unmet medical and ancillary needs of organ transplant candidates and recipients. The fund is administered by the Connecticut Department of Social Services.	This fund helps preserve, protect, and manage Connecticut's endangered plants and animals, wildlife and their habitats. The fund is administered by the Connecticut Department of Environmental Protection.	This fund assists research, education, and community service programs related to breast cancer. The fund is administered by the Connecticut Department of Public Health.	This fund protects the children of families who are no longer eligible for public assistance benefits. The fund is administered by the Connecticut Department of Social Services.
To contribute directly send to: <i>Department of Public Health AIDS and Chronic Diseases Division MS#11APV PO Box 340308 Hartford CT 06134-0308</i>	To contribute directly send to: <i>Department of Social Services Accounts Receivable 25 Sigourney Street Hartford CT 06106-5003</i>	To contribute directly send to: <i>Department of Environmental Protection-Bureau of Administration Financial Management 79 Elm Street Hartford CT 06106-5127</i>	To contribute directly send to: <i>Department of Public Health Breast and Cervical Cancer Early Detection Program AIDS and Chronic Diseases Division MS#11HLS PO Box 340308 Hartford CT 06134-0308</i>	To contribute directly send to: <i>Department of Social Services Accounts Receivable 25 Sigourney Street Hartford CT 06106-5003</i>
Make check payable to: "Treasurer, State of Connecticut/AIDS Fund"	Make check payable to: "Commissioner of Social Services/Organ Transplant Fund"	Make check payable to: "DEP-Endangered Species/ Wildlife Fund"	Make check payable to: "Treasurer, State of Connecticut/Breast Cancer Fund"	Make check payable to: "Commissioner of Social Services/Safety Net Fund"

OTHER TAXES THAT YOU MAY OWE

The information that follows is intended to be a general description of other Connecticut taxes for which you may be liable. More detailed information is available in the forms or publications specified. Failure to pay these taxes, if you are liable for them, may subject you to civil and criminal penalties.

Connecticut Gift Tax (Form CT-709)

Gifts made during the calendar year by resident and nonresident individuals are subject to the Connecticut gift tax. Residents are subject to tax on all gifts of intangible property and of real and tangible personal property located in Connecticut. Nonresidents are taxed on gifts of real and tangible personal property located in Connecticut. In general, gifts made to any particular donee are not subject to the Connecticut gift tax unless the value of all such gifts to such donee during the calendar year exceeds \$11,000. The tax is computed on the fair market value of the property that was given. The donor is liable for the tax, but if the donor does not pay the tax, it may be collected from the donee. The tax is reported on, and paid upon the filing of **Form CT-709, Connecticut Gift Tax Return**. The return must be filed, and the gift tax paid, on or before April 15 annually, for gifts made during the preceding calendar year.

Connecticut Income Tax Withholding for Household Employers

Connecticut rules differ from federal rules. Household employers may not report and pay household employee withholding tax with their Connecticut income tax return. See **Special Notice 96(8), 1996 Legislative Changes Concerning "Nanny Tax" Withholding**.

Business Entity Tax (Form OP-424)

For taxable years beginning on or after January 1, 2002, there is an annual business entity tax (BET) of \$250. The BET applies to each of the following entities, if required to file an annual report with the Connecticut Secretary of the State:

- S Corporation;
- Limited Liability Partnership;
- Limited partnership; or
- Limited Liability Company, which is, 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.

See **Special Notice 2002(11), Business Entity Tax**, and **Informational Publication 2003(15), Q & A on the Business Entity Tax**.

TAX CALCULATION SCHEDULE

1. Enter CONNECTICUT AGI (Form CT-1040NR/PY, Line 7) *	1		00
2. Enter Personal Exemption (From Table A, Exemptions)	2		00
3. Connecticut Taxable Income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3		00
4. Connecticut Income Tax (See Table B, Connecticut Income Tax)	4		00
5. Enter Decimal Amount (From Table C, Personal Tax Credits). If zero, enter "0."	5		.
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6		00
7. INCOME TAX (Subtract Line 6 from Line 4). Enter this amount on Form CT-1040NR/PY, Line 8.	7		00

* **IMPORTANT:** Form CT-1040NR/PY filers must enter income from Connecticut sources if it exceeds Connecticut adjusted gross income.



Need help completing this schedule?

Visit the DRS Web site at www.ct.gov/DRS
and have your income tax instantly calculated for you.

TABLE A - EXEMPTIONS FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of your return and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your exemption.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$ 0	\$25,250	\$12,625	\$ 0	\$48,000	\$24,000	\$ 0	\$24,000	\$12,000	\$ 0	\$38,000	\$19,000
\$25,250	\$26,250	\$11,625	\$48,000	\$49,000	\$23,000	\$24,000	\$25,000	\$11,000	\$38,000	\$39,000	\$18,000
\$26,250	\$27,250	\$10,625	\$49,000	\$50,000	\$22,000	\$25,000	\$26,000	\$10,000	\$39,000	\$40,000	\$17,000
\$27,250	\$28,250	\$ 9,625	\$50,000	\$51,000	\$21,000	\$26,000	\$27,000	\$ 9,000	\$40,000	\$41,000	\$16,000
\$28,250	\$29,250	\$ 8,625	\$51,000	\$52,000	\$20,000	\$27,000	\$28,000	\$ 8,000	\$41,000	\$42,000	\$15,000
\$29,250	\$30,250	\$ 7,625	\$52,000	\$53,000	\$19,000	\$28,000	\$29,000	\$ 7,000	\$42,000	\$43,000	\$14,000
\$30,250	\$31,250	\$ 6,625	\$53,000	\$54,000	\$18,000	\$29,000	\$30,000	\$ 6,000	\$43,000	\$44,000	\$13,000
\$31,250	\$32,250	\$ 5,625	\$54,000	\$55,000	\$17,000	\$30,000	\$31,000	\$ 5,000	\$44,000	\$45,000	\$12,000
\$32,250	\$33,250	\$ 4,625	\$55,000	\$56,000	\$16,000	\$31,000	\$32,000	\$ 4,000	\$45,000	\$46,000	\$11,000
\$33,250	\$34,250	\$ 3,625	\$56,000	\$57,000	\$15,000	\$32,000	\$33,000	\$ 3,000	\$46,000	\$47,000	\$10,000
\$34,250	\$35,250	\$ 2,625	\$57,000	\$58,000	\$14,000	\$33,000	\$34,000	\$ 2,000	\$47,000	\$48,000	\$ 9,000
\$35,250	\$36,250	\$ 1,625	\$58,000	\$59,000	\$13,000	\$34,000	\$35,000	\$ 1,000	\$48,000	\$49,000	\$ 8,000
\$36,250	\$37,250	\$ 625	\$59,000	\$60,000	\$12,000	\$35,000	and up	\$ 0	\$49,000	\$50,000	\$ 7,000
\$37,250	and up	\$ 0	\$60,000	\$61,000	\$11,000				\$50,000	\$51,000	\$ 6,000
			\$61,000	\$62,000	\$10,000				\$51,000	\$52,000	\$ 5,000
			\$62,000	\$63,000	\$ 9,000				\$52,000	\$53,000	\$ 4,000
			\$63,000	\$64,000	\$ 8,000				\$53,000	\$54,000	\$ 3,000
			\$64,000	\$65,000	\$ 7,000				\$54,000	\$55,000	\$ 2,000
			\$65,000	\$66,000	\$ 6,000				\$55,000	\$56,000	\$ 1,000
			\$66,000	\$67,000	\$ 5,000				\$56,000	and up	\$ 0
			\$67,000	\$68,000	\$ 4,000						
			\$68,000	\$69,000	\$ 3,000						
			\$69,000	\$70,000	\$ 2,000						
			\$70,000	\$71,000	\$ 1,000						
			\$71,000	and up	\$ 0						

TABLE B - CONNECTICUT INCOME TAX FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of your return.

Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household
If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$10,000, multiply by .03. More than \$10,000, multiply the excess over \$10,000 by .05 and add \$300.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$20,000, multiply by .03. More than \$20,000, multiply the excess over \$20,000 by .05 and add \$600.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$16,000, multiply by .03. More than \$16,000, multiply the excess over \$16,000 by .05 and add \$480.00.
EXAMPLE: If the amount on Line 3 is \$13,000 enter \$450.00 on Line 4. \$13,000 - \$10,000 = \$3,000 \$3,000 x .05 = \$150.00 \$150.00 + \$300.00 = \$450.00	EXAMPLE: If the amount on Line 3 is \$22,500 enter \$725.00 on Line 4. \$22,500 - \$20,000 = \$2,500 \$2,500 x .05 = \$125.00 \$125.00 + \$600.00 = \$725.00	EXAMPLE: If the amount on Line 3 is \$20,000 enter \$680.00 on Line 4. \$20,000 - \$16,000 = \$4,000 \$4,000 x .05 = \$200.00 \$200.00 + \$480.00 = \$680.00

TABLE C - PERSONAL TAX CREDITS FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of your return and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your decimal amount.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$12,625	\$15,750	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,750	\$16,250	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,250	\$16,750	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,750	\$17,250	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,250	\$17,750	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,750	\$18,250	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,250	\$18,750	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,750	\$19,250	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,250	\$21,050	.35	\$33,500	\$40,000	.35	\$18,500	\$20,000	.35	\$27,500	\$34,000	.35
\$21,050	\$21,550	.30	\$40,000	\$40,500	.30	\$20,000	\$20,500	.30	\$34,000	\$34,500	.30
\$21,550	\$22,050	.25	\$40,500	\$41,000	.25	\$20,500	\$21,000	.25	\$34,500	\$35,000	.25
\$22,050	\$22,550	.20	\$41,000	\$41,500	.20	\$21,000	\$21,500	.20	\$35,000	\$35,500	.20
\$22,550	\$26,300	.15	\$41,500	\$50,000	.15	\$21,500	\$25,000	.15	\$35,500	\$44,000	.15
\$26,300	\$26,800	.14	\$50,000	\$50,500	.14	\$25,000	\$25,500	.14	\$44,000	\$44,500	.14
\$26,800	\$27,300	.13	\$50,500	\$51,000	.13	\$25,500	\$26,000	.13	\$44,500	\$45,000	.13
\$27,300	\$27,800	.12	\$51,000	\$51,500	.12	\$26,000	\$26,500	.12	\$45,000	\$45,500	.12
\$27,800	\$28,300	.11	\$51,500	\$52,000	.11	\$26,500	\$27,000	.11	\$45,500	\$46,000	.11
\$28,300	\$50,500	.10	\$52,000	\$96,000	.10	\$27,000	\$48,000	.10	\$46,000	\$74,000	.10
\$50,500	\$51,000	.09	\$96,000	\$96,500	.09	\$48,000	\$48,500	.09	\$74,000	\$74,500	.09
\$51,000	\$51,500	.08	\$96,500	\$97,000	.08	\$48,500	\$49,000	.08	\$74,500	\$75,000	.08
\$51,500	\$52,000	.07	\$97,000	\$97,500	.07	\$49,000	\$49,500	.07	\$75,000	\$75,500	.07
\$52,000	\$52,500	.06	\$97,500	\$98,000	.06	\$49,500	\$50,000	.06	\$75,500	\$76,000	.06
\$52,500	\$53,000	.05	\$98,000	\$98,500	.05	\$50,000	\$50,500	.05	\$76,000	\$76,500	.05
\$53,000	\$53,500	.04	\$98,500	\$99,000	.04	\$50,500	\$51,000	.04	\$76,500	\$77,000	.04
\$53,500	\$54,000	.03	\$99,000	\$99,500	.03	\$51,000	\$51,500	.03	\$77,000	\$77,500	.03
\$54,000	\$54,500	.02	\$99,500	\$100,000	.02	\$51,500	\$52,000	.02	\$77,500	\$78,000	.02
\$54,500	\$55,000	.01	\$100,000	\$100,500	.01	\$52,000	\$52,500	.01	\$78,000	\$78,500	.01
\$55,000	and up	.00	\$100,500	and up	.00	\$52,500	and up	.00	\$78,500	and up	.00

**ELECTRONIC
FILING
OPTIONS**



File Form CT-1040 EXT over the internet using WebFile.
Visit: www.ct.gov/DRS



File your federal and Connecticut returns together using e-file!

Visit: www.irs.gov/efile

Check this booklet for additional details!

CONNECTICUT TAX ASSISTANCE

	FOR TAX INFORMATION	FORMS AND PUBLICATIONS	
Internet	DRS Web site:		
	www.ct.gov/DRS		
Telephone	CONN-TAX 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere) TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.	From a touch-tone phone call: 1-800-382-9463 (in-state) and select Option 2 , or 860-297-4753 (from anywhere) DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.	
	Department of Revenue Services Taxpayer Services Division 25 Sigourney Street Hartford CT 06106-5032		
Write			
Walk-in Offices Free personal taxpayer assistance and forms are available by visiting our offices, Monday through Friday, 8:00 a.m. to 5:00 p.m. Call CONN-TAX for directions to DRS offices.	Location	Address	Phone
	Bridgeport	10 Middle Street	203-336-7890
	Hartford	25 Sigourney Street	860-297-5962
	Norwich	2 Cliff Street	860-889-2669
	Hamden	3074 Whitney Avenue, Building #2	203-287-8243
	Waterbury	55 West Main Street, Suite 100	203-805-6789
* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *			
FEDERAL TAX INFORMATION For questions about federal taxes , contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit: www.irs.gov To order federal tax forms , call: 1-800-829-3676.		STATEWIDE SERVICES For information on statewide services and programs, visit the ConneCT Web site at www.ct.gov	

Department of Revenue Services
State of Connecticut
25 Sigourney Street
Hartford CT 06106-5032

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Schedule CT-1040WH

2004

Connecticut Income Tax Withholding

(Rev. 12/04)

Complete and attach to Forms CT-1040EZ, CT-1040, CT-1040NRPY, or CT-1040X

Name	Your Social Security Number <div style="display: flex; justify-content: space-between;"> [] [] [] - [] [] - [] [] [] [] </div>
Spouse's Name (if joint return)	Spouse's Social Security Number <div style="display: flex; justify-content: space-between;"> [] [] [] - [] [] - [] [] [] [] </div>

1. Enter the total number of W-2, W-2G, and 1099 forms showing Connecticut income tax withholding reported below. [] [] [] []

2. W-2, W-2G, and 1099 Identification Information (only enter information from your W-2, W-2G, and 1099 forms if Connecticut income tax was withheld).

Column A Employer Identification Number from your W-2, W-2G, or 1099 Forms	Column B Connecticut Wages, Tips, etc.	Column C Connecticut Income Tax Withheld
[] [] [] [] [] [] [] [] []	.00	[] [] [] [] [] [] [] [] []
[] [] [] [] [] [] [] [] []	.00	[] [] [] [] [] [] [] [] []
[] [] [] [] [] [] [] [] []	.00	[] [] [] [] [] [] [] [] []
[] [] [] [] [] [] [] [] []	.00	[] [] [] [] [] [] [] [] []
[] [] [] [] [] [] [] [] []	.00	[] [] [] [] [] [] [] [] []
[] [] [] [] [] [] [] [] []	.00	[] [] [] [] [] [] [] [] []
[] [] [] [] [] [] [] [] []	.00	[] [] [] [] [] [] [] [] []

3. Total Connecticut Income Tax Withheld (reported above). (Add the amounts in Column C. Enter here and on Form CT-1040EZ, Line 10h, Form CT-1040, Line 18h, Form CT-1040NRPY, Line 20h, or Form CT-1040X, Line 21.) [] [] [] [] [] [] [] [] []

Instructions for Completing Schedule CT-1040WH

Line 1 — Number of W-2s, W-2Gs, and 1099s. Enter the total number of W-2s, W-2Gs, and 1099s for the 2004 taxable year showing Connecticut income tax withheld that you are reporting on this schedule (if you are filing a joint return, include your spouse's W-2s, W-2Gs, and 1099s). Verify that **Box 15** of each W-2 is Connecticut income tax withheld. **Do not include W-2s, W-2Gs, or 1099s for other states or the IRS.** See sample W-2 at right.

Line 2 — Column A - W-2, W-2G, and 1099 Identification Information. Enter in Column A, the nine-digit Employer Identification Number of each federal Form W-2 (located in Box b of federal Form W-2). For each 1099, enter the payer's nine-digit Federal Identification Number. For unemployment compensation, this number is located directly below the address for the Department of Labor. If the number is unclear or missing, contact your employer or payer.

Column B - Connecticut Wages, Tips, etc. - Enter in Column B the amount of Connecticut wages, tips, etc. (located in Box 16 of federal Form W-2).

Column C - Connecticut Income Tax Withheld. Enter in Column C, the amount of Connecticut income tax withholding as shown on each federal Form W-2, W-2G, or 1099 (from Form W-2, **Box 17**; Form W-2G, **Box 14**; Form 1099-R, **Box 10**; Form 1099-MISC, **Box 16**; or Form UC-1099G, **Box 5**.)

Line 3 — Total Connecticut Income Tax Withheld (reported above). Add the amounts in Line 2, Column C, and enter the total here.

Attach Schedule CT-1040WH to the back of Form CT-1040EZ, Form CT-1040, Form CT-1040NRPY, or Form CT-1040X. If you have additional federal Forms W-2, W-2G, and 1099, you must create an identical schedule and attach it to the back of your Connecticut income tax return.

Enter the number from Box b in Column A above.

a Control number 22222		OMB No. 1545-0008	
b Employer identification number XX-XXXXXXX	1 Wages, tips, other compensation	2 Federal income tax withheld	
c Employer's name, address, and ZIP code	3 Social security wages	4 Social security tax withheld	
	5 Medicare wages and tips	6 Medicare tax withheld	
	7 Social security tips	8 Allocated tips	
d Employee's social security number	9 Advance EIC payment	10 Dependent care benefits	
e Employee's first name and initial	11 Nonqualified plans		12a
	13		12b
	14 Other		12c
			12d
f Employer's address and ZIP code	15 State wages, tips, etc. XXX.00	16 Local wages, tips, etc.	17 Local income tax XXX.00
18 State ID number CT	Form W-2 Wage and Tax Statement		2004
Copy 1—For State, City, or Local Tax Department		Department of the Treasury - Internal Revenue Service	

Box 15 - Must show CT to be claimed as Connecticut Withholding. Enter the amount from Box 17 (in whole dollars) in Column C above.

Form CT-1040 EXT

2004 EXT

Application for Extension of Time to File Connecticut Income Tax Return for Individuals

- See Instructions Before Completing This Form -

TAXPAYER (Please Type or Print)	Your First Name and Middle Initial	Last Name	Your Social Security Number
	If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number
	Home Address (number and street), Apartment Number, PO Box		IMPORTANT! You must enter your SSN(s) above.
	City, Town, or Post Office	State	
		ZIP Code	DRS USE ONLY
			- 20

CT WebFile *WebFile Form CT-1040 EXT (see instructions on reverse).*
www.ct.gov/DRS

This is not an extension of time to pay your tax.

You must file this form by the due date of your original return or your request will be denied (see instructions). However, if you expect to owe **no additional** Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld from your wages or any estimated Connecticut income tax payments you have made (or both), **and you have requested an extension of time to file your 2004 federal income tax return**, you are not required to file **Form CT-1040 EXT**. You will be subject to interest and may be subject to a penalty on any amount of tax that is not paid on or before the original due date of your return.

I request a **six-month extension** of time to **October 15, 2005**, to file my Connecticut income tax return for the year beginning January 1, 2004, and ending December 31, 2004.

If you are **not** a calendar year taxpayer, complete the following statement:

I request a six-month extension of time to _____, to file my Connecticut income tax return for the year beginning _____ and ending ▶ _____.

I have requested a federal extension on federal Form 4868, *Application for Automatic Extension of Time to File U.S. Individual Income Tax Return*, for taxable year 2004. YES NO

If **NO**, the reason for the Connecticut extension is _____

- YOU WILL BE NOTIFIED ONLY IF YOUR EXTENSION REQUEST IS DENIED -

1. Total income tax liability for 2004. You must enter an amount on Line 1. If you do not expect to owe income tax, enter "0."	1.		00
2. Total individual use tax liability for 2004. You must enter an amount on Line 2. If you do not expect to owe use tax, enter "0."	2.		00
3. Add Line 1 and Line 2	3.		00
4. Connecticut income tax withheld (Do not attach W-2s or 1099s.)	4.		00
5. 2004 estimated Connecticut income tax payments including any 2003 overpayments applied to 2004	5.		00
6. Add Line 4 and Line 5	6.		00
7. Connecticut income tax and use tax balance due. Subtract Line 6 from Line 3. If Line 6 is greater than Line 3, enter "0." Amount due with this form. ▶	7.		00

<p>Forms with payment mail to: Department of Revenue Services PO Box 2977 Hartford CT 06104-2977</p> <p>Make your check or money order payable to: "Commissioner of Revenue Services" To ensure proper posting, write your SSN(s) and "2004 Form CT-1040 EXT" on your check or money order.</p>	<p>Forms without payment mail to: Department of Revenue Services PO Box 2976 Hartford CT 06104-2976</p>
----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	----------------------------------------------------------------------------------------------------------------------------

Form CT-1040 EXT Instructions

Purpose

Important: If you do not expect to owe additional Connecticut income tax for the 2004 taxable year, after taking into account Connecticut income tax withheld from your wages or estimated Connecticut income tax payments you have made (or both), and you have requested an extension of time to file your 2004 federal income tax return, you are not required to file Form CT-1040 EXT.

Use Form CT-1040 EXT to request a six-month extension to file your Connecticut income tax return for individuals. This form also extends the time to file your individual use tax. It is not necessary to include a reason for the Connecticut extension request if you have already filed an extension request on federal Form 4868 with the Internal Revenue Service. If you did not file federal Form 4868, you can apply for a six-month extension to file your Connecticut income tax return provided you have good cause for your request.

Who Can WebFile Form CT-1040 EXT

All taxpayers can now file Form CT-1040 EXT over the Internet using WebFile and receive the following benefits:

- Free of charge;
- Safe and secure;
- Immediate proof of filing;
- No calculations required;
- Confidential filing 24 hours a day; and
- Optional direct payment.



Visit the DRS Web site at www.ct.gov/DRS. Do not mail Form CT-1040 EXT if you WebFile.

How to Get an Extension to File

To obtain a Connecticut extension of time to file, you must:

- Complete Form CT-1040 EXT in its entirety;
- File it on or before the due date of your return; and
- Pay the amount shown on Line 7.

Any payment made with this form is considered an income tax payment regardless of the amounts you enter on Line 1 and Line 2. Your signature is not required on this form. The Department of Revenue Services (DRS) will notify you **only** if your request is denied.

Form CT-1040 EXT **only** extends the time to file your Connecticut income tax return. Form CT-1040 EXT **does not** extend the time to pay your income tax. You must pay the amount of tax that you expect to owe on or before the original due date of the return (see *Interest and Penalty*).

You may qualify for a six-month extension of time to pay your tax. To request this extension, you must file Form CT-1127, *Application for Extension of Time for Payment of Income Tax*, with your timely filed Connecticut income tax return or extension.

U.S. Citizens or Residents Living Outside the U.S. and Puerto Rico

You must file this form if you are:

- A U.S. citizen or resident living outside the U.S. and Puerto Rico and your tax home (within the meaning of I.R.C. §162(a)(2)) is outside the U.S. and Puerto Rico; or
- In the armed forces of the U.S. serving outside the U.S. and Puerto Rico on the date your federal income tax return is due, and are unable to file a timely Connecticut income tax return.

Explain on the front of this form that you are a U.S. citizen or resident living outside the U.S. and Puerto Rico, or are in the armed forces of the U.S. serving outside the U.S. and Puerto Rico, and that you qualify for an automatic, two-month federal income tax extension.

If your application is approved, the due date will be extended for six months (October 15, 2005, for calendar year taxpayers). If you are

still unable to file your return and you have applied for and were granted an extension of time to file for federal purposes using federal Form 2350, you must file your Connecticut return using the federal extension due date. You must attach a copy of the federal Form 2350 approval notice to the front of your Connecticut return.

When to File Form CT-1040 EXT

File Form CT-1040 EXT on or before April 15, 2005. If your taxable year is other than the calendar year, file Form CT-1040 EXT on or before the 15th day of the fourth month following the close of your taxable year. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

Payment Options

If you filed a 2003 Connecticut income tax return, you may elect to pay your expected 2004 Connecticut income tax liability using your American Express® card, Discover® card, MasterCard® card, or VISA® card. A convenience fee will be charged by the credit card service provider. The fee is 2.5% of your total tax payment. 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.

To Pay by Credit Card:

- 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; or
- Visit: www.officialpayments.com and select Payment Center.

Do not send in Form CT-1040 EXT if you make your payment by credit card. All credit card payments for extension requests will be accepted by the credit card service provider; however, if your payment is late, DRS will notify you in writing that your request is denied.

To Pay by Mail:

Make your check or money order payable to: "Commissioner of Revenue Services." To ensure proper posting of your payment, write your Social Security Number(s) and "2004 Form CT-1040 EXT" on the front of your check or money order. Be sure to sign your check and paper clip it to the front of your return. **Do not send cash.**

Interest and Penalty

In general, interest and penalty apply to any portion of the tax that is not paid on or before the original due date of the return. Interest is computed on the underpayment of tax at 1% (.01) per month or fraction of a month computed from the original due date to the date of payment.

Late Payment Penalty: The penalty for underpayment of tax is 10% (.10) of the amount due.

Late Filing Penalty: If no tax is due, DRS may impose a \$50 penalty for the late filing of any return or report that is required by law to be filed.

Line Instructions

- Line 1:** Enter the amount that you expect to enter on: Form CT-1040EZ, Line 6; Form CT-1040, Line 14; or Form CT-1040NR/PY, Line 16.
- Line 2:** Enter the amount that you expect to enter on: Form CT-1040EZ, Line 7; Form CT-1040, Line 15; or Form CT-1040NR/PY, Line 17.
- Line 4:** Enter the amount that you expect to enter on: Form CT-1040EZ, Line 10; Form CT-1040, Line 18; or Form CT-1040NR/PY, Line 20.
- Line 5:** Enter the amount that you expect to enter on: Form CT-1040EZ, Line 11; Form CT-1040, Line 19; or Form CT-1040NR/PY, Line 21.

**2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED**

If CT AGI is**		And you are				If CT AGI is**		And you are				If CT AGI is**		And you are			
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household
\$0 - 12,000		NO TAX DUE				\$15,000						\$18,000					
12,000	12,050	0	0	0	0	15,000	15,050	18	0	27	0	18,000	18,050	81	0	108	0
12,050	12,100	0	0	1	0	15,050	15,100	18	0	28	0	18,050	18,100	82	0	109	0
12,100	12,150	0	0	1	0	15,100	15,150	19	0	28	0	18,100	18,150	83	0	110	0
12,150	12,200	0	0	1	0	15,150	15,200	19	0	29	0	18,150	18,200	83	0	111	0
12,200	12,250	0	0	2	0	15,200	15,250	20	0	29	0	18,200	18,250	84	0	112	0
12,250	12,300	0	0	2	0	15,250	15,300	20	0	29	0	18,250	18,300	93	0	113	0
12,300	12,350	0	0	2	0	15,300	15,350	20	0	30	0	18,300	18,350	94	0	114	0
12,350	12,400	0	0	3	0	15,350	15,400	21	0	30	0	18,350	18,400	95	0	115	0
12,400	12,450	0	0	3	0	15,400	15,450	21	0	31	0	18,400	18,450	96	0	116	0
12,450	12,500	0	0	4	0	15,450	15,500	21	0	31	0	18,450	18,500	97	0	117	0
12,500	12,550	0	0	4	0	15,500	15,550	22	0	37	0	18,500	18,550	97	0	127	0
12,550	12,600	0	0	4	0	15,550	15,600	22	0	38	0	18,550	18,600	98	0	128	0
12,600	12,650	0	0	5	0	15,600	15,650	23	0	38	0	18,600	18,650	99	0	129	0
12,650	12,700	0	0	5	0	15,650	15,700	23	0	39	0	18,650	18,700	100	0	130	0
12,700	12,750	1	0	5	0	15,700	15,750	23	0	39	0	18,700	18,750	101	0	131	0
12,750	12,800	1	0	6	0	15,750	15,800	28	0	40	0	18,750	18,800	111	0	132	0
12,800	12,850	2	0	6	0	15,800	15,850	29	0	40	0	18,800	18,850	112	0	133	0
12,850	12,900	2	0	7	0	15,850	15,900	29	0	41	0	18,850	18,900	113	0	134	0
12,900	12,950	2	0	7	0	15,900	15,950	30	0	41	0	18,900	18,950	113	0	135	0
12,950	13,000	3	0	7	0	15,950	16,000	30	0	42	0	18,950	19,000	114	0	136	0
\$13,000						\$16,000						\$19,000					
13,000	13,050	3	0	8	0	16,000	16,050	31	0	48	0	19,000	19,050	115	0	137	0
13,050	13,100	3	0	8	0	16,050	16,100	31	0	49	0	19,050	19,100	116	0	138	1
13,100	13,150	4	0	8	0	16,100	16,150	32	0	50	0	19,100	19,150	117	0	139	1
13,150	13,200	4	0	9	0	16,150	16,200	32	0	50	0	19,150	19,200	118	0	140	1
13,200	13,250	5	0	9	0	16,200	16,250	32	0	51	0	19,200	19,250	119	0	141	2
13,250	13,300	5	0	10	0	16,250	16,300	38	0	51	0	19,250	19,300	130	0	142	2
13,300	13,350	5	0	10	0	16,300	16,350	39	0	52	0	19,300	19,350	131	0	143	2
13,350	13,400	6	0	10	0	16,350	16,400	39	0	53	0	19,350	19,400	132	0	144	3
13,400	13,450	6	0	11	0	16,400	16,450	40	0	53	0	19,400	19,450	133	0	145	3
13,450	13,500	6	0	11	0	16,450	16,500	40	0	54	0	19,450	19,500	134	0	146	4
13,500	13,550	7	0	11	0	16,500	16,550	41	0	61	0	19,500	19,550	135	0	147	4
13,550	13,600	7	0	12	0	16,550	16,600	41	0	62	0	19,550	19,600	136	0	148	4
13,600	13,650	8	0	12	0	16,600	16,650	42	0	62	0	19,600	19,650	137	0	149	5
13,650	13,700	8	0	13	0	16,650	16,700	43	0	63	0	19,650	19,700	137	0	150	5
13,700	13,750	8	0	13	0	16,700	16,750	43	0	64	0	19,700	19,750	138	0	151	5
13,750	13,800	9	0	13	0	16,750	16,800	50	0	64	0	19,750	19,800	139	0	152	6
13,800	13,850	9	0	14	0	16,800	16,850	50	0	65	0	19,800	19,850	140	0	153	6
13,850	13,900	9	0	14	0	16,850	16,900	51	0	66	0	19,850	19,900	141	0	154	7
13,900	13,950	10	0	14	0	16,900	16,950	52	0	66	0	19,900	19,950	142	0	155	7
13,950	14,000	10	0	15	0	16,950	17,000	52	0	67	0	19,950	20,000	143	0	156	7
\$14,000						\$17,000						\$20,000					
14,000	14,050	11	0	15	0	17,000	17,050	53	0	75	0	20,000	20,050	144	0	169	8
14,050	14,100	11	0	16	0	17,050	17,100	53	0	76	0	20,050	20,100	145	0	170	8
14,100	14,150	11	0	16	0	17,100	17,150	54	0	77	0	20,100	20,150	146	0	171	8
14,150	14,200	12	0	16	0	17,150	17,200	55	0	78	0	20,150	20,200	147	0	172	9
14,200	14,250	12	0	17	0	17,200	17,250	55	0	78	0	20,200	20,250	148	0	173	9
14,250	14,300	12	0	17	0	17,250	17,300	63	0	79	0	20,250	20,300	149	0	174	10
14,300	14,350	13	0	17	0	17,300	17,350	63	0	80	0	20,300	20,350	150	0	175	10
14,350	14,400	13	0	18	0	17,350	17,400	64	0	81	0	20,350	20,400	151	0	176	10
14,400	14,450	14	0	18	0	17,400	17,450	65	0	81	0	20,400	20,450	152	0	177	11
14,450	14,500	14	0	19	0	17,450	17,500	65	0	82	0	20,450	20,500	153	0	178	11
14,500	14,550	14	0	19	0	17,500	17,550	66	0	91	0	20,500	20,550	154	0	192	11
14,550	14,600	15	0	19	0	17,550	17,600	67	0	92	0	20,550	20,600	155	0	193	12
14,600	14,650	15	0	20	0	17,600	17,650	68	0	93	0	20,600	20,650	156	0	194	12
14,650	14,700	15	0	20	0	17,650	17,700	68	0	94	0	20,650	20,700	157	0	195	13
14,700	14,750	16	0	20	0	17,700	17,750	69	0	94	0	20,700	20,750	158	0	196	13
14,750	14,800	16	0	21	0	17,750	17,800	77	0	95	0	20,750	20,800	159	0	197	13
14,800	14,850	17	0	21	0	17,800	17,850	78	0	96	0	20,800	20,850	160	0	199	14
14,850	14,900	17	0	22	0	17,850	17,900	79	0	97	0	20,850	20,900	161	0	200	14
14,900	14,950	17	0	22	0	17,900	17,950	80	0	98	0	20,900	20,950	162	0	201	14
14,950	15,000	18	0	22	0	17,950	18,000	80	0	99	0	20,950	21,000	163	0	202	15

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NR/PY - Line 7
If \$12,000 or less, no tax due.

**2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED**

If CT AGI is**		And you are				If CT AGI is**		And you are				If CT AGI is**		And you are			
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household
\$21,000						\$24,000						\$27,000					
21,000	21,050	164	0	217	15	24,000	24,050	315	0	384	45	27,000	27,050	539	23	676	144
21,050	21,100	177	0	218	16	24,050	24,100	317	1	386	46	27,050	27,100	542	23	678	145
21,100	21,150	179	0	219	16	24,100	24,150	319	1	388	46	27,100	27,150	544	23	681	146
21,150	21,200	180	0	220	16	24,150	24,200	321	1	390	47	27,150	27,200	546	24	683	147
21,200	21,250	181	0	221	17	24,200	24,250	323	2	392	47	27,200	27,250	548	24	685	148
21,250	21,300	182	0	223	17	24,250	24,300	325	2	394	47	27,250	27,300	594	25	687	149
21,300	21,350	183	0	224	17	24,300	24,350	327	2	396	48	27,300	27,350	603	25	690	150
21,350	21,400	184	0	225	18	24,350	24,400	329	3	398	48	27,350	27,400	605	25	692	151
21,400	21,450	185	0	226	18	24,400	24,450	332	3	401	49	27,400	27,450	607	26	694	152
21,450	21,500	186	0	227	19	24,450	24,500	334	4	403	49	27,450	27,500	609	26	696	153
21,500	21,550	187	0	243	19	24,500	24,550	336	4	405	58	27,500	27,550	612	26	699	166
21,550	21,600	201	0	244	19	24,550	24,600	338	4	407	59	27,550	27,600	614	27	701	167
21,600	21,650	203	0	245	20	24,600	24,650	340	5	409	59	27,600	27,650	616	27	703	168
21,650	21,700	204	0	247	20	24,650	24,700	342	5	411	60	27,650	27,700	618	28	705	169
21,700	21,750	205	0	248	20	24,700	24,750	344	5	413	60	27,700	27,750	620	28	708	170
21,750	21,800	206	0	249	21	24,750	24,800	346	6	415	61	27,750	27,800	623	28	710	171
21,800	21,850	207	0	251	21	24,800	24,850	349	6	418	61	27,800	27,850	632	29	712	172
21,850	21,900	208	0	252	22	24,850	24,900	351	7	420	62	27,850	27,900	634	29	714	173
21,900	21,950	209	0	253	22	24,900	24,950	353	7	422	62	27,900	27,950	636	29	717	174
21,950	22,000	210	0	254	22	24,950	25,000	355	7	424	63	27,950	28,000	639	30	719	175
\$22,000						\$25,000						\$28,000					
22,000	22,050	212	0	256	23	25,000	25,050	357	8	474	72	28,000	28,050	641	30	766	176
22,050	22,100	227	0	258	23	25,050	25,100	359	8	476	73	28,050	28,100	643	31	768	177
22,100	22,150	228	0	260	23	25,100	25,150	361	8	478	74	28,100	28,150	645	31	771	178
22,150	22,200	229	0	262	24	25,150	25,200	363	9	481	74	28,150	28,200	647	31	773	179
22,200	22,250	230	0	265	24	25,200	25,250	366	9	483	75	28,200	28,250	650	32	775	180
22,250	22,300	232	0	267	25	25,250	25,300	410	10	485	75	28,250	28,300	696	32	777	181
22,300	22,350	233	0	269	25	25,300	25,350	412	10	487	76	28,300	28,350	707	32	780	182
22,350	22,400	234	0	271	25	25,350	25,400	414	10	489	77	28,350	28,400	709	33	782	183
22,400	22,450	235	0	273	26	25,400	25,450	417	11	491	77	28,400	28,450	711	33	784	184
22,450	22,500	236	0	275	26	25,450	25,500	419	11	493	78	28,450	28,500	713	34	786	185
22,500	22,550	238	0	277	26	25,500	25,550	421	11	501	88	28,500	28,550	716	34	789	186
22,550	22,600	254	0	279	27	25,550	25,600	423	12	504	89	28,550	28,600	718	34	791	187
22,600	22,650	255	0	282	27	25,600	25,650	425	12	506	89	28,600	28,650	720	35	793	188
22,650	22,700	257	0	284	28	25,650	25,700	427	13	508	90	28,650	28,700	722	35	795	189
22,700	22,750	259	0	286	28	25,700	25,750	429	13	510	91	28,700	28,750	725	35	798	190
22,750	22,800	261	0	288	28	25,750	25,800	431	13	512	91	28,750	28,800	727	36	800	191
22,800	22,850	264	0	290	29	25,800	25,850	434	14	514	92	28,800	28,850	729	36	802	192
22,850	22,900	266	0	292	29	25,850	25,900	436	14	517	93	28,850	28,900	731	37	804	193
22,900	22,950	268	0	294	29	25,900	25,950	438	14	519	93	28,900	28,950	734	37	807	194
22,950	23,000	270	0	296	30	25,950	26,000	440	15	521	94	28,950	29,000	736	37	809	195
\$23,000						\$26,000						\$29,000					
23,000	23,050	272	0	299	30	26,000	26,050	442	15	573	105	29,000	29,050	738	38	856	195
23,050	23,100	274	0	301	31	26,050	26,100	444	16	575	106	29,050	29,100	740	38	858	196
23,100	23,150	276	0	303	31	26,100	26,150	446	16	578	107	29,100	29,150	743	38	861	197
23,150	23,200	278	0	305	31	26,150	26,200	448	16	580	108	29,150	29,200	745	39	863	198
23,200	23,250	281	0	307	32	26,200	26,250	451	17	582	108	29,200	29,250	747	39	865	199
23,250	23,300	283	0	309	32	26,250	26,300	495	17	584	109	29,250	29,300	794	40	867	200
23,300	23,350	285	0	311	32	26,300	26,350	503	17	586	110	29,300	29,350	797	40	870	201
23,350	23,400	287	0	313	33	26,350	26,400	505	18	589	111	29,350	29,400	799	40	872	202
23,400	23,450	289	0	316	33	26,400	26,450	507	18	591	111	29,400	29,450	801	41	874	203
23,450	23,500	291	0	318	34	26,450	26,500	510	19	593	112	29,450	29,500	803	41	876	204
23,500	23,550	293	0	320	34	26,500	26,550	512	19	602	124	29,500	29,550	806	41	879	205
23,550	23,600	295	0	322	34	26,550	26,600	514	19	604	125	29,550	29,600	808	42	881	206
23,600	23,650	298	0	324	35	26,600	26,650	516	20	606	126	29,600	29,650	810	42	883	207
23,650	23,700	300	0	326	35	26,650	26,700	518	20	609	127	29,650	29,700	812	43	885	208
23,700	23,750	302	0	328	35	26,700	26,750	520	20	611	127	29,700	29,750	815	43	888	209
23,750	23,800	304	0	330	36	26,750	26,800	522	21	613	128	29,750	29,800	817	43	890	210
23,800	23,850	306	0	333	36	26,800	26,850	531	21	615	129	29,800	29,850	819	44	892	211
23,850	23,900	308	0	335	37	26,850	26,900	533	22	617	130	29,850	29,900	821	44	894	212
23,900	23,950	310	0	337	37	26,900	26,950	535	22	620	131	29,900	29,950	824	44	897	213
23,950	24,000	312	0	339	37	26,950	27,000	537	22	622	132	29,950	30,000	826	45	899	214

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NR/PY - Line 7

2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED

If CT AGI is**		And you are				If CT AGI is**		And you are				If CT AGI is**		And you are			
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household
\$30,000						\$33,000						\$36,000					
30,000	30,050	828	54	946	215	33,000	33,050	1098	162	1216	273	36,000	36,050	1368	234	1441	452
30,050	30,100	830	55	948	216	33,050	33,100	1100	163	1218	274	36,050	36,100	1370	235	1443	454
30,100	30,150	833	55	951	217	33,100	33,150	1103	164	1221	275	36,100	36,150	1373	236	1446	456
30,150	30,200	835	56	953	218	33,150	33,200	1105	165	1223	276	36,150	36,200	1375	237	1448	458
30,200	30,250	837	56	955	219	33,200	33,250	1107	166	1225	277	36,200	36,250	1377	238	1450	460
30,250	30,300	884	56	957	220	33,250	33,300	1154	167	1227	278	36,250	36,300	1424	239	1452	462
30,300	30,350	887	57	960	221	33,300	33,350	1157	168	1230	279	36,300	36,350	1427	240	1455	464
30,350	30,400	889	57	962	222	33,350	33,400	1159	169	1232	280	36,350	36,400	1429	241	1457	466
30,400	30,450	891	58	964	223	33,400	33,450	1161	170	1234	281	36,400	36,450	1431	242	1459	469
30,450	30,500	893	58	966	224	33,450	33,500	1163	171	1236	282	36,450	36,500	1433	243	1461	471
30,500	30,550	896	69	969	225	33,500	33,550	1166	186	1239	283	36,500	36,550	1436	244	1464	473
30,550	30,600	898	69	971	226	33,550	33,600	1168	187	1241	284	36,550	36,600	1438	245	1466	475
30,600	30,650	900	70	973	227	33,600	33,650	1170	188	1243	285	36,600	36,650	1440	246	1468	477
30,650	30,700	902	70	975	228	33,650	33,700	1172	189	1245	286	36,650	36,700	1442	247	1470	479
30,700	30,750	905	71	978	229	33,700	33,750	1175	190	1248	287	36,700	36,750	1445	248	1473	481
30,750	30,800	907	71	980	230	33,750	33,800	1177	191	1250	288	36,750	36,800	1447	249	1475	483
30,800	30,850	909	72	982	231	33,800	33,850	1179	192	1252	289	36,800	36,850	1449	250	1477	486
30,850	30,900	911	72	984	232	33,850	33,900	1181	193	1254	290	36,850	36,900	1451	251	1479	488
30,900	30,950	914	73	987	233	33,900	33,950	1184	194	1257	291	36,900	36,950	1454	252	1482	490
30,950	31,000	916	73	989	234	33,950	34,000	1186	195	1259	292	36,950	37,000	1456	253	1484	492
\$31,000						\$34,000						\$37,000					
31,000	31,050	918	84	1036	234	34,000	34,050	1188	195	1306	316	37,000	37,050	1458	254	1486	494
31,050	31,100	920	85	1038	235	34,050	34,100	1190	196	1308	317	37,050	37,100	1460	255	1488	496
31,100	31,150	923	86	1041	236	34,100	34,150	1193	197	1311	318	37,100	37,150	1463	256	1491	498
31,150	31,200	925	86	1043	237	34,150	34,200	1195	198	1313	319	37,150	37,200	1465	257	1493	500
31,200	31,250	927	87	1045	238	34,200	34,250	1197	199	1315	320	37,200	37,250	1467	258	1495	503
31,250	31,300	974	87	1047	239	34,250	34,300	1244	200	1317	321	37,250	37,300	1497	259	1497	505
31,300	31,350	977	88	1050	240	34,300	34,350	1247	201	1320	322	37,300	37,350	1500	260	1500	507
31,350	31,400	979	89	1052	241	34,350	34,400	1249	202	1322	323	37,350	37,400	1502	261	1502	509
31,400	31,450	981	89	1054	242	34,400	34,450	1251	203	1324	324	37,400	37,450	1504	262	1504	511
31,450	31,500	983	90	1056	243	34,450	34,500	1253	204	1326	325	37,450	37,500	1506	263	1506	513
31,500	31,550	986	102	1059	244	34,500	34,550	1256	205	1329	349	37,500	37,550	1509	264	1509	515
31,550	31,600	988	102	1061	245	34,550	34,600	1258	206	1331	350	37,550	37,600	1511	265	1511	517
31,600	31,650	990	103	1063	246	34,600	34,650	1260	207	1333	352	37,600	37,650	1513	266	1513	520
31,650	31,700	992	104	1065	247	34,650	34,700	1262	208	1335	353	37,650	37,700	1515	267	1515	522
31,700	31,750	995	104	1068	248	34,700	34,750	1265	209	1338	354	37,700	37,750	1518	268	1518	524
31,750	31,800	997	105	1070	249	34,750	34,800	1267	210	1340	355	37,750	37,800	1520	269	1520	526
31,800	31,850	999	106	1072	250	34,800	34,850	1269	211	1342	356	37,800	37,850	1522	270	1522	528
31,850	31,900	1001	106	1074	251	34,850	34,900	1271	212	1344	357	37,850	37,900	1524	271	1524	530
31,900	31,950	1004	107	1077	252	34,900	34,950	1274	213	1347	358	37,900	37,950	1527	272	1527	532
31,950	32,000	1006	108	1079	253	34,950	35,000	1276	214	1349	359	37,950	38,000	1529	273	1529	534
\$32,000						\$35,000						\$38,000					
32,000	32,050	1008	120	1126	254	35,000	35,050	1278	215	1396	385	38,000	38,050	1531	273	1531	579
32,050	32,100	1010	121	1128	255	35,050	35,100	1280	216	1398	387	38,050	38,100	1533	274	1533	581
32,100	32,150	1013	122	1131	256	35,100	35,150	1283	217	1401	389	38,100	38,150	1536	275	1536	583
32,150	32,200	1015	123	1133	257	35,150	35,200	1285	218	1403	391	38,150	38,200	1538	276	1538	585
32,200	32,250	1017	123	1135	258	35,200	35,250	1287	219	1405	393	38,200	38,250	1540	277	1540	588
32,250	32,300	1064	124	1137	259	35,250	35,300	1334	220	1407	395	38,250	38,300	1542	278	1542	590
32,300	32,350	1067	125	1140	260	35,300	35,350	1337	221	1410	397	38,300	38,350	1545	279	1545	592
32,350	32,400	1069	126	1142	261	35,350	35,400	1339	222	1412	399	38,350	38,400	1547	280	1547	594
32,400	32,450	1071	126	1144	262	35,400	35,450	1341	223	1414	401	38,400	38,450	1549	281	1549	596
32,450	32,500	1073	127	1146	263	35,450	35,500	1343	224	1416	403	38,450	38,500	1551	282	1551	598
32,500	32,550	1076	141	1149	264	35,500	35,550	1346	225	1419	430	38,500	38,550	1554	283	1554	600
32,550	32,600	1078	141	1151	265	35,550	35,600	1348	226	1421	432	38,550	38,600	1556	284	1556	602
32,600	32,650	1080	142	1153	266	35,600	35,650	1350	227	1423	435	38,600	38,650	1558	285	1558	605
32,650	32,700	1082	143	1155	267	35,650	35,700	1352	228	1425	437	38,650	38,700	1560	286	1560	607
32,700	32,750	1085	144	1158	268	35,700	35,750	1355	229	1428	439	38,700	38,750	1563	287	1563	609
32,750	32,800	1087	145	1160	269	35,750	35,800	1357	230	1430	441	38,750	38,800	1565	288	1565	611
32,800	32,850	1089	146	1162	270	35,800	35,850	1359	231	1432	443	38,800	38,850	1567	289	1567	613
32,850	32,900	1091	146	1164	271	35,850	35,900	1361	232	1434	445	38,850	38,900	1569	290	1569	615
32,900	32,950	1094	147	1167	272	35,900	35,950	1364	233	1437	447	38,900	38,950	1572	291	1572	617
32,950	33,000	1096	148	1169	273	35,950	36,000	1366	234	1439	449	38,950	39,000	1574	292	1574	619

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NR/PY - Line 7

2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED

If CT AGI is ...**		And you are				If CT AGI is**		And you are				If CT AGI is**		And you are			
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household
\$39,000					\$42,000					\$45,000							
39,000	39,050	1576	293	1576	664	42,000	42,050	1711	460	1711	919	45,000	45,050	1846	554	1846	1216
39,050	39,100	1578	294	1578	666	42,050	42,100	1713	461	1713	921	45,050	45,100	1848	556	1848	1218
39,100	39,150	1581	295	1581	668	42,100	42,150	1716	462	1716	923	45,100	45,150	1851	558	1851	1220
39,150	39,200	1583	296	1583	670	42,150	42,200	1718	463	1718	925	45,150	45,200	1853	560	1853	1222
39,200	39,250	1585	297	1585	673	42,200	42,250	1720	465	1720	928	45,200	45,250	1855	562	1855	1224
39,250	39,300	1587	298	1587	675	42,250	42,300	1722	466	1722	930	45,250	45,300	1857	564	1857	1227
39,300	39,350	1590	299	1590	677	42,300	42,350	1725	467	1725	932	45,300	45,350	1860	566	1860	1229
39,350	39,400	1592	300	1592	679	42,350	42,400	1727	469	1727	934	45,350	45,400	1862	568	1862	1231
39,400	39,450	1594	301	1594	681	42,400	42,450	1729	470	1729	936	45,400	45,450	1864	571	1864	1233
39,450	39,500	1596	302	1596	683	42,450	42,500	1731	471	1731	938	45,450	45,500	1866	573	1866	1235
39,500	39,550	1599	303	1599	685	42,500	42,550	1734	472	1734	940	45,500	45,550	1869	575	1869	1252
39,550	39,600	1601	304	1601	687	42,550	42,600	1736	474	1736	942	45,550	45,600	1871	577	1871	1254
39,600	39,650	1603	305	1603	690	42,600	42,650	1738	475	1738	945	45,600	45,650	1873	579	1873	1256
39,650	39,700	1605	306	1605	692	42,650	42,700	1740	476	1740	947	45,650	45,700	1875	581	1875	1258
39,700	39,750	1608	307	1608	694	42,700	42,750	1743	477	1743	949	45,700	45,750	1878	583	1878	1260
39,750	39,800	1610	308	1610	696	42,750	42,800	1745	479	1745	951	45,750	45,800	1880	585	1880	1263
39,800	39,850	1612	309	1612	698	42,800	42,850	1747	480	1747	953	45,800	45,850	1882	588	1882	1265
39,850	39,900	1614	310	1614	700	42,850	42,900	1749	481	1749	955	45,850	45,900	1884	590	1884	1267
39,900	39,950	1617	311	1617	702	42,900	42,950	1752	483	1752	957	45,900	45,950	1887	592	1887	1269
39,950	40,000	1619	312	1619	704	42,950	43,000	1754	484	1754	959	45,950	46,000	1889	594	1889	1272
\$40,000					\$43,000					\$46,000							
40,000	40,050	1621	337	1621	749	43,000	43,050	1756	485	1756	1004	46,000	46,050	1891	596	1891	1333
40,050	40,100	1623	338	1623	751	43,050	43,100	1758	486	1758	1006	46,050	46,100	1893	598	1893	1335
40,100	40,150	1626	339	1626	753	43,100	43,150	1761	488	1761	1008	46,100	46,150	1896	600	1896	1338
40,150	40,200	1628	340	1628	755	43,150	43,200	1763	489	1763	1010	46,150	46,200	1898	602	1898	1340
40,200	40,250	1630	341	1630	758	43,200	43,250	1765	490	1765	1013	46,200	46,250	1900	605	1900	1342
40,250	40,300	1632	342	1632	760	43,250	43,300	1767	492	1767	1015	46,250	46,300	1902	607	1902	1344
40,300	40,350	1635	343	1635	762	43,300	43,350	1770	493	1770	1017	46,300	46,350	1905	609	1905	1347
40,350	40,400	1637	344	1637	764	43,350	43,400	1772	494	1772	1019	46,350	46,400	1907	611	1907	1349
40,400	40,450	1639	345	1639	766	43,400	43,450	1774	495	1774	1021	46,400	46,450	1909	613	1909	1351
40,450	40,500	1641	346	1641	768	43,450	43,500	1776	497	1776	1023	46,450	46,500	1911	615	1911	1353
40,500	40,550	1644	372	1644	770	43,500	43,550	1779	498	1779	1025	46,500	46,550	1914	617	1914	1356
40,550	40,600	1646	373	1646	772	43,550	43,600	1781	499	1781	1027	46,550	46,600	1916	619	1916	1358
40,600	40,650	1648	374	1648	775	43,600	43,650	1783	500	1783	1030	46,600	46,650	1918	622	1918	1360
40,650	40,700	1650	375	1650	777	43,650	43,700	1785	502	1785	1032	46,650	46,700	1920	624	1920	1362
40,700	40,750	1653	376	1653	779	43,700	43,750	1788	503	1788	1034	46,700	46,750	1923	626	1923	1365
40,750	40,800	1655	377	1655	781	43,750	43,800	1790	504	1790	1036	46,750	46,800	1925	628	1925	1367
40,800	40,850	1657	379	1657	783	43,800	43,850	1792	506	1792	1038	46,800	46,850	1927	630	1927	1369
40,850	40,900	1659	380	1659	785	43,850	43,900	1794	507	1794	1040	46,850	46,900	1929	632	1929	1371
40,900	40,950	1662	381	1662	787	43,900	43,950	1797	508	1797	1042	46,900	46,950	1932	634	1932	1374
40,950	41,000	1664	382	1664	789	43,950	44,000	1799	509	1799	1044	46,950	47,000	1934	636	1934	1376
\$41,000					\$44,000					\$47,000							
41,000	41,050	1666	409	1666	834	44,000	44,050	1801	511	1801	1102	47,000	47,050	1936	639	1936	1423
41,050	41,100	1668	410	1668	836	44,050	44,100	1803	513	1803	1104	47,050	47,100	1938	641	1938	1425
41,100	41,150	1671	411	1671	838	44,100	44,150	1806	515	1806	1106	47,100	47,150	1941	643	1941	1428
41,150	41,200	1673	412	1673	840	44,150	44,200	1808	517	1808	1108	47,150	47,200	1943	645	1943	1430
41,200	41,250	1675	413	1675	843	44,200	44,250	1810	520	1810	1110	47,200	47,250	1945	647	1945	1432
41,250	41,300	1677	415	1677	845	44,250	44,300	1812	522	1812	1113	47,250	47,300	1947	649	1947	1434
41,300	41,350	1680	416	1680	847	44,300	44,350	1815	524	1815	1115	47,300	47,350	1950	651	1950	1437
41,350	41,400	1682	417	1682	849	44,350	44,400	1817	526	1817	1117	47,350	47,400	1952	653	1952	1439
41,400	41,450	1684	418	1684	851	44,400	44,450	1819	528	1819	1119	47,400	47,450	1954	656	1954	1441
41,450	41,500	1686	419	1686	853	44,450	44,500	1821	530	1821	1121	47,450	47,500	1956	658	1956	1443
41,500	41,550	1689	447	1689	855	44,500	44,550	1824	532	1824	1136	47,500	47,550	1959	660	1959	1446
41,550	41,600	1691	448	1691	857	44,550	44,600	1826	534	1826	1139	47,550	47,600	1961	662	1961	1448
41,600	41,650	1693	449	1693	860	44,600	44,650	1828	537	1828	1141	47,600	47,650	1963	664	1963	1450
41,650	41,700	1695	451	1695	862	44,650	44,700	1830	539	1830	1143	47,650	47,700	1965	666	1965	1452
41,700	41,750	1698	452	1698	864	44,700	44,750	1833	541	1833	1145	47,700	47,750	1968	668	1968	1455
41,750	41,800	1700	453	1700	866	44,750	44,800	1835	543	1835	1147	47,750	47,800	1970	670	1970	1457
41,800	41,850	1702	455	1702	868	44,800	44,850	1837	545	1837	1149	47,800	47,850	1972	673	1972	1459
41,850	41,900	1704	456	1704	870	44,850	44,900	1839	547	1839	1152	47,850	47,900	1974	675	1974	1461
41,900	41,950	1707	457	1707	872	44,900	44,950	1842	549	1842	1154	47,900	47,950	1977	677	1977	1464
41,950	42,000	1709	458	1709	874	44,950	45,000	1844	551	1844	1156	47,950	48,000	1979	679	1979	1466

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NRPY - Line 7

2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED

If CT AGI is ...**		And you are ...					If CT AGI is ...**		And you are ...					If CT AGI is ...**		And you are ...				
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household			
\$48,000							\$51,000							\$54,000						
48,000	48,050	1981	724	2003	1513	51,000	51,050	2163	1013	2281	1783	54,000	54,050	2451	1306	2501	2053			
48,050	48,100	1983	726	2005	1515	51,050	51,100	2165	1015	2283	1785	54,050	54,100	2454	1308	2504	2055			
48,100	48,150	1986	728	2008	1518	51,100	51,150	2168	1018	2286	1788	54,100	54,150	2456	1311	2506	2058			
48,150	48,200	1988	730	2010	1520	51,150	51,200	2170	1020	2288	1790	54,150	54,200	2459	1313	2509	2060			
48,200	48,250	1990	732	2012	1522	51,200	51,250	2172	1022	2290	1792	54,200	54,250	2461	1315	2511	2062			
48,250	48,300	1992	734	2015	1524	51,250	51,300	2175	1024	2293	1794	54,250	54,300	2463	1317	2514	2064			
48,300	48,350	1995	736	2017	1527	51,300	51,350	2177	1026	2295	1797	54,300	54,350	2466	1320	2516	2067			
48,350	48,400	1997	738	2019	1529	51,350	51,400	2179	1029	2298	1799	54,350	54,400	2468	1322	2519	2069			
48,400	48,450	1999	741	2021	1531	51,400	51,450	2182	1031	2300	1801	54,400	54,450	2471	1324	2521	2071			
48,450	48,500	2001	743	2024	1533	51,450	51,500	2184	1033	2303	1803	54,450	54,500	2473	1326	2524	2073			
48,500	48,550	2004	745	2048	1536	51,500	51,550	2210	1047	2329	1806	54,500	54,550	2501	1329	2526	2076			
48,550	48,600	2006	747	2050	1538	51,550	51,600	2212	1049	2331	1808	54,550	54,600	2503	1331	2529	2078			
48,600	48,650	2008	749	2053	1540	51,600	51,650	2215	1051	2334	1810	54,600	54,650	2506	1333	2531	2080			
48,650	48,700	2010	751	2055	1542	51,650	51,700	2217	1054	2336	1812	54,650	54,700	2508	1335	2534	2082			
48,700	48,750	2013	753	2057	1545	51,700	51,750	2219	1056	2339	1815	54,700	54,750	2511	1338	2536	2085			
48,750	48,800	2015	755	2060	1547	51,750	51,800	2222	1058	2341	1817	54,750	54,800	2513	1340	2539	2087			
48,800	48,850	2017	758	2062	1549	51,800	51,850	2224	1060	2343	1819	54,800	54,850	2516	1342	2541	2089			
48,850	48,900	2019	760	2064	1551	51,850	51,900	2226	1062	2346	1821	54,850	54,900	2518	1344	2544	2091			
48,900	48,950	2022	762	2067	1554	51,900	51,950	2229	1065	2348	1824	54,900	54,950	2521	1347	2546	2094			
48,950	49,000	2024	764	2069	1556	51,950	52,000	2231	1067	2351	1826	54,950	55,000	2523	1349	2549	2096			
\$49,000							\$52,000							\$55,000						
49,000	49,050	2026	809	2094	1603	52,000	52,050	2257	1126	2377	1873	55,000	55,050	2551	1396	2551	2143			
49,050	49,100	2028	811	2096	1605	52,050	52,100	2260	1128	2380	1875	55,050	55,100	2554	1398	2554	2145			
49,100	49,150	2031	813	2098	1608	52,100	52,150	2262	1131	2382	1878	55,100	55,150	2556	1401	2556	2148			
49,150	49,200	2033	815	2101	1610	52,150	52,200	2264	1133	2385	1880	55,150	55,200	2559	1403	2559	2150			
49,200	49,250	2035	817	2103	1612	52,200	52,250	2267	1135	2387	1882	55,200	55,250	2561	1405	2561	2152			
49,250	49,300	2037	819	2105	1614	52,250	52,300	2269	1137	2390	1884	55,250	55,300	2564	1407	2564	2154			
49,300	49,350	2040	821	2108	1617	52,300	52,350	2271	1140	2392	1887	55,300	55,350	2566	1410	2566	2157			
49,350	49,400	2042	823	2110	1619	52,350	52,400	2274	1142	2395	1889	55,350	55,400	2569	1412	2569	2159			
49,400	49,450	2044	826	2112	1621	52,400	52,450	2276	1144	2397	1891	55,400	55,450	2571	1414	2571	2161			
49,450	49,500	2046	828	2115	1623	52,450	52,500	2278	1146	2400	1893	55,450	55,500	2574	1416	2574	2163			
49,500	49,550	2049	830	2140	1626	52,500	52,550	2305	1149	2426	1896	55,500	55,550	2576	1419	2576	2166			
49,550	49,600	2051	832	2142	1628	52,550	52,600	2307	1151	2429	1898	55,550	55,600	2579	1421	2579	2168			
49,600	49,650	2053	834	2144	1630	52,600	52,650	2310	1153	2431	1900	55,600	55,650	2581	1423	2581	2170			
49,650	49,700	2055	836	2147	1632	52,650	52,700	2312	1155	2434	1902	55,650	55,700	2584	1425	2584	2172			
49,700	49,750	2058	838	2149	1635	52,700	52,750	2314	1158	2436	1905	55,700	55,750	2586	1428	2586	2175			
49,750	49,800	2060	840	2151	1637	52,750	52,800	2317	1160	2439	1907	55,750	55,800	2589	1430	2589	2177			
49,800	49,850	2062	843	2154	1639	52,800	52,850	2319	1162	2441	1909	55,800	55,850	2591	1432	2591	2179			
49,850	49,900	2064	845	2156	1641	52,850	52,900	2322	1164	2444	1911	55,850	55,900	2594	1434	2594	2181			
49,900	49,950	2067	847	2158	1644	52,900	52,950	2324	1167	2446	1914	55,900	55,950	2596	1437	2596	2184			
49,950	50,000	2069	849	2161	1646	52,950	53,000	2326	1169	2449	1916	55,950	56,000	2599	1439	2599	2186			
\$50,000							\$53,000							\$56,000						
50,000	50,050	2071	904	2186	1693	53,000	53,050	2353	1216	2451	1963	56,000	56,050	2601	1486	2601	2233			
50,050	50,100	2073	906	2189	1695	53,050	53,100	2356	1218	2454	1965	56,050	56,100	2604	1488	2604	2235			
50,100	50,150	2076	908	2191	1698	53,100	53,150	2358	1221	2456	1968	56,100	56,150	2606	1491	2606	2238			
50,150	50,200	2078	911	2193	1700	53,150	53,200	2360	1223	2459	1970	56,150	56,200	2609	1493	2609	2240			
50,200	50,250	2080	913	2196	1702	53,200	53,250	2363	1225	2461	1972	56,200	56,250	2611	1495	2611	2242			
50,250	50,300	2082	915	2198	1704	53,250	53,300	2365	1227	2464	1974	56,250	56,300	2614	1497	2614	2244			
50,300	50,350	2085	917	2200	1707	53,300	53,350	2368	1230	2466	1977	56,300	56,350	2616	1500	2616	2247			
50,350	50,400	2087	919	2203	1709	53,350	53,400	2370	1232	2469	1979	56,350	56,400	2619	1502	2619	2249			
50,400	50,450	2089	921	2205	1711	53,400	53,450	2372	1234	2471	1981	56,400	56,450	2621	1504	2621	2251			
50,450	50,500	2091	923	2208	1713	53,450	53,500	2375	1236	2474	1983	56,450	56,500	2624	1506	2624	2253			
50,500	50,550	2117	936	2233	1716	53,500	53,550	2402	1239	2476	1986	56,500	56,550	2626	1509	2626	2256			
50,550	50,600	2119	939	2236	1718	53,550	53,600	2404	1241	2479	1988	56,550	56,600	2629	1511	2629	2258			
50,600	50,650	2121	941	2238	1720	53,600	53,650	2407	1243	2481	1990	56,600	56,650	2631	1513	2631	2260			
50,650	50,700	2124	943	2240	1722	53,650	53,700	2409	1245	2484	1992	56,650	56,700	2634	1515	2634	2262			
50,700	50,750	2126	945	2243	1725	53,700	53,750	2412	1248	2486	1995	56,700	56,750	2636	1518	2636	2265			
50,750	50,800	2128	947	2245	1727	53,750	53,800	2414	1250	2489	1997	56,750	56,800	2639	1520	2639	2267			
50,800	50,850	2131	949	2248	1729	53,800	53,850	2417	1252	2491	1999	56,800	56,850	2641	1522	2641	2269			
50,850	50,900	2133	952	2250	1731	53,850	53,900	2419	1254	2494	2001	56,850	56,900	2644	1524	2644	2271			
50,900	50,950	2135	954	2252	1734	53,900	53,950	2421	1257	2496	2004	56,900	56,950	2646	1527	2646	2274			
50,950	51,000	2137	956	2255	1736	53,950	54,000	2424	1259	2499	2006	56,950	57,000	2649	1529	2649	2276			

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NR/PY - Line 7

2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED

If CT AGI is ...**		And you are				If CT AGI is**		And you are				If CT AGI is**		And you are			
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household
\$57,000						\$60,000						\$63,000					
57,000	57,050	2651	1576	2651	2278	60,000	60,050	2801	1846	2801	2413	63,000	63,050	2951	2116	2951	2548
57,050	57,100	2654	1578	2654	2280	60,050	60,100	2804	1848	2804	2415	63,050	63,100	2954	2118	2954	2550
57,100	57,150	2656	1581	2656	2283	60,100	60,150	2806	1851	2806	2418	63,100	63,150	2956	2121	2956	2553
57,150	57,200	2659	1583	2659	2285	60,150	60,200	2809	1853	2809	2420	63,150	63,200	2959	2123	2959	2555
57,200	57,250	2661	1585	2661	2287	60,200	60,250	2811	1855	2811	2422	63,200	63,250	2961	2125	2961	2557
57,250	57,300	2664	1587	2664	2289	60,250	60,300	2814	1857	2814	2424	63,250	63,300	2964	2127	2964	2559
57,300	57,350	2666	1590	2666	2292	60,300	60,350	2816	1860	2816	2427	63,300	63,350	2966	2130	2966	2562
57,350	57,400	2669	1592	2669	2294	60,350	60,400	2819	1862	2819	2429	63,350	63,400	2969	2132	2969	2564
57,400	57,450	2671	1594	2671	2296	60,400	60,450	2821	1864	2821	2431	63,400	63,450	2971	2134	2971	2566
57,450	57,500	2674	1596	2674	2298	60,450	60,500	2824	1866	2824	2433	63,450	63,500	2974	2136	2974	2568
57,500	57,550	2676	1599	2676	2301	60,500	60,550	2826	1869	2826	2436	63,500	63,550	2976	2139	2976	2571
57,550	57,600	2679	1601	2679	2303	60,550	60,600	2829	1871	2829	2438	63,550	63,600	2979	2141	2979	2573
57,600	57,650	2681	1603	2681	2305	60,600	60,650	2831	1873	2831	2440	63,600	63,650	2981	2143	2981	2575
57,650	57,700	2684	1605	2684	2307	60,650	60,700	2834	1875	2834	2442	63,650	63,700	2984	2145	2984	2577
57,700	57,750	2686	1608	2686	2310	60,700	60,750	2836	1878	2836	2445	63,700	63,750	2986	2148	2986	2580
57,750	57,800	2689	1610	2689	2312	60,750	60,800	2839	1880	2839	2447	63,750	63,800	2989	2150	2989	2582
57,800	57,850	2691	1612	2691	2314	60,800	60,850	2841	1882	2841	2449	63,800	63,850	2991	2152	2991	2584
57,850	57,900	2694	1614	2694	2316	60,850	60,900	2844	1884	2844	2451	63,850	63,900	2994	2154	2994	2586
57,900	57,950	2696	1617	2696	2319	60,900	60,950	2846	1887	2846	2454	63,900	63,950	2996	2157	2996	2589
57,950	58,000	2699	1619	2699	2321	60,950	61,000	2849	1889	2849	2456	63,950	64,000	2999	2159	2999	2591
\$58,000						\$61,000						\$64,000					
58,000	58,050	2701	1666	2701	2323	61,000	61,050	2851	1936	2851	2458	64,000	64,050	3001	2206	3001	2593
58,050	58,100	2704	1668	2704	2325	61,050	61,100	2854	1938	2854	2460	64,050	64,100	3004	2208	3004	2595
58,100	58,150	2706	1671	2706	2328	61,100	61,150	2856	1941	2856	2463	64,100	64,150	3006	2211	3006	2598
58,150	58,200	2709	1673	2709	2330	61,150	61,200	2859	1943	2859	2465	64,150	64,200	3009	2213	3009	2600
58,200	58,250	2711	1675	2711	2332	61,200	61,250	2861	1945	2861	2467	64,200	64,250	3011	2215	3011	2602
58,250	58,300	2714	1677	2714	2334	61,250	61,300	2864	1947	2864	2469	64,250	64,300	3014	2217	3014	2604
58,300	58,350	2716	1680	2716	2337	61,300	61,350	2866	1950	2866	2472	64,300	64,350	3016	2220	3016	2607
58,350	58,400	2719	1682	2719	2339	61,350	61,400	2869	1952	2869	2474	64,350	64,400	3019	2222	3019	2609
58,400	58,450	2721	1684	2721	2341	61,400	61,450	2871	1954	2871	2476	64,400	64,450	3021	2224	3021	2611
58,450	58,500	2724	1686	2724	2343	61,450	61,500	2874	1956	2874	2478	64,450	64,500	3024	2226	3024	2613
58,500	58,550	2726	1689	2726	2346	61,500	61,550	2876	1959	2876	2481	64,500	64,550	3026	2229	3026	2616
58,550	58,600	2729	1691	2729	2348	61,550	61,600	2879	1961	2879	2483	64,550	64,600	3029	2231	3029	2618
58,600	58,650	2731	1693	2731	2350	61,600	61,650	2881	1963	2881	2485	64,600	64,650	3031	2233	3031	2620
58,650	58,700	2734	1695	2734	2352	61,650	61,700	2884	1965	2884	2487	64,650	64,700	3034	2235	3034	2622
58,700	58,750	2736	1698	2736	2355	61,700	61,750	2886	1968	2886	2490	64,700	64,750	3036	2238	3036	2625
58,750	58,800	2739	1700	2739	2357	61,750	61,800	2889	1970	2889	2492	64,750	64,800	3039	2240	3039	2627
58,800	58,850	2741	1702	2741	2359	61,800	61,850	2891	1972	2891	2494	64,800	64,850	3041	2242	3041	2629
58,850	58,900	2744	1704	2744	2361	61,850	61,900	2894	1974	2894	2496	64,850	64,900	3044	2244	3044	2631
58,900	58,950	2746	1707	2746	2364	61,900	61,950	2896	1977	2896	2499	64,900	64,950	3046	2247	3046	2634
58,950	59,000	2749	1709	2749	2366	61,950	62,000	2899	1979	2899	2501	64,950	65,000	3049	2249	3049	2636
\$59,000						\$62,000						\$65,000					
59,000	59,050	2751	1756	2751	2368	62,000	62,050	2901	2026	2901	2503	65,000	65,050	3051	2296	3051	2638
59,050	59,100	2754	1758	2754	2370	62,050	62,100	2904	2028	2904	2505	65,050	65,100	3054	2298	3054	2640
59,100	59,150	2756	1761	2756	2373	62,100	62,150	2906	2031	2906	2508	65,100	65,150	3056	2301	3056	2643
59,150	59,200	2759	1763	2759	2375	62,150	62,200	2909	2033	2909	2510	65,150	65,200	3059	2303	3059	2645
59,200	59,250	2761	1765	2761	2377	62,200	62,250	2911	2035	2911	2512	65,200	65,250	3061	2305	3061	2647
59,250	59,300	2764	1767	2764	2379	62,250	62,300	2914	2037	2914	2514	65,250	65,300	3064	2307	3064	2649
59,300	59,350	2766	1770	2766	2382	62,300	62,350	2916	2040	2916	2517	65,300	65,350	3066	2310	3066	2652
59,350	59,400	2769	1772	2769	2384	62,350	62,400	2919	2042	2919	2519	65,350	65,400	3069	2312	3069	2654
59,400	59,450	2771	1774	2771	2386	62,400	62,450	2921	2044	2921	2521	65,400	65,450	3071	2314	3071	2656
59,450	59,500	2774	1776	2774	2388	62,450	62,500	2924	2046	2924	2523	65,450	65,500	3074	2316	3074	2658
59,500	59,550	2776	1779	2776	2391	62,500	62,550	2926	2049	2926	2526	65,500	65,550	3076	2319	3076	2661
59,550	59,600	2779	1781	2779	2393	62,550	62,600	2929	2051	2929	2528	65,550	65,600	3079	2321	3079	2663
59,600	59,650	2781	1783	2781	2395	62,600	62,650	2931	2053	2931	2530	65,600	65,650	3081	2323	3081	2665
59,650	59,700	2784	1785	2784	2397	62,650	62,700	2934	2055	2934	2532	65,650	65,700	3084	2325	3084	2667
59,700	59,750	2786	1788	2786	2400	62,700	62,750	2936	2058	2936	2535	65,700	65,750	3086	2328	3086	2670
59,750	59,800	2789	1790	2789	2402	62,750	62,800	2939	2060	2939	2537	65,750	65,800	3089	2330	3089	2672
59,800	59,850	2791	1792	2791	2404	62,800	62,850	2941	2062	2941	2539	65,800	65,850	3091	2332	3091	2674
59,850	59,900	2794	1794	2794	2406	62,850	62,900	2944	2064	2944	2541	65,850	65,900	3094	2334	3094	2676
59,900	59,950	2796	1797	2796	2409	62,900	62,950	2946	2067	2946	2544	65,900	65,950	3096	2337	3096	2679
59,950	60,000	2799	1799	2799	2411	62,950	63,000	2949	2069	2949	2546	65,950	66,000	3099	2339	3099	2681

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NR/PY - Line 7

2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED

If CT AGI is ... **		And you are				If CT AGI is ... **		And you are				If CT AGI is ... **		And you are			
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household
\$66,000						\$69,000						\$72,000					
66,000	66,050	3101	2386	3101	2683	69,000	69,050	3251	2656	3251	2818	72,000	72,050	3401	2881	3401	2953
66,050	66,100	3104	2388	3104	2685	69,050	69,100	3254	2658	3254	2820	72,050	72,100	3404	2883	3404	2955
66,100	66,150	3106	2391	3106	2688	69,100	69,150	3256	2661	3256	2823	72,100	72,150	3406	2886	3406	2958
66,150	66,200	3109	2393	3109	2690	69,150	69,200	3259	2663	3259	2825	72,150	72,200	3409	2888	3409	2960
66,200	66,250	3111	2395	3111	2692	69,200	69,250	3261	2665	3261	2827	72,200	72,250	3411	2890	3411	2962
66,250	66,300	3114	2397	3114	2694	69,250	69,300	3264	2667	3264	2829	72,250	72,300	3414	2892	3414	2964
66,300	66,350	3116	2400	3116	2697	69,300	69,350	3266	2670	3266	2832	72,300	72,350	3416	2895	3416	2967
66,350	66,400	3119	2402	3119	2699	69,350	69,400	3269	2672	3269	2834	72,350	72,400	3419	2897	3419	2969
66,400	66,450	3121	2404	3121	2701	69,400	69,450	3271	2674	3271	2836	72,400	72,450	3421	2899	3421	2971
66,450	66,500	3124	2406	3124	2703	69,450	69,500	3274	2676	3274	2838	72,450	72,500	3424	2901	3424	2973
66,500	66,550	3126	2409	3126	2706	69,500	69,550	3276	2679	3276	2841	72,500	72,550	3426	2904	3426	2976
66,550	66,600	3129	2411	3129	2708	69,550	69,600	3279	2681	3279	2843	72,550	72,600	3429	2906	3429	2978
66,600	66,650	3131	2413	3131	2710	69,600	69,650	3281	2683	3281	2845	72,600	72,650	3431	2908	3431	2980
66,650	66,700	3134	2415	3134	2712	69,650	69,700	3284	2685	3284	2847	72,650	72,700	3434	2910	3434	2982
66,700	66,750	3136	2418	3136	2715	69,700	69,750	3286	2688	3286	2850	72,700	72,750	3436	2913	3436	2985
66,750	66,800	3139	2420	3139	2717	69,750	69,800	3289	2690	3289	2852	72,750	72,800	3439	2915	3439	2987
66,800	66,850	3141	2422	3141	2719	69,800	69,850	3291	2692	3291	2854	72,800	72,850	3441	2917	3441	2989
66,850	66,900	3144	2424	3144	2721	69,850	69,900	3294	2694	3294	2856	72,850	72,900	3444	2919	3444	2991
66,900	66,950	3146	2427	3146	2724	69,900	69,950	3296	2697	3296	2859	72,900	72,950	3446	2922	3446	2994
66,950	67,000	3149	2429	3149	2726	69,950	70,000	3299	2699	3299	2861	72,950	73,000	3449	2924	3449	2996
\$67,000						\$70,000						\$73,000					
67,000	67,050	3151	2476	3151	2728	70,000	70,050	3301	2746	3301	2863	73,000	73,050	3451	2926	3451	2998
67,050	67,100	3154	2478	3154	2730	70,050	70,100	3304	2748	3304	2865	73,050	73,100	3454	2928	3454	3000
67,100	67,150	3156	2481	3156	2733	70,100	70,150	3306	2751	3306	2868	73,100	73,150	3456	2931	3456	3003
67,150	67,200	3159	2483	3159	2735	70,150	70,200	3309	2753	3309	2870	73,150	73,200	3459	2933	3459	3005
67,200	67,250	3161	2485	3161	2737	70,200	70,250	3311	2755	3311	2872	73,200	73,250	3461	2935	3461	3007
67,250	67,300	3164	2487	3164	2739	70,250	70,300	3314	2757	3314	2874	73,250	73,300	3464	2937	3464	3009
67,300	67,350	3166	2490	3166	2742	70,300	70,350	3316	2760	3316	2877	73,300	73,350	3466	2940	3466	3012
67,350	67,400	3169	2492	3169	2744	70,350	70,400	3319	2762	3319	2879	73,350	73,400	3469	2942	3469	3014
67,400	67,450	3171	2494	3171	2746	70,400	70,450	3321	2764	3321	2881	73,400	73,450	3471	2944	3471	3016
67,450	67,500	3174	2496	3174	2748	70,450	70,500	3324	2766	3324	2883	73,450	73,500	3474	2946	3474	3018
67,500	67,550	3176	2499	3176	2751	70,500	70,550	3326	2769	3326	2886	73,500	73,550	3476	2949	3476	3021
67,550	67,600	3179	2501	3179	2753	70,550	70,600	3329	2771	3329	2888	73,550	73,600	3479	2951	3479	3023
67,600	67,650	3181	2503	3181	2755	70,600	70,650	3331	2773	3331	2890	73,600	73,650	3481	2953	3481	3025
67,650	67,700	3184	2505	3184	2757	70,650	70,700	3334	2775	3334	2892	73,650	73,700	3484	2955	3484	3027
67,700	67,750	3186	2508	3186	2760	70,700	70,750	3336	2778	3336	2895	73,700	73,750	3486	2958	3486	3030
67,750	67,800	3189	2510	3189	2762	70,750	70,800	3339	2780	3339	2897	73,750	73,800	3489	2960	3489	3032
67,800	67,850	3191	2512	3191	2764	70,800	70,850	3341	2782	3341	2899	73,800	73,850	3491	2962	3491	3034
67,850	67,900	3194	2514	3194	2766	70,850	70,900	3344	2784	3344	2901	73,850	73,900	3494	2964	3494	3036
67,900	67,950	3196	2517	3196	2769	70,900	70,950	3346	2787	3346	2904	73,900	73,950	3496	2967	3496	3039
67,950	68,000	3199	2519	3199	2771	70,950	71,000	3349	2789	3349	2906	73,950	74,000	3499	2969	3499	3041
\$68,000						\$71,000						\$74,000					
68,000	68,050	3201	2566	3201	2773	71,000	71,050	3351	2836	3351	2908	74,000	74,050	3501	2971	3501	3077
68,050	68,100	3204	2568	3204	2775	71,050	71,100	3354	2838	3354	2910	74,050	74,100	3504	2973	3504	3079
68,100	68,150	3206	2571	3206	2778	71,100	71,150	3356	2841	3356	2913	74,100	74,150	3506	2976	3506	3081
68,150	68,200	3209	2573	3209	2780	71,150	71,200	3359	2843	3359	2915	74,150	74,200	3509	2978	3509	3084
68,200	68,250	3211	2575	3211	2782	71,200	71,250	3361	2845	3361	2917	74,200	74,250	3511	2980	3511	3086
68,250	68,300	3214	2577	3214	2784	71,250	71,300	3364	2847	3364	2919	74,250	74,300	3514	2982	3514	3088
68,300	68,350	3216	2580	3216	2787	71,300	71,350	3366	2850	3366	2922	74,300	74,350	3516	2985	3516	3091
68,350	68,400	3219	2582	3219	2789	71,350	71,400	3369	2852	3369	2924	74,350	74,400	3519	2987	3519	3093
68,400	68,450	3221	2584	3221	2791	71,400	71,450	3371	2854	3371	2926	74,400	74,450	3521	2989	3521	3095
68,450	68,500	3224	2586	3224	2793	71,450	71,500	3374	2856	3374	2928	74,450	74,500	3524	2991	3524	3097
68,500	68,550	3226	2589	3226	2796	71,500	71,550	3376	2859	3376	2931	74,500	74,550	3526	2994	3526	3134
68,550	68,600	3229	2591	3229	2798	71,550	71,600	3379	2861	3379	2933	74,550	74,600	3529	2996	3529	3136
68,600	68,650	3231	2593	3231	2800	71,600	71,650	3381	2863	3381	2935	74,600	74,650	3531	2998	3531	3138
68,650	68,700	3234	2595	3234	2802	71,650	71,700	3384	2865	3384	2937	74,650	74,700	3534	3000	3534	3141
68,700	68,750	3236	2598	3236	2805	71,700	71,750	3386	2868	3386	2940	74,700	74,750	3536	3003	3536	3143
68,750	68,800	3239	2600	3239	2807	71,750	71,800	3389	2870	3389	2942	74,750	74,800	3539	3005	3539	3145
68,800	68,850	3241	2602	3241	2809	71,800	71,850	3391	2872	3391	2944	74,800	74,850	3541	3007	3541	3148
68,850	68,900	3244	2604	3244	2811	71,850	71,900	3394	2874	3394	2946	74,850	74,900	3544	3009	3544	3150
68,900	68,950	3246	2607	3246	2814	71,900	71,950	3396	2877	3396	2949	74,900	74,950	3546	3012	3546	3152
68,950	69,000	3249	2609	3249	2816	71,950	72,000	3399	2879	3399	2951	74,950	75,000	3549	3014	3549	3154

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NR/PY - Line 7

2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED

If CT AGI is**		And you are				If CT AGI is**		And you are				If CT AGI is**		And you are			
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household
\$75,000					\$78,000					\$81,000							
75,000	75,050	3551	3016	3551	3191	78,000	78,050	3701	3151	3701	3545	81,000	81,050	3851	3286	3851	3731
75,050	75,100	3554	3018	3554	3193	78,050	78,100	3704	3153	3704	3548	81,050	81,100	3854	3288	3854	3734
75,100	75,150	3556	3021	3556	3196	78,100	78,150	3706	3156	3706	3550	81,100	81,150	3856	3291	3856	3736
75,150	75,200	3559	3023	3559	3198	78,150	78,200	3709	3158	3709	3553	81,150	81,200	3859	3293	3859	3739
75,200	75,250	3561	3025	3561	3200	78,200	78,250	3711	3160	3711	3555	81,200	81,250	3861	3295	3861	3741
75,250	75,300	3564	3027	3564	3203	78,250	78,300	3714	3162	3714	3558	81,250	81,300	3864	3297	3864	3744
75,300	75,350	3566	3030	3566	3205	78,300	78,350	3716	3165	3716	3560	81,300	81,350	3866	3300	3866	3746
75,350	75,400	3569	3032	3569	3207	78,350	78,400	3719	3167	3719	3563	81,350	81,400	3869	3302	3869	3749
75,400	75,450	3571	3034	3571	3210	78,400	78,450	3721	3169	3721	3565	81,400	81,450	3871	3304	3871	3751
75,450	75,500	3574	3036	3574	3212	78,450	78,500	3724	3171	3724	3568	81,450	81,500	3874	3306	3874	3754
75,500	75,550	3576	3039	3576	3214	78,500	78,550	3726	3174	3726	3570	81,500	81,550	3876	3309	3876	3756
75,550	75,600	3579	3041	3579	3216	78,550	78,600	3729	3176	3729	3573	81,550	81,600	3879	3311	3879	3759
75,600	75,650	3581	3043	3581	3218	78,600	78,650	3731	3178	3731	3575	81,600	81,650	3881	3313	3881	3761
75,650	75,700	3584	3045	3584	3220	78,650	78,700	3734	3180	3734	3578	81,650	81,700	3884	3315	3884	3764
75,700	75,750	3586	3048	3586	3222	78,700	78,750	3736	3183	3736	3580	81,700	81,750	3886	3318	3886	3766
75,750	75,800	3589	3050	3589	3224	78,750	78,800	3739	3185	3739	3583	81,750	81,800	3889	3320	3889	3769
75,800	75,850	3591	3052	3591	3226	78,800	78,850	3741	3187	3741	3585	81,800	81,850	3891	3322	3891	3771
75,850	75,900	3594	3054	3594	3228	78,850	78,900	3744	3189	3744	3588	81,850	81,900	3894	3324	3894	3774
75,900	75,950	3596	3057	3596	3230	78,900	78,950	3746	3192	3746	3590	81,900	81,950	3896	3327	3896	3776
75,950	76,000	3599	3059	3599	3232	78,950	79,000	3749	3194	3749	3593	81,950	82,000	3899	3329	3899	3779
\$76,000					\$79,000					\$82,000							
76,000	76,050	3601	3061	3601	3307	79,000	79,050	3751	3196	3751	3631	82,000	82,050	3901	3331	3901	3781
76,050	76,100	3604	3063	3604	3310	79,050	79,100	3754	3198	3754	3634	82,050	82,100	3904	3333	3904	3784
76,100	76,150	3606	3066	3606	3312	79,100	79,150	3756	3201	3756	3636	82,100	82,150	3906	3336	3906	3786
76,150	76,200	3609	3068	3609	3314	79,150	79,200	3759	3203	3759	3639	82,150	82,200	3909	3338	3909	3789
76,200	76,250	3611	3070	3611	3317	79,200	79,250	3761	3205	3761	3641	82,200	82,250	3911	3340	3911	3791
76,250	76,300	3614	3072	3614	3319	79,250	79,300	3764	3207	3764	3644	82,250	82,300	3914	3342	3914	3794
76,300	76,350	3616	3075	3616	3321	79,300	79,350	3766	3210	3766	3646	82,300	82,350	3916	3345	3916	3796
76,350	76,400	3619	3077	3619	3324	79,350	79,400	3769	3212	3769	3649	82,350	82,400	3919	3347	3919	3799
76,400	76,450	3621	3079	3621	3326	79,400	79,450	3771	3214	3771	3651	82,400	82,450	3921	3349	3921	3801
76,450	76,500	3624	3081	3624	3329	79,450	79,500	3774	3216	3774	3654	82,450	82,500	3924	3351	3924	3804
76,500	76,550	3626	3084	3626	3336	79,500	79,550	3776	3219	3776	3656	82,500	82,550	3926	3354	3926	3806
76,550	76,600	3629	3086	3629	3338	79,550	79,600	3779	3221	3779	3659	82,550	82,600	3929	3356	3929	3809
76,600	76,650	3631	3088	3631	3341	79,600	79,650	3781	3223	3781	3661	82,600	82,650	3931	3358	3931	3811
76,650	76,700	3634	3090	3634	3343	79,650	79,700	3784	3225	3784	3664	82,650	82,700	3934	3360	3934	3814
76,700	76,750	3636	3093	3636	3346	79,700	79,750	3786	3228	3786	3666	82,700	82,750	3936	3363	3936	3816
76,750	76,800	3639	3095	3639	3348	79,750	79,800	3789	3230	3789	3669	82,750	82,800	3939	3365	3939	3819
76,800	76,850	3641	3097	3641	3350	79,800	79,850	3791	3232	3791	3671	82,800	82,850	3941	3367	3941	3821
76,850	76,900	3644	3099	3644	3353	79,850	79,900	3794	3234	3794	3674	82,850	82,900	3944	3369	3944	3824
76,900	76,950	3646	3102	3646	3355	79,900	79,950	3796	3237	3796	3676	82,900	82,950	3946	3372	3946	3826
76,950	77,000	3649	3104	3649	3358	79,950	80,000	3799	3239	3799	3679	82,950	83,000	3949	3374	3949	3829
\$77,000					\$80,000					\$83,000							
77,000	77,050	3651	3106	3651	3425	80,000	80,050	3801	3241	3801	3681	83,000	83,050	3951	3376	3951	3831
77,050	77,100	3654	3108	3654	3428	80,050	80,100	3804	3243	3804	3684	83,050	83,100	3954	3378	3954	3834
77,100	77,150	3656	3111	3656	3430	80,100	80,150	3806	3246	3806	3686	83,100	83,150	3956	3381	3956	3836
77,150	77,200	3659	3113	3659	3433	80,150	80,200	3809	3248	3809	3689	83,150	83,200	3959	3383	3959	3839
77,200	77,250	3661	3115	3661	3435	80,200	80,250	3811	3250	3811	3691	83,200	83,250	3961	3385	3961	3841
77,250	77,300	3664	3117	3664	3437	80,250	80,300	3814	3252	3814	3694	83,250	83,300	3964	3387	3964	3844
77,300	77,350	3666	3120	3666	3440	80,300	80,350	3816	3255	3816	3696	83,300	83,350	3966	3390	3966	3846
77,350	77,400	3669	3122	3669	3442	80,350	80,400	3819	3257	3819	3699	83,350	83,400	3969	3392	3969	3849
77,400	77,450	3671	3124	3671	3445	80,400	80,450	3821	3259	3821	3701	83,400	83,450	3971	3394	3971	3851
77,450	77,500	3674	3126	3674	3447	80,450	80,500	3824	3261	3824	3704	83,450	83,500	3974	3396	3974	3854
77,500	77,550	3676	3129	3676	3485	80,500	80,550	3826	3264	3826	3706	83,500	83,550	3976	3399	3976	3856
77,550	77,600	3679	3131	3679	3488	80,550	80,600	3829	3266	3829	3709	83,550	83,600	3979	3401	3979	3859
77,600	77,650	3681	3133	3681	3490	80,600	80,650	3831	3268	3831	3711	83,600	83,650	3981	3403	3981	3861
77,650	77,700	3684	3135	3684	3492	80,650	80,700	3834	3270	3834	3714	83,650	83,700	3984	3405	3984	3864
77,700	77,750	3686	3138	3686	3495	80,700	80,750	3836	3273	3836	3716	83,700	83,750	3986	3408	3986	3866
77,750	77,800	3689	3140	3689	3497	80,750	80,800	3839	3275	3839	3719	83,750	83,800	3989	3410	3989	3869
77,800	77,850	3691	3142	3691	3500	80,800	80,850	3841	3277	3841	3721	83,800	83,850	3991	3412	3991	3871
77,850	77,900	3694	3144	3694	3502	80,850	80,900	3844	3279	3844	3724	83,850	83,900	3994	3414	3994	3874
77,900	77,950	3696	3147	3696	3505	80,900	80,950	3846	3282	3846	3726	83,900	83,950	3996	3417	3996	3876
77,950	78,000	3699	3149	3699	3507	80,950	81,000	3849	3284	3849	3729	83,950	84,000	3999	3419	3999	3879

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NR/PY - Line 7

**2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED**

If CT AGI is**		And you are				If CT AGI is**		And you are				If CT AGI is**		And you are			
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household
\$84,000						\$87,000						\$90,000					
84,000	84,050	4001	3421	4001	3881	87,000	87,050	4151	3556	4151	4031	90,000	90,050	4301	3691	4301	4181
84,050	84,100	4004	3423	4004	3884	87,050	87,100	4154	3558	4154	4034	90,050	90,100	4304	3693	4304	4184
84,100	84,150	4006	3426	4006	3886	87,100	87,150	4156	3561	4156	4036	90,100	90,150	4306	3696	4306	4186
84,150	84,200	4009	3428	4009	3889	87,150	87,200	4159	3563	4159	4039	90,150	90,200	4309	3698	4309	4189
84,200	84,250	4011	3430	4011	3891	87,200	87,250	4161	3565	4161	4041	90,200	90,250	4311	3700	4311	4191
84,250	84,300	4014	3432	4014	3894	87,250	87,300	4164	3567	4164	4044	90,250	90,300	4314	3702	4314	4194
84,300	84,350	4016	3435	4016	3896	87,300	87,350	4166	3570	4166	4046	90,300	90,350	4316	3705	4316	4196
84,350	84,400	4019	3437	4019	3899	87,350	87,400	4169	3572	4169	4049	90,350	90,400	4319	3707	4319	4199
84,400	84,450	4021	3439	4021	3901	87,400	87,450	4171	3574	4171	4051	90,400	90,450	4321	3709	4321	4201
84,450	84,500	4024	3441	4024	3904	87,450	87,500	4174	3576	4174	4054	90,450	90,500	4324	3711	4324	4204
84,500	84,550	4026	3444	4026	3906	87,500	87,550	4176	3579	4176	4056	90,500	90,550	4326	3714	4326	4206
84,550	84,600	4029	3446	4029	3909	87,550	87,600	4179	3581	4179	4059	90,550	90,600	4329	3716	4329	4209
84,600	84,650	4031	3448	4031	3911	87,600	87,650	4181	3583	4181	4061	90,600	90,650	4331	3718	4331	4211
84,650	84,700	4034	3450	4034	3914	87,650	87,700	4184	3585	4184	4064	90,650	90,700	4334	3720	4334	4214
84,700	84,750	4036	3453	4036	3916	87,700	87,750	4186	3588	4186	4066	90,700	90,750	4336	3723	4336	4216
84,750	84,800	4039	3455	4039	3919	87,750	87,800	4189	3590	4189	4069	90,750	90,800	4339	3725	4339	4219
84,800	84,850	4041	3457	4041	3921	87,800	87,850	4191	3592	4191	4071	90,800	90,850	4341	3727	4341	4221
84,850	84,900	4044	3459	4044	3924	87,850	87,900	4194	3594	4194	4074	90,850	90,900	4344	3729	4344	4224
84,900	84,950	4046	3462	4046	3926	87,900	87,950	4196	3597	4196	4076	90,900	90,950	4346	3732	4346	4226
84,950	85,000	4049	3464	4049	3929	87,950	88,000	4199	3599	4199	4079	90,950	91,000	4349	3734	4349	4229
\$85,000						\$88,000						\$91,000					
85,000	85,050	4051	3466	4051	3931	88,000	88,050	4201	3601	4201	4081	91,000	91,050	4351	3736	4351	4231
85,050	85,100	4054	3468	4054	3934	88,050	88,100	4204	3603	4204	4084	91,050	91,100	4354	3738	4354	4234
85,100	85,150	4056	3471	4056	3936	88,100	88,150	4206	3606	4206	4086	91,100	91,150	4356	3741	4356	4236
85,150	85,200	4059	3473	4059	3939	88,150	88,200	4209	3608	4209	4089	91,150	91,200	4359	3743	4359	4239
85,200	85,250	4061	3475	4061	3941	88,200	88,250	4211	3610	4211	4091	91,200	91,250	4361	3745	4361	4241
85,250	85,300	4064	3477	4064	3944	88,250	88,300	4214	3612	4214	4094	91,250	91,300	4364	3747	4364	4244
85,300	85,350	4066	3480	4066	3946	88,300	88,350	4216	3615	4216	4096	91,300	91,350	4366	3750	4366	4246
85,350	85,400	4069	3482	4069	3949	88,350	88,400	4219	3617	4219	4099	91,350	91,400	4369	3752	4369	4249
85,400	85,450	4071	3484	4071	3951	88,400	88,450	4221	3619	4221	4101	91,400	91,450	4371	3754	4371	4251
85,450	85,500	4074	3486	4074	3954	88,450	88,500	4224	3621	4224	4104	91,450	91,500	4374	3756	4374	4254
85,500	85,550	4076	3489	4076	3956	88,500	88,550	4226	3624	4226	4106	91,500	91,550	4376	3759	4376	4256
85,550	85,600	4079	3491	4079	3959	88,550	88,600	4229	3626	4229	4109	91,550	91,600	4379	3761	4379	4259
85,600	85,650	4081	3493	4081	3961	88,600	88,650	4231	3628	4231	4111	91,600	91,650	4381	3763	4381	4261
85,650	85,700	4084	3495	4084	3964	88,650	88,700	4234	3630	4234	4114	91,650	91,700	4384	3765	4384	4264
85,700	85,750	4086	3498	4086	3966	88,700	88,750	4236	3633	4236	4116	91,700	91,750	4386	3768	4386	4266
85,750	85,800	4089	3500	4089	3969	88,750	88,800	4239	3635	4239	4119	91,750	91,800	4389	3770	4389	4269
85,800	85,850	4091	3502	4091	3971	88,800	88,850	4241	3637	4241	4121	91,800	91,850	4391	3772	4391	4271
85,850	85,900	4094	3504	4094	3974	88,850	88,900	4244	3639	4244	4124	91,850	91,900	4394	3774	4394	4274
85,900	85,950	4096	3507	4096	3976	88,900	88,950	4246	3642	4246	4126	91,900	91,950	4396	3777	4396	4276
85,950	86,000	4099	3509	4099	3979	88,950	89,000	4249	3644	4249	4129	91,950	92,000	4399	3779	4399	4279
\$86,000						\$89,000						\$92,000					
86,000	86,050	4101	3511	4101	3981	89,000	89,050	4251	3646	4251	4131	92,000	92,050	4401	3781	4401	4281
86,050	86,100	4104	3513	4104	3984	89,050	89,100	4254	3648	4254	4134	92,050	92,100	4404	3783	4404	4284
86,100	86,150	4106	3516	4106	3986	89,100	89,150	4256	3651	4256	4136	92,100	92,150	4406	3786	4406	4286
86,150	86,200	4109	3518	4109	3989	89,150	89,200	4259	3653	4259	4139	92,150	92,200	4409	3788	4409	4289
86,200	86,250	4111	3520	4111	3991	89,200	89,250	4261	3655	4261	4141	92,200	92,250	4411	3790	4411	4291
86,250	86,300	4114	3522	4114	3994	89,250	89,300	4264	3657	4264	4144	92,250	92,300	4414	3792	4414	4294
86,300	86,350	4116	3525	4116	3996	89,300	89,350	4266	3660	4266	4146	92,300	92,350	4416	3795	4416	4296
86,350	86,400	4119	3527	4119	3999	89,350	89,400	4269	3662	4269	4149	92,350	92,400	4419	3797	4419	4299
86,400	86,450	4121	3529	4121	4001	89,400	89,450	4271	3664	4271	4151	92,400	92,450	4421	3799	4421	4301
86,450	86,500	4124	3531	4124	4004	89,450	89,500	4274	3666	4274	4154	92,450	92,500	4424	3801	4424	4304
86,500	86,550	4126	3534	4126	4006	89,500	89,550	4276	3669	4276	4156	92,500	92,550	4426	3804	4426	4306
86,550	86,600	4129	3536	4129	4009	89,550	89,600	4279	3671	4279	4159	92,550	92,600	4429	3806	4429	4309
86,600	86,650	4131	3538	4131	4011	89,600	89,650	4281	3673	4281	4161	92,600	92,650	4431	3808	4431	4311
86,650	86,700	4134	3540	4134	4014	89,650	89,700	4284	3675	4284	4164	92,650	92,700	4434	3810	4434	4314
86,700	86,750	4136	3543	4136	4016	89,700	89,750	4286	3678	4286	4166	92,700	92,750	4436	3813	4436	4316
86,750	86,800	4139	3545	4139	4019	89,750	89,800	4289	3680	4289	4169	92,750	92,800	4439	3815	4439	4319
86,800	86,850	4141	3547	4141	4021	89,800	89,850	4291	3682	4291	4171	92,800	92,850	4441	3817	4441	4321
86,850	86,900	4144	3549	4144	4024	89,850	89,900	4294	3684	4294	4174	92,850	92,900	4444	3819	4444	4324
86,900	86,950	4146	3552	4146	4026	89,900	89,950	4296	3687	4296	4176	92,900	92,950	4446	3822	4446	4326
86,950	87,000	4149	3554	4149	4029	89,950	90,000	4299	3689	4299	4179	92,950	93,000	4449	3824	4449	4329

* This column must also be used by a qualifying widow(er)

Continued on the next page

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NRPY - Line 7

2004 CONNECTICUT INCOME TAX TABLES
ALL EXEMPTIONS AND CREDITS ARE INCLUDED

If CT AGI Is**		And you are					If CT AGI Is**		And you are					If CT AGI Is**		And you are				
More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household	More Than	Less Than or Equal To	Single	Married Filing Jointly *	Married Filing Separately	Head of Household			
\$93,000						\$96,000						\$99,000								
93,000	93,050	4451	3826	4451	4331	96,000	96,050	4601	4005	4601	4481	99,000	99,050	4751	4415	4751	4631			
93,050	93,100	4454	3828	4454	4334	96,050	96,100	4604	4007	4604	4484	99,050	99,100	4754	4417	4754	4634			
93,100	93,150	4456	3831	4456	4336	96,100	96,150	4606	4010	4606	4486	99,100	99,150	4756	4420	4756	4636			
93,150	93,200	4459	3833	4459	4339	96,150	96,200	4609	4012	4609	4489	99,150	99,200	4759	4422	4759	4639			
93,200	93,250	4461	3835	4461	4341	96,200	96,250	4611	4014	4611	4491	99,200	99,250	4761	4424	4761	4641			
93,250	93,300	4464	3837	4464	4344	96,250	96,300	4614	4017	4614	4494	99,250	99,300	4764	4427	4764	4644			
93,300	93,350	4466	3840	4466	4346	96,300	96,350	4616	4019	4616	4496	99,300	99,350	4766	4429	4766	4646			
93,350	93,400	4469	3842	4469	4349	96,350	96,400	4619	4021	4619	4499	99,350	99,400	4769	4432	4769	4649			
93,400	93,450	4471	3844	4471	4351	96,400	96,450	4621	4023	4621	4501	99,400	99,450	4771	4434	4771	4651			
93,450	93,500	4474	3846	4474	4354	96,450	96,500	4624	4026	4624	4504	99,450	99,500	4774	4437	4774	4654			
93,500	93,550	4476	3849	4476	4356	96,500	96,550	4626	4022	4626	4506	99,500	99,550	4776	4485	4776	4656			
93,550	93,600	4479	3851	4479	4359	96,550	96,600	4629	4074	4629	4509	99,550	99,600	4779	4487	4779	4659			
93,600	93,650	4481	3853	4481	4361	96,600	96,650	4631	4077	4631	4511	99,600	99,650	4781	4490	4781	4661			
93,650	93,700	4484	3855	4484	4364	96,650	96,700	4634	4079	4634	4514	99,650	99,700	4784	4492	4784	4664			
93,700	93,750	4486	3858	4486	4366	96,700	96,750	4636	4081	4636	4516	99,700	99,750	4786	4495	4786	4666			
93,750	93,800	4489	3860	4489	4369	96,750	96,800	4639	4084	4639	4519	99,750	99,800	4789	4497	4789	4669			
93,800	93,850	4491	3862	4491	4371	96,800	96,850	4641	4086	4641	4521	99,800	99,850	4791	4499	4791	4671			
93,850	93,900	4494	3864	4494	4374	96,850	96,900	4644	4088	4644	4524	99,850	99,900	4794	4502	4794	4674			
93,900	93,950	4496	3867	4496	4376	96,900	96,950	4646	4091	4646	4526	99,900	99,950	4796	4504	4796	4676			
93,950	94,000	4499	3869	4499	4379	96,950	97,000	4649	4093	4649	4529	99,950	100,000	4799	4507	4799	4679			
\$94,000						\$97,000						\$100,000								
94,000	94,050	4501	3871	4501	4381	97,000	97,050	4651	4140	4651	4531	100,000	100,050	4801	4555	4801	4681			
94,050	94,100	4504	3873	4504	4384	97,050	97,100	4654	4142	4654	4534	100,050	100,100	4804	4558	4804	4684			
94,100	94,150	4506	3876	4506	4386	97,100	97,150	4656	4144	4656	4536	100,100	100,150	4806	4560	4806	4686			
94,150	94,200	4509	3878	4509	4389	97,150	97,200	4659	4147	4659	4539	100,150	100,200	4809	4563	4809	4689			
94,200	94,250	4511	3880	4511	4391	97,200	97,250	4661	4149	4661	4541	100,200	100,250	4811	4565	4811	4691			
94,250	94,300	4514	3882	4514	4394	97,250	97,300	4664	4151	4664	4544	100,250	100,300	4814	4568	4814	4694			
94,300	94,350	4516	3885	4516	4396	97,300	97,350	4666	4154	4666	4546	100,300	100,350	4816	4570	4816	4696			
94,350	94,400	4519	3887	4519	4399	97,350	97,400	4669	4156	4669	4549	100,350	100,400	4819	4573	4819	4699			
94,400	94,450	4521	3889	4521	4401	97,400	97,450	4671	4158	4671	4551	100,400	100,450	4821	4575	4821	4701			
94,450	94,500	4524	3891	4524	4404	97,450	97,500	4674	4161	4674	4554	100,450	100,500	4824	4578	4824	4704			
94,500	94,550	4526	3894	4526	4406	97,500	97,550	4676	4208	4676	4556	100,500	100,550	4826	4626	4826	4706			
94,550	94,600	4529	3896	4529	4409	97,550	97,600	4679	4210	4679	4559	100,550	100,600	4829	4629	4829	4709			
94,600	94,650	4531	3898	4531	4411	97,600	97,650	4681	4212	4681	4561	100,600	100,650	4831	4631	4831	4711			
94,650	94,700	4534	3900	4534	4414	97,650	97,700	4684	4215	4684	4564	100,650	100,700	4834	4634	4834	4714			
94,700	94,750	4536	3903	4536	4416	97,700	97,750	4686	4217	4686	4566	100,700	100,750	4836	4636	4836	4716			
94,750	94,800	4539	3905	4539	4419	97,750	97,800	4689	4219	4689	4569	100,750	100,800	4839	4639	4839	4719			
94,800	94,850	4541	3907	4541	4421	97,800	97,850	4691	4222	4691	4571	100,800	100,850	4841	4641	4841	4721			
94,850	94,900	4544	3909	4544	4424	97,850	97,900	4694	4224	4694	4574	100,850	100,900	4844	4644	4844	4724			
94,900	94,950	4546	3912	4546	4426	97,900	97,950	4696	4226	4696	4576	100,900	100,950	4846	4646	4846	4726			
94,950	95,000	4549	3914	4549	4429	97,950	98,000	4699	4229	4699	4579	100,950	101,000	4849	4649	4849	4729			
\$95,000						\$98,000						\$101,000								
95,000	95,050	4551	3916	4551	4431	98,000	98,050	4701	4276	4701	4581	101,000	101,050	4851	4651	4851	4731			
95,050	95,100	4554	3918	4554	4434	98,050	98,100	4704	4279	4704	4584	101,050	101,100	4854	4654	4854	4734			
95,100	95,150	4556	3921	4556	4436	98,100	98,150	4706	4281	4706	4586	101,100	101,150	4856	4656	4856	4736			
95,150	95,200	4559	3923	4559	4439	98,150	98,200	4709	4283	4709	4589	101,150	101,200	4859	4659	4859	4739			
95,200	95,250	4561	3925	4561	4441	98,200	98,250	4711	4286	4711	4591	101,200	101,250	4861	4661	4861	4741			
95,250	95,300	4564	3927	4564	4444	98,250	98,300	4714	4288	4714	4594	101,250	101,300	4864	4664	4864	4744			
95,300	95,350	4566	3930	4566	4446	98,300	98,350	4716	4290	4716	4596	101,300	101,350	4866	4666	4866	4746			
95,350	95,400	4569	3932	4569	4449	98,350	98,400	4719	4293	4719	4599	101,350	101,400	4869	4669	4869	4749			
95,400	95,450	4571	3934	4571	4451	98,400	98,450	4721	4295	4721	4601	101,400	101,450	4871	4671	4871	4751			
95,450	95,500	4574	3936	4574	4454	98,450	98,500	4724	4298	4724	4604	101,450	101,500	4874	4674	4874	4754			
95,500	95,550	4576	3939	4576	4456	98,500	98,550	4726	4345	4726	4606	101,500	101,550	4876	4676	4876	4756			
95,550	95,600	4579	3941	4579	4459	98,550	98,600	4729	4348	4729	4609	101,550	101,600	4879	4679	4879	4759			
95,600	95,650	4581	3943	4581	4461	98,600	98,650	4731	4350	4731	4611	101,600	101,650	4881	4681	4881	4761			
95,650	95,700	4584	3945	4584	4464	98,650	98,700	4734	4352	4734	4614	101,650	101,700	4884	4684	4884	4764			
95,700	95,750	4586	3948	4586	4466	98,700	98,750	4736	4355	4736	4616	101,700	101,750	4886	4686	4886	4766			
95,750	95,800	4589	3950	4589	4469	98,750	98,800	4739	4357	4739	4619	101,750	101,800	4889	4689	4889	4769			
95,800	95,850	4591	3952	4591	4471	98,800	98,850	4741	4360	4741	4621	101,800	101,850	4891	4691	4891	4771			
95,850	95,900	4594	3954	4594	4474	98,850	98,900	4744	4362	4744	4624	101,850	101,900	4894	4694	4894	4774			
95,900	95,950	4596	3957	4596	4476	98,900	98,950	4746	4364	4746	4626	101,900	101,950	4896	4696	4896	4776			
95,950	96,000	4599	3959	4599	4479	98,950	99,000	4749	4367	4749	4629	101,950	102,000	4899	4699	4899	4779			

* This column must also be used by a qualifying widow(er)

\$102,000 + USE TAX CALCULATION SCHEDULE

**Form CT-1040EZ - Line 3; Form CT-1040 - Line 5; Form CT-1040NR/PY - Line 7

TAX CALCULATION SCHEDULE

1. Enter CONNECTICUT AGI (Form CT-1040EZ, Line 3, Form CT-1040, Line 5, Form CT-1040NR/PY, Line 7)	1	00
2. Enter Personal Exemption (From Table A, Exemptions)	2	00
3. Connecticut Taxable Income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3	00
4. Connecticut Income Tax (See Table B, Connecticut Income Tax)	4	00
5. Enter Decimal Amount (From Table C, Personal Tax Credits). If zero, enter "0."	5	
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6	00
7. INCOME TAX (Subtract Line 6 from Line 4). Enter this amount on Form CT-1040EZ, Line 4, Form CT-1040, Line 6, Form CT-1040NR/PY, Line 8	7	00

***Important:** Form CT-1040NR/PY filers must enter income from Connecticut sources if it exceeds Connecticut adjusted gross income.



Need help completing this schedule?
Visit the DRS Web site at www.ct.gov/DRS
and have your income tax instantly calculated for you.

TABLE A - EXEMPTIONS FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of your return and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your exemption.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$ 0	\$25,250	\$12,625	\$ 0	\$48,000	\$24,000	\$ 0	\$24,000	\$12,000	\$ 0	\$38,000	\$19,000
\$25,250	\$26,250	\$11,625	\$48,000	\$49,000	\$23,000	\$24,000	\$25,000	\$11,000	\$38,000	\$39,000	\$18,000
\$26,250	\$27,250	\$10,625	\$49,000	\$50,000	\$22,000	\$25,000	\$26,000	\$10,000	\$39,000	\$40,000	\$17,000
\$27,250	\$28,250	\$ 9,625	\$50,000	\$51,000	\$21,000	\$26,000	\$27,000	\$ 9,000	\$40,000	\$41,000	\$16,000
\$28,250	\$29,250	\$ 8,625	\$51,000	\$52,000	\$20,000	\$27,000	\$28,000	\$ 8,000	\$41,000	\$42,000	\$15,000
\$29,250	\$30,250	\$ 7,625	\$52,000	\$53,000	\$19,000	\$28,000	\$29,000	\$ 7,000	\$42,000	\$43,000	\$14,000
\$30,250	\$31,250	\$ 6,625	\$53,000	\$54,000	\$18,000	\$29,000	\$30,000	\$ 6,000	\$43,000	\$44,000	\$13,000
\$31,250	\$32,250	\$ 5,625	\$54,000	\$55,000	\$17,000	\$30,000	\$31,000	\$ 5,000	\$44,000	\$45,000	\$12,000
\$32,250	\$33,250	\$ 4,625	\$55,000	\$56,000	\$16,000	\$31,000	\$32,000	\$ 4,000	\$45,000	\$46,000	\$11,000
\$33,250	\$34,250	\$ 3,625	\$56,000	\$57,000	\$15,000	\$32,000	\$33,000	\$ 3,000	\$46,000	\$47,000	\$10,000
\$34,250	\$35,250	\$ 2,625	\$57,000	\$58,000	\$14,000	\$33,000	\$34,000	\$ 2,000	\$47,000	\$48,000	\$ 9,000
\$35,250	\$36,250	\$ 1,625	\$58,000	\$59,000	\$13,000	\$34,000	\$35,000	\$ 1,000	\$48,000	\$49,000	\$ 8,000
\$36,250	\$37,250	\$ 625	\$59,000	\$60,000	\$12,000	\$35,000	and up	\$ 0	\$49,000	\$50,000	\$ 7,000
\$37,250	and up	\$ 0	\$60,000	\$61,000	\$11,000				\$50,000	\$51,000	\$ 6,000
			\$61,000	\$62,000	\$10,000				\$51,000	\$52,000	\$ 5,000
			\$62,000	\$63,000	\$ 9,000				\$52,000	\$53,000	\$ 4,000
			\$63,000	\$64,000	\$ 8,000				\$53,000	\$54,000	\$ 3,000
			\$64,000	\$65,000	\$ 7,000				\$54,000	\$55,000	\$ 2,000
			\$65,000	\$66,000	\$ 6,000				\$55,000	\$56,000	\$ 1,000
			\$66,000	\$67,000	\$ 5,000				\$56,000	and up	\$ 0
			\$67,000	\$68,000	\$ 4,000						
			\$68,000	\$69,000	\$ 3,000						
			\$69,000	\$70,000	\$ 2,000						
			\$70,000	\$71,000	\$ 1,000						
			\$71,000	and up	\$ 0						

TABLE B - CONNECTICUT INCOME TAX FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of your return.

Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household
If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$10,000, multiply by .03. More than \$10,000, multiply the excess over \$10,000 by .05 and add \$300.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$20,000, multiply by .03. More than \$20,000, multiply the excess over \$20,000 by .05 and add \$600.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$16,000, multiply by .03. More than \$16,000, multiply the excess over \$16,000 by .05 and add \$480.00.
EXAMPLE: If the amount on Line 3 is \$13,000 enter \$450.00 on Line 4. \$13,000 - \$10,000 = \$3,000 \$3,000 x .05 = \$150.00 \$150.00 + \$300.00 = \$450.00	EXAMPLE: If the amount on Line 3 is \$22,500 enter \$725.00 on Line 4. \$22,500 - \$20,000 = \$2,500 \$2,500 x .05 = \$125.00 \$125.00 + \$600.00 = \$725.00	EXAMPLE: If the amount on Line 3 is \$20,000 enter \$680.00 on Line 4. \$20,000 - \$16,000 = \$4,000 \$4,000 x .05 = \$200.00 \$200.00 + \$480.00 = \$680.00

TABLE C - PERSONAL TAX CREDITS FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of your return and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your decimal amount.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$12,625	\$15,750	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,750	\$16,250	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,250	\$16,750	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,750	\$17,250	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,250	\$17,750	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,750	\$18,250	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,250	\$18,750	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,750	\$19,250	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,250	\$21,050	.35	\$33,500	\$40,000	.35	\$18,500	\$20,000	.35	\$27,500	\$34,000	.35
\$21,050	\$21,550	.30	\$40,000	\$40,500	.30	\$20,000	\$20,500	.30	\$34,000	\$34,500	.30
\$21,550	\$22,050	.25	\$40,500	\$41,000	.25	\$20,500	\$21,000	.25	\$34,500	\$35,000	.25
\$22,050	\$22,550	.20	\$41,000	\$41,500	.20	\$21,000	\$21,500	.20	\$35,000	\$35,500	.20
\$22,550	\$26,300	.15	\$41,500	\$50,000	.15	\$21,500	\$25,000	.15	\$35,500	\$44,000	.15
\$26,300	\$26,800	.14	\$50,000	\$50,500	.14	\$25,000	\$25,500	.14	\$44,000	\$44,500	.14
\$26,800	\$27,300	.13	\$50,500	\$51,000	.13	\$25,500	\$26,000	.13	\$44,500	\$45,000	.13
\$27,300	\$27,800	.12	\$51,000	\$51,500	.12	\$26,000	\$26,500	.12	\$45,000	\$45,500	.12
\$27,800	\$28,300	.11	\$51,500	\$52,000	.11	\$26,500	\$27,000	.11	\$45,500	\$46,000	.11
\$28,300	\$50,500	.10	\$52,000	\$96,000	.10	\$27,000	\$48,000	.10	\$46,000	\$74,000	.10
\$50,500	\$51,000	.09	\$96,000	\$96,500	.09	\$48,000	\$48,500	.09	\$74,000	\$74,500	.09
\$51,000	\$51,500	.08	\$96,500	\$97,000	.08	\$48,500	\$49,000	.08	\$74,500	\$75,000	.08
\$51,500	\$52,000	.07	\$97,000	\$97,500	.07	\$49,000	\$49,500	.07	\$75,000	\$75,500	.07
\$52,000	\$52,500	.06	\$97,500	\$98,000	.06	\$49,500	\$50,000	.06	\$75,500	\$76,000	.06
\$52,500	\$53,000	.05	\$98,000	\$98,500	.05	\$50,000	\$50,500	.05	\$76,000	\$76,500	.05
\$53,000	\$53,500	.04	\$98,500	\$99,000	.04	\$50,500	\$51,000	.04	\$76,500	\$77,000	.04
\$53,500	\$54,000	.03	\$99,000	\$99,500	.03	\$51,000	\$51,500	.03	\$77,000	\$77,500	.03
\$54,000	\$54,500	.02	\$99,500	\$100,000	.02	\$51,500	\$52,000	.02	\$77,500	\$78,000	.02
\$54,500	\$55,000	.01	\$100,000	\$100,500	.01	\$52,000	\$52,500	.01	\$78,000	\$78,500	.01
\$55,000	and up	.00	\$100,500	and up	.00	\$52,500	and up	.00	\$78,500	and up	.00

*Important: Form CT-1040NR/PY filers must enter income from Connecticut sources if it exceeds Connecticut adjusted gross income.

Form CT-1040TCS (Rev. 12/04)

Amended Connecticut Income Tax Return and Instructions

Purpose: Use this form to amend a 2001 Connecticut income tax return for individuals. This form may not be used to amend any other year's return. Do not use this form to amend **Form CT-1041, Form CT-1065, or Form CT-1120SI.**

If **Form CT-1040X** is filed to have an overpayment of Connecticut income tax refunded or credited, it must be filed before the Connecticut statute of limitations expires. Generally, the Connecticut statute of limitations for refunding or crediting any Connecticut income tax overpayment expires three years

after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If you were required to file an amended return, but failed to do so, a penalty may be imposed. Interest will also be assessed on any additional Connecticut income tax not paid on or before the due date.

The following circumstances require the filing of Form CT-1040X:

<p>1. The IRS or federal courts change or correct your federal income tax return, and the change or correction results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>2. You filed a timely amended federal income tax return, and the amendment results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your timely amended federal return. If you file Form CT-1040X no later than 90 days after the date of filing the timely amended federal income tax return, any Connecticut income tax overpayment resulting from filing the timely amended federal income tax return will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>3. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and the tax officials or courts of that qualifying jurisdiction made a change or correction to your income tax return and the change or correction results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>4. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and you filed a timely amended income tax return with that qualifying jurisdiction, and the amendment results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your amended return with the qualifying jurisdiction. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>5. If none of the above circumstances apply, but you made a mistake or omission on your Connecticut income tax return, and the mistake or omission results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than three years after the due date of your return, or if you filed a timely request for an extension of time to file, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.</p>

Do not file **Form CT-1040X** for any of the following reasons:

- To have an overpayment refunded instead of applied to next year's estimated tax or to change contributions made to designated contributions. The elections that you made on your original return cannot be changed by filing **Form CT-1040X**.
- To amend your Connecticut income tax return for an earlier year in order to claim a credit for income tax paid on income which was included in your Connecticut adjusted gross income for that year and which you repaid in a later taxable year. File **Schedule CT-1040CRC, Claim of Right Credit**, with your Connecticut income tax return for the later taxable year.

Financial Disability: If you are financially disabled, as defined in I.R.C. §6511(h)(2), the time for having an overpayment of Connecticut income tax refunded or credited to you is extended for as long as you are financially disabled. You are considered financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not considered financially disabled during any period that your spouse or any other person is authorized to act on your behalf in financial matters.

The Connecticut 2001 Tax Calculation Schedule, instructions for amending your *Schedule 1 - Modifications to Federal Adjusted Gross Income*, and *Schedule 3 - Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle*, are included with this form. Instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, are included in the instructions for **Form CT-1040 and Form CT-1040NR/PY.**

Steps to Completing Form CT-1040X

Step 1 - Refer to your original return and identify all changes that need to be made.

Step 2 - Find corresponding line items on **Form CT-1040X**. Line numbers on **Form CT-1040X** may be different from the line numbers on your original return.

Step 3 - Complete *Schedule 1* if changes will be reported on Line 2 or Line 4 of **Form CT-1040X**. Complete *Schedule 2* if changes will be reported on Line 11. Complete *Schedule 3* if changes will be reported on Line 15.

Step 4 - Use Column A to enter the amounts shown on your original or previously adjusted return. Line numbers on **Form CT-1040X** may be different from the line numbers on your original return. For example, if you telefiled your Connecticut income tax return, add the amounts reported on **Connecticut Telefile Tax Return**, Line 11 and Line 12, and subtract the amount reported on Line 9 from the total. Enter the result on **Form CT-1040X**, Line 10, Column A.

Step 5 - Use Column B to enter the net increase or decrease for each line that you are changing.

Step 6 - Explain each change in the space provided on the front of **Form CT-1040X**.

Step 7 - Use Column C to report the corrected amounts for each line. If there is no change, enter the amount from Column A in Column C.

Form CT-1040X Instructions

Filing Status

Generally, your filing status must match your federal income tax filing status for the year. However, when one spouse is a **Connecticut resident** or a **nonresident** and the other spouse is a **part-year resident**, each spouse who is required to file a Connecticut income tax return **must** file as "**married filing separately**." When one spouse is a **Connecticut resident** and the other is a **nonresident**, each spouse who is required to file a Connecticut income tax return **must** file as "**married filing separately**," unless they file jointly for federal income tax purposes, and they elect to be treated as if both were Connecticut residents for the entire taxable year. See *Special Rules for Married Individuals*, in the instructions to **Form CT-1040EZ**, **Form CT-1040**, or **Form CT-1040NR/PY**.

Line 2 and Line 4 - If you are changing your modifications to Federal Adjusted Gross Income, you must complete **Form CT-1040X**, *Schedule 1 - Modifications to Federal Adjusted Gross Income*.

Lines 6 through 9 - Nonresidents and Part-Year Residents: Refer to your previously filed **Form CT-1040NR/PY** when completing this section.

Line 8 - Calculate the tax on the amount you entered on Line 7, Column C, using the *2001 Tax Calculation Schedule* on Page 3. Enter the result on Line 8, Column C.

Line 10 - Residents: Calculate the tax on the amount you entered on Line 5, Column C, using the *2001 Tax Calculation Schedule* on Page 3. Enter the result on Line 10, Column C.

Nonresidents and Part-Year Residents: Multiply Line 9, Column C by Line 8, Column C. Enter the result on Line 10, Column C.

Line 11 - Residents and Part-Year Residents: If you are changing your credit for income taxes paid to qualifying jurisdictions, you must complete **Form CT-1040X**, *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*. Enter the amount from Line 57 on Line 11, Column C. See instructions to **Form CT-1040** or **Form CT-1040NR/PY**.

Line 13 - If changes are being made to your Connecticut Alternative Minimum Tax, you must complete a corrected **Form CT-6251** and attach it to **Form CT-1040X**. Write the word "**AMENDED**" across the top of **Form CT-6251**.

Line 15 - Residents: If you are changing your property tax credit, you must complete **Form CT-1040X**, *Schedule 3 - Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle*. This credit may not exceed \$500.

Nonresidents and Part-Year Residents: Enter "0" on Line 15, Column C.

Line 17 - If changes are being made to your Adjusted Net Connecticut Minimum Tax Credit, you must complete a corrected **Form CT-8801** and attach it to **Form CT-1040X**. Write the word "**AMENDED**" across the top of **Form CT-8801**.

Line 19 - If changes are being made to your Connecticut Individual Use Tax, you must complete a corrected individual use tax schedule or worksheet and attach it to **Form CT-1040X**. You must write the word "**AMENDED**" across the top of the individual use tax schedule or worksheet.

Line 21 - If changes are being made to your Connecticut income tax withholding, attach supporting documentation such as W-2s, W-2Cs, W-2Gs, or 1099s.

Interest

Interest at the rate of 1% (.01) per month or fraction of a month will continue to accrue from the original due date until the tax is paid in full. A month is measured from the 16th day of the first month to the 15th day of the next month. Any fraction of a month is considered a whole month.

Schedule 1 - Modifications to Federal Adjusted Gross Income (Complete Only if Changed)

Enter the corrected amounts (including any amounts that were previously correct on your original return). Enter all amounts as positive numbers. See instructions for **Form CT-1040** or **Form CT-1040NR/PY**.

Line 31 - Interest on State and Local Government Obligations Other Than Connecticut

Enter the total amount of interest income derived from state and municipal government obligations (other than obligations of the State of Connecticut or its municipalities) which is not taxed for federal income tax purposes. Do not enter interest income derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 32 - Exempt-Interest Dividends From a Mutual Fund Derived From State or Municipal Government Obligations Other Than Connecticut

Enter the total amount or exempt-interest dividends received from a mutual fund that are derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities. If the exempt-interest dividends are derived from obligations of Connecticut and other states, enter only the percentage derived from non-Connecticut obligations. Do not enter exempt-interest dividends derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 33 and Line 44 - Shareholder's Pro Rata Share of S Corporation Nonseparately Computed Income or Loss

(This modification is only for shareholders of an S corporation that was subject to the Connecticut corporation business tax for its taxable year beginning during 2000 and the S corporation's taxable year for federal income tax purposes is other than the calendar year.)

S corporations are no longer subject to the Connecticut corporation business tax for taxable years beginning on or after January 1, 2001. Therefore, shareholders of such corporations are no longer required to make a modification in computing Connecticut adjusted gross income.

However, if you are a shareholder of an S corporation that is subject to the Connecticut corporation business tax for the 2000 taxable year and the S corporation's taxable year for federal income tax purposes is **other than the calendar year**, multiply 30% of your pro rata share of the S corporation's nonseparately computed income or loss by the S corporation's Connecticut corporation business tax apportionment percentage. If the amount is related to a loss, enter it on Line 33. If the amount is related to income, enter it on Line 44. Your pro rata share of the S corporation's nonseparately computed income or loss will be reported on federal Form 1120S, Schedule K-1. This form and the Connecticut corporation business tax apportionment percentage are furnished to you by the S corporation.

If any federal limitations apply, add back only 30% of the net loss included on federal Schedule E, multiplied by the S corporation's Connecticut corporation business tax apportionment percentage. If you have deductible losses from a prior year or other adjustments, subtract only 30% of the net income included on federal Schedule E, multiplied by the S corporation's Connecticut corporation business tax apportionment percentage.

Line 34 - Taxable Amount of Lump-Sum Distributions From Qualified Plans Not Included in Federal AGI

If you filed federal Form 4972, Tax On Lump-Sum Distributions, with your federal Form 1040 to compute the tax on any part of a distribution from a qualified plan, enter on Line 34 that part of the distribution. Do not enter any part of the distribution reported on federal Form 1040A, Line 12a; federal Form 1040, Line 16a; or federal Form 1040, Schedule D.

Line 35 and Line 45 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on Form CT-1041, Connecticut Income Tax

Return for Trusts and Estates, Schedule B, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount greater than zero, enter the amount on Line 35. If the amount is less than zero, enter on Line 45.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if greater than zero, on Line 35. If the net amount is less than zero, enter on Line 45.

Line 36 - Loss on Sale of Connecticut State and Local Government Bonds

Enter the total losses from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes, whether or not the entire loss is used in computing federal adjusted gross income.

Line 37 and Line 47 - Other

See instructions for Form CT-1040 or Form CT-1040NR/PY for information.

Line 39 - Interest on United States Government Obligations

Enter the total amount of interest income (to the extent includible in federal adjusted gross income) derived from U.S. government obligations, which federal law prohibits states from taxing (for example, U.S. government bonds such as Savings Bonds Series EE and Series HH, U.S. Treasury bills and notes).

For Series EE U.S. Savings Bonds, you may include **only** the amount of interest subject to federal income tax after exclusion of the amounts reported on federal Form 8815. In general, you will report the net taxable amount on federal Form 1040, Schedule B or federal Form 1040A, Schedule 1.

Do not enter the amount of interest income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing interest income derived from these obligations, and this interest income is taxable for Connecticut income tax purposes. Do not enter the amount of interest paid on any federal income tax refund.

Line 40 - Exempt Dividends From Certain Qualifying Mutual Funds Derived From U.S. Government Obligations

Enter the total amount of exempt dividends received from a qualifying mutual fund that are derived from U.S. government obligations. A mutual fund is a qualifying fund if, **at the close of EACH quarter** of its taxable year, at least 50% of the value of its assets consists of U.S. government obligations. The

2001 TAX CALCULATION SCHEDULE

1. Residents: Enter the amount from 2001 Form CT-1040X, Line 5, Column C. Nonresidents and Part-Year Residents: Enter the amount from 2001 Form CT-1040X, Line 7, Column C.	1.		
2. Enter Personal Exemption (See TABLE A, Page 6)	2.		
3. Connecticut Taxable Income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3.		
4. Enter Connecticut Income Tax (See TABLE B, Page 6)	4.		
5. Enter Decimal Amount (See TABLE C, Page 6. If zero, enter "0.")	5.		
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6.		
7. CONNECTICUT INCOME TAX (Subtract Line 6 from Line 4) Residents: Enter this amount on 2001 Form CT-1040X, Line 10, Column C. Nonresidents and Part-Year Residents: Enter this amount on Form CT-1040X, Line 8, Column C.	7.		

percentage of dividends that are exempt dividends should be reported to you by the mutual fund.

Do not enter the amount of dividend income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing income derived from these obligations, and this income is taxable for Connecticut income tax purposes.

Line 41 - Social Security Benefit Adjustment

If your filing status is **Single** or **Married Filing Separately** and the amount reported on **Form CT-1040X**, Line 1, Column C is **less than \$50,000**; or **Married Filing Jointly** or **Head of Household** and the amount reported on **Form CT-1040X**, Line 1, Column C is **less than \$60,000**, enter on Line 41 the amount of federally taxable Social Security benefits from 2001 federal Form 1040, Line 20b or federal Form 1040A, Line 14b. If your federal adjusted gross income is above the threshold for your filing status, and you used the worksheets contained in the instructions to federal Form 1040A or federal Form 1040 to calculate the amount of taxable Social Security benefits, complete the *Social Security Benefit Adjustment Worksheet* below and enter the amount from Line F on Line 41. If you did not use these worksheets, but instead used worksheets contained in federal Publication 590 or federal Publication 915, see **Announcement 2001(4)**, *Taxability of Social Security Benefits for Connecticut Income Tax Purposes*.

Line 42 - Refunds of State and Local Income Taxes

Enter the amount of taxable refunds of state and local income taxes reported on Line 10 of your federal Form 1040. If Line 10 of your federal Form 1040 is blank, or if you filed federal Forms 1040A, 1040EZ, or telefiled your federal return, enter "0."

Line 43 - Tier 1 and Tier 2 Railroad Retirement Benefits and Supplemental Annuities

If you received Tier 1 or Tier 2, or both, railroad retirement benefits and supplemental annuities during 2001, you may deduct the

amount included in your federal adjusted gross income. Enter on Line 43 the amount of benefits reported on federal Form 1040, Line 16b or Line 20b, or federal Form 1040A, Line 12b or Line 14b. Enter the amount of railroad unemployment benefits, including sickness benefits paid in lieu of unemployment benefits, to the extent included in your federal adjusted gross income.

Line 46 - Gain on Sale of Connecticut State and Local Government Bonds

Enter the total of all gains from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes.

For Further Information

Please call the Department of Revenue Services during business hours, 8:00 a.m. to 5:00 p.m., Monday through Friday:

- **1-800-382-9463** (toll-free within Connecticut), or
- **860-297-5962** (from anywhere).

TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.

Forms and Publications

Forms and publications are available all day, seven days a week:

- **Internet:** preview and download forms and publications from the DRS Web site: www.drs.state.ct.us
- **DRS TAX-FAX:** call **860-297-5698** from the handset attached to your fax machine and select from the menu
- **Telephone:** Call **860-297-4753** (from anywhere), or **1-800-382-9463** (toll-free within Connecticut) and select **Option 2** from a touch-tone phone

LINE 41 - SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET		
See instructions above to determine if you must complete this worksheet.		
A. Enter the amount reported on your 2001 federal Social Security Benefits Worksheet, Line 1. If Line A is zero or less, stop here and enter "0" on Line 41. Otherwise, go to Line B.	A.	
B. Enter the amount reported on your 2001 federal Social Security Benefits Worksheet, Line 9. If Line B is zero or less, stop here and enter "0" on Line 41. Otherwise, go to Line C.	B.	
C. Enter the lesser of Line A or Line B.	C.	
D. Multiply Line C by 25% (.25).	D.	
E. Taxable amount of Social Security benefits reported on your 2001 federal Social Security Benefits Worksheet, Line 18.	E.	
F. Social Security Benefit Adjustment - Subtract Line D from Line E. Enter the amount here and on Form CT-1040X, Schedule 1 , Line 41. (If Line D is greater than or equal to Line E, enter "0.")	F.	

Form CT-1040X
AMENDED CONNECTICUT INCOME TAX RETURN FOR INDIVIDUALS

2001

For the year January 1 - December 31, 2001, or other taxable year beginning _____, 2001, ending _____

Please Print or Type	Your First Name and Middle Initial _____	Last Name _____	▶	Social Security Number	: : : : : : : : :	
	If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial _____	Last Name _____		▶	Spouse's Social Security Number	: : : : : : : : :
	Home Address (number and street), Apartment Number, PO Box _____			▶	Your Telephone Number () _____	
	City, Town, or Post Office _____	State _____		ZIP Code _____	▶	DEPARTMENT USE ONLY - - 20

Filing Status: *On original return:* Single Married filing jointly/qualifying widow(er) Married filing separately Head of household
On this return: Single Married filing jointly/qualifying widow(er) Married filing separately Head of household

Are you amending your return as a result of federal or another state's changes? (See instructions) YES NO
 If YES, enter the date of federal change / / OR enter the date of other state's change / /

You must attach a copy of the IRS audit results, federal Form 1040X, the other state's audit results or amended returns, and supporting documentation.

Enter in the space below the line number for each item you are changing and give the reason for each change. Attach supporting forms and schedules for items changed. Write your name and Social Security Number on all attachments.

		A. Original amount or as previously adjusted	B. Net change increase or (decrease)	C. Correct amount
Income	1. Federal Adjusted Gross Income (from federal Form 1040, Line 33; Form 1040A, Line 19; Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line I) 1			▶
	2. Additions, if any (If changed, see instructions) 2			▶
	3. Add Line 1 and Line 2 3			▶
	4. Subtractions, if any (If changed, see instructions) 4			▶
	5. Connecticut Adjusted Gross Income (Subtract Line 4 from Line 3) 5			▶
Residents go to Line 10; Nonresidents and Part-Year Residents go to Line 6				
Nonresidents and Part-Year Residents Only	6. Enter your income from Connecticut sources from Schedule CT-SI; (If less than or equal to zero, enter "0.") 6			▶
	7. Enter the greater of Line 5 or Line 6 (If zero, go to Line 10 and enter "0.") 7			▶
	8. Income Tax (From Tax Calculation Schedule, see instructions) 8			▶
	9. Divide Line 6 by Line 5 (If Line 6 is equal to or greater than Line 5, enter 1:0000.) 9			▶
Tax	10. Income Tax (See instructions) 10			▶
	11. Credit for income taxes paid to qualifying jurisdictions (If changed, see instructions) Residents and Part-Year Residents only 11			▶
	12. Subtract Line 11 from Line 10 12			▶
	13. Connecticut Alternative Minimum Tax (from Form CT-6251) 13			▶
	14. Add Line 12 and Line 13 14			▶
	15. Credit for property tax paid on your primary residence and/or motor vehicle. Residents only (See instructions) 15			▶
	16. Subtract Line 15 from Line 14 (If less than or equal to zero, enter "0.") 16			▶
	17. Adjusted Net Connecticut Minimum Tax Credit (from Form CT-8801) 17			▶
	18. Connecticut Income Tax (Subtract Line 17 from Line 16) 18			▶
	19. Individual Use Tax (If changed, see instructions) 19			▶
20. Total Tax (Add Line 18 and Line 19) 20			▶	
Payments	21. Connecticut tax withheld (If changed, see instructions) 21			▶
	22. All 2001 estimated Connecticut income tax payments (including any overpayments applied from a prior year) and extension payments 22			▶
	23. Amounts paid with original return, plus additional tax paid after it was filed 23			▶
	24. Total Payments (Add Lines 21, 22, and 23) 24			▶
	25. Overpayment, if any, as shown on original return (or as previously adjusted) 25			▶
	26. Subtract Line 25 from Line 24 26			▶
Refund	27. If Line 26, Column C, is greater than Line 20, Column C, enter the amount overpaid REFUND 27			▶
Amount You Owe	28. If Line 20, Column C, is greater than Line 26, Column C, enter the amount you owe 28			▶
	29. Interest (Multiply Line 28 by number of months or fraction thereof, then by 1% (.01)) 29			▶
	30. Amount you owe with this return (Add Line 28, Column C, and Line 29, Column C) AMOUNT YOU OWE 30			▶

ATTACH A COPY OF ALL APPLICABLE SCHEDULES AND FORMS TO THIS RETURN
SEE MAILING INSTRUCTIONS ON REVERSE - TAXPAYERS MUST SIGN DECLARATION ON REVERSE

SCHEDULE 1 MODIFICATIONS TO FEDERAL ADJUSTED GROSS INCOME (Enter all amounts as positive numbers)

Additions to Federal Adjusted Gross Income (See instructions, Page 2)	31. Interest on state and local government obligations other than Connecticut	31		
	32. Exempt-interest dividends from a mutual fund derived from state or municipal government obligations other than Connecticut	32		
	33. Shareholder's pro rata share of S corporation nonseparately computed loss (See instructions, Page 3)	33		
	34. Taxable amount of lump-sum distributions from qualified plans not included in federal adjusted gross income	34		
	35. Beneficiary's share of Connecticut fiduciary adjustment (Enter only if greater than zero)	35		
	36. Loss on sale of Connecticut state and local government bonds	36		
	37. Other - specify _____	37		
	38. TOTAL ADDITIONS (Add Lines 31 through 37); Enter here and on Line 2, Column C, on the front of this form.	38		
Subtractions From Federal Adjusted Gross Income (See instructions, Page 2)	39. Interest on United States government obligations	39		
	40. Exempt dividends from certain qualifying mutual funds derived from United States government obligations	40		
	41. Social Security benefit adjustment (See Social Security Benefit Adjustment Worksheet, Page 4)	41		
	42. Refunds of state and local income taxes	42		
	43. Tier 1 and Tier 2 railroad retirement benefits and supplemental annuities	43		
	44. Shareholder's pro rata share of S corporation nonseparately computed income (See instructions, Page 3)	44		
	45. Beneficiary's share of Connecticut fiduciary adjustment (Enter only if less than zero)	45		
	46. Gain on sale of Connecticut state and local government bonds	46		
47. Other - specify (Do not include out-of-state income) _____	47			
48. TOTAL SUBTRACTIONS (Add Lines 39 through 47); Enter here and on Line 4, Column C, on the front of this form.	48			

SCHEDULE 2 CREDIT FOR INCOME TAXES PAID TO QUALIFYING JURISDICTIONS (See instructions for Form CT-1040 or Form CT-1040NR/PY)

Important: You must attach a copy of your return filed with the qualifying jurisdiction(s) or your credit will be disallowed.	49. MODIFIED CONNECTICUT ADJUSTED GROSS INCOME	49	
	FOR EACH COLUMN, ENTER THE FOLLOWING:		
	50. Enter qualifying jurisdiction's name and two-letter code		
	51. Non-Connecticut income included on Line 49 and reported on a qualifying jurisdiction's income tax return (from Schedule 2 Worksheet)		
	52. Divide Line 51 by Line 49 (may not exceed 1.0000)		
	53. Income tax liability (Subtract Line 15, Column C, from Line 10, Column C)		
	54. Multiply Line 52 by Line 53		
	55. Income tax paid to a qualifying jurisdiction		
	56. Enter the lesser of Line 54 or Line 55		
	57. TOTAL CREDIT (Add Line 56, all columns) Enter here and on Line 11, Column C, on the front of this form.	57	

COLUMN A		COLUMN B	
Name	Code	Name	Code
50			
51			
52			
53			
54			
55			
56			

SCHEDULE 3 (Connecticut Residents Only) - CREDIT FOR PROPERTY TAXES PAID ON YOUR PRIMARY RESIDENCE AND/OR MOTOR VEHICLE - Failure to complete this schedule could result in the disallowance of this credit.

QUALIFYING PROPERTY	COLUMN A	COLUMN B	COLUMN C	COLUMN D	COLUMN E	
	NAME OF CONNECTICUT TAX TOWN OR DISTRICT	DESCRIPTION OF PROPERTY If primary residence, enter street address If motor vehicle, enter year, make, and model	LIST OR BILL NUMBER (if available)	DATE(S) PAID (Enter date(s) you paid property tax.)	AMOUNT PAID (Enter amount of property tax paid.)	
PRIMARY RESIDENCE					58	
AUTO 1					59	
Married Filing Jointly Only - AUTO 2					60	
Property Tax Credit Calculation	61. TOTAL PROPERTY TAX PAID (Add all amounts for Column E)				61	
	62. MAXIMUM PROPERTY TAX CREDIT ALLOWED				62	500 00
	63. Enter the Lesser of Line 61 or Line 62. (If \$100 or less, enter this amount on Line 65. If greater than \$100, go to Line 64.)				63	
	64. Limitation - Enter the result from the <i>Property Tax Credit Limitation Worksheet (See Page 5)</i>				64	
	65. Subtract Line 64 from Line 63. Enter here and on Line 15, Column C, on the front of this form.				65	

Make your check or money order payable to: **Commissioner of Revenue Services**
Write your Social Security Number(s) and "2001 Form CT-1040X" on your check or money order.

**MAIL TO: Department of Revenue Services
PO Box 2978
Hartford CT 06104-2978**

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy for your records.	Your Signature	Date	Spouse's Signature (if joint return)	Date
	Paid Preparer's Signature	Date	Telephone Number ()	Preparer's SSN or PTIN
	Firm's Name, Address, and ZIP Code			FEIN

Schedule 3 - (Connecticut Residents Only) Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle (Complete Only if Changed)

Enter the corrected amounts (including any amounts that were previously correct on your original return). The credit is for property taxes paid during 2001 to a Connecticut political subdivision on a primary residence and/or a privately owned or leased motor vehicle. If you entered "0" on **Form CT-1040X**, Line 14, Column C, **DO NOT** complete this schedule. See **Informational Publication 2001(25), Q & A: Income Tax Credit for Property Taxes Paid to a Connecticut Political Subdivision**.

Which Property Tax Bills Qualify?

You may take credit against your 2001 Connecticut income tax liability for property tax payments that you made on your primary residence and/or privately owned or leased motor vehicle to a Connecticut political subdivision. Generally, property tax bills that were due and paid during 2001 qualify for this credit. This includes any installment payments that you made during 2001 that were due in 2001 and any installments that you prepaid during 2001 that were due in 2002. Supplemental property tax bills that were due during 2001 or 2002 also qualify if paid during 2001. However, the late payment of any property tax bills or the payment of any interest, fees, or charges related to the property tax bill do not qualify for the credit.

A husband and wife who file a joint Connecticut income tax return may consider property tax bills for which the husband or wife, or both, are liable.

You may take credit for a leased motor vehicle if you had a written lease agreement for a term of more than one year and the property tax became due and was paid during 2001 (either by the leasing company or by you). Refer to your January 2002 billing statement from the leasing company in order to determine the amount of property taxes that may be eligible for the credit. Your statement will either indicate the amount of property taxes paid on your leased motor vehicle or provide you with a toll-free number that you may call to obtain the necessary information. If you do not receive a billing statement in January 2002, contact your leasing company for the appropriate property tax information.

Maximum Credit Allowed

The maximum credit allowed (on your primary residence and/or motor vehicle) is \$500 per return, regardless of filing status. If you paid more than \$100 in property tax you may be subject to a limitation based on your Connecticut Adjusted Gross Income (Connecticut AGI).

This credit cannot exceed the amount of qualifying property taxes paid or the amount of tax entered on **Form CT-1040X**, Line 14, Column C. To be allowed to take this credit, you must complete *Schedule 3*, in its entirety.

Motor Vehicle Credit Restrictions

The number of motor vehicles eligible for this credit depends on your filing status as shown on the front of your Connecticut income tax return. Individuals whose filing status is **Single, Married Filing Separately, or Head of Household** is limited to the property tax paid on **one** motor vehicle, even if the individual sells a motor vehicle and purchases a replacement motor vehicle during the taxable year. Individuals whose filing status is **Married Filing Jointly** are limited to the property taxes paid on **two** motor vehicles.

Schedule 3 Instructions

Line 58 - Primary Residence

Enter the total amount of property tax paid on your primary residence.

Line 59 - Auto 1

Enter the total amount of property tax paid on your motor vehicle.

Line 60 - Married Filing Jointly Only - Auto 2

Enter the total amount of property tax paid on your second motor vehicle.

Line 64 - Limitation

Enter "0" on Line 64 and go to Line 65 if your filing status is **Single** and your Connecticut AGI is \$54,500 or less; **Married Filing Jointly** and your Connecticut AGI is \$100,500 or less; **Married Filing Separately** and your Connecticut AGI is \$50,250 or less; or **Head of Household** and your Connecticut AGI is \$78,500 or less. Otherwise, you must complete the *Property Tax Credit Limitation Worksheet* below.

LINE 64 - PROPERTY TAX CREDIT LIMITATION WORKSHEET (Connecticut Residents ONLY)

Enter the amount from **Form CT-1040X, Schedule 3, Line 63**, on Line 65 and **do not** complete this worksheet if your filing status is:

- **Single** and your Connecticut AGI is **\$54,500, or less;**
- **Married Filing Jointly** and your Connecticut AGI is **\$100,500, or less;**
- **Married Filing Separately** and your Connecticut AGI is **\$50,250, or less;** or
- **Head of Household** and your Connecticut AGI is **\$78,500, or less.**

Otherwise, complete this worksheet and enter the amount from Line 5 on **Form CT-1040X, Schedule 3, Line 64**.

1. Enter the amount reported on Form CT-1040X, Schedule 3, Line 63	1.	
2. Credit allowed (not subject to limitation)	2.	100.00
3. Subtract Line 2 from Line 1	3.	
4. Enter the decimal amount from the <i>Property Tax Credit Limitation Table</i> exactly as it appears in the chart at right. (If zero, stop here, your credit is not limited.)	4.	.
5. Multiply Line 3 by Line 4. Enter the result here and on Form CT-1040X, Schedule 3, Line 64	5.	

PROPERTY TAX CREDIT LIMITATION TABLE

Use your filing status shown on **Form CT-1040X** and your Connecticut AGI - **Form CT-1040X, Line 5, Column C**.

Single			Married Filing Jointly		
Connecticut AGI is:			Connecticut AGI is:		
More Than	Less Than or Equal to	Decimal Amount	More Than	Less Than or Equal to	Decimal Amount
\$ 0	\$ 54,500	0	\$ 0	\$ 100,500	0
\$ 54,500	\$ 64,500	.10	\$ 100,500	\$ 110,500	.10
\$ 64,500	\$ 74,500	.20	\$ 110,500	\$ 120,500	.20
\$ 74,500	\$ 84,500	.30	\$ 120,500	\$ 130,500	.30
\$ 84,500	\$ 94,500	.40	\$ 130,500	\$ 140,500	.40
\$ 94,500	\$ 104,500	.50	\$ 140,500	\$ 150,500	.50
\$ 104,500	\$ 114,500	.60	\$ 150,500	\$ 160,500	.60
\$ 114,500	\$ 124,500	.70	\$ 160,500	\$ 170,500	.70
\$ 124,500	\$ 134,500	.80	\$ 170,500	\$ 180,500	.80
\$ 134,500	\$ 144,500	.90	\$ 180,500	\$ 190,500	.90
\$ 144,500	and up	1.00	\$ 190,500	and up	1.00

Married Filing Separately			Head of Household		
Connecticut AGI is:			Connecticut AGI is:		
More Than	Less Than or Equal to	Decimal Amount	More Than	Less Than or Equal to	Decimal Amount
\$ 0	\$ 50,250	0	\$ 0	\$ 78,500	0
\$ 50,250	\$ 55,250	.10	\$ 78,500	\$ 88,500	.10
\$ 55,250	\$ 60,250	.20	\$ 88,500	\$ 98,500	.20
\$ 60,250	\$ 65,250	.30	\$ 98,500	\$ 108,500	.30
\$ 65,250	\$ 70,250	.40	\$ 108,500	\$ 118,500	.40
\$ 70,250	\$ 75,250	.50	\$ 118,500	\$ 128,500	.50
\$ 75,250	\$ 80,250	.60	\$ 128,500	\$ 138,500	.60
\$ 80,250	\$ 85,250	.70	\$ 138,500	\$ 148,500	.70
\$ 85,250	\$ 90,250	.80	\$ 148,500	\$ 158,500	.80
\$ 90,250	\$ 95,250	.90	\$ 158,500	\$ 168,500	.90
\$ 95,250	and up	1.00	\$ 168,500	and up	1.00

TABLE A - EXEMPTIONS FOR 2001 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your exemption.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$ 0	\$25,000	\$12,500	\$ 0	\$48,000	\$24,000	\$ 0	\$24,000	\$12,000	\$ 0	\$38,000	\$19,000
\$25,000	\$26,000	\$11,500	\$48,000	\$49,000	\$23,000	\$24,000	\$25,000	\$11,000	\$38,000	\$39,000	\$18,000
\$26,000	\$27,000	\$10,500	\$49,000	\$50,000	\$22,000	\$25,000	\$26,000	\$10,000	\$39,000	\$40,000	\$17,000
\$27,000	\$28,000	\$ 9,500	\$50,000	\$51,000	\$21,000	\$26,000	\$27,000	\$ 9,000	\$40,000	\$41,000	\$16,000
\$28,000	\$29,000	\$ 8,500	\$51,000	\$52,000	\$20,000	\$27,000	\$28,000	\$ 8,000	\$41,000	\$42,000	\$15,000
\$29,000	\$30,000	\$ 7,500	\$52,000	\$53,000	\$19,000	\$28,000	\$29,000	\$ 7,000	\$42,000	\$43,000	\$14,000
\$30,000	\$31,000	\$ 6,500	\$53,000	\$54,000	\$18,000	\$29,000	\$30,000	\$ 6,000	\$43,000	\$44,000	\$13,000
\$31,000	\$32,000	\$ 5,500	\$54,000	\$55,000	\$17,000	\$30,000	\$31,000	\$ 5,000	\$44,000	\$45,000	\$12,000
\$32,000	\$33,000	\$ 4,500	\$55,000	\$56,000	\$16,000	\$31,000	\$32,000	\$ 4,000	\$45,000	\$46,000	\$11,000
\$33,000	\$34,000	\$ 3,500	\$56,000	\$57,000	\$15,000	\$32,000	\$33,000	\$ 3,000	\$46,000	\$47,000	\$10,000
\$34,000	\$35,000	\$ 2,500	\$57,000	\$58,000	\$14,000	\$33,000	\$34,000	\$ 2,000	\$47,000	\$48,000	\$ 9,000
\$35,000	\$36,000	\$ 1,500	\$58,000	\$59,000	\$13,000	\$34,000	\$35,000	\$ 1,000	\$48,000	\$49,000	\$ 8,000
\$36,000	\$37,000	\$ 500	\$59,000	\$60,000	\$12,000	\$35,000	and up	\$ 0	\$49,000	\$50,000	\$ 7,000
\$37,000	and up	\$ 0	\$60,000	\$61,000	\$11,000				\$50,000	\$51,000	\$ 6,000
			\$61,000	\$62,000	\$10,000				\$51,000	\$52,000	\$ 5,000
			\$62,000	\$63,000	\$ 9,000				\$52,000	\$53,000	\$ 4,000
			\$63,000	\$64,000	\$ 8,000				\$53,000	\$54,000	\$ 3,000
			\$64,000	\$65,000	\$ 7,000				\$54,000	\$55,000	\$ 2,000
			\$65,000	\$66,000	\$ 6,000				\$55,000	\$56,000	\$ 1,000
			\$66,000	\$67,000	\$ 5,000				\$56,000	and up	\$ 0
			\$67,000	\$68,000	\$ 4,000						
			\$68,000	\$69,000	\$ 3,000						
			\$69,000	\$70,000	\$ 2,000						
			\$70,000	\$71,000	\$ 1,000						
			\$71,000	and up	\$ 0						

TABLE B - CONNECTICUT INCOME TAX FOR 2001 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X.

Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household
If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$10,000, multiply by .03. More than \$10,000, multiply the excess over \$10,000 by .045 and add \$300.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$20,000, multiply by .03. More than \$20,000, multiply the excess over \$20,000 by .045 and add \$600.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$16,000, multiply by .03. More than \$16,000, multiply the excess over \$16,000 by .045 and add \$480.00.
EXAMPLE: If the amount on Line 3 is \$13,000 enter \$435.00 on Line 4. $\$13,000 - \$10,000 = \$3,000$ $\$3,000 \times .045 = \135.00 $\$135.00 + \$300.00 = \$435.00$	EXAMPLE: If the amount on Line 3 is \$22,500 enter \$712.50 on Line 4. $\$22,500 - \$20,000 = \$2,500$ $\$2,500 \times .045 = \112.50 $\$112.50 + \$600.00 = \$712.50$	EXAMPLE: If the amount on Line 3 is \$20,000 enter \$660.00 on Line 4. $\$20,000 - \$16,000 = \$4,000$ $\$4,000 \times .045 = \180.00 $\$180.00 + \$480.00 = \$660.00$

TABLE C - PERSONAL TAX CREDITS FOR 2001 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your decimal amount.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$12,500	\$15,600	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,600	\$16,100	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,100	\$16,600	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,600	\$17,100	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,100	\$17,600	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,600	\$18,100	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,100	\$18,600	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,600	\$19,100	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,100	\$20,800	.35	\$33,500	\$40,000	.35	\$18,500	\$20,000	.35	\$27,500	\$34,000	.35
\$20,800	\$21,300	.30	\$40,000	\$40,500	.30	\$20,000	\$20,500	.30	\$34,000	\$34,500	.30
\$21,300	\$21,800	.25	\$40,500	\$41,000	.25	\$20,500	\$21,000	.25	\$34,500	\$35,000	.25
\$21,800	\$22,300	.20	\$41,000	\$41,500	.20	\$21,000	\$21,500	.20	\$35,000	\$35,500	.20
\$22,300	\$26,000	.15	\$41,500	\$50,000	.15	\$21,500	\$25,000	.15	\$35,500	\$44,000	.15
\$26,000	\$26,500	.14	\$50,000	\$50,500	.14	\$25,000	\$25,500	.14	\$44,000	\$44,500	.14
\$26,500	\$27,000	.13	\$50,500	\$51,000	.13	\$25,500	\$26,000	.13	\$44,500	\$45,000	.13
\$27,000	\$27,500	.12	\$51,000	\$51,500	.12	\$26,000	\$26,500	.12	\$45,000	\$45,500	.12
\$27,500	\$28,000	.11	\$51,500	\$52,000	.11	\$26,500	\$27,000	.11	\$45,500	\$46,000	.11
\$28,000	\$50,000	.10	\$52,000	\$96,000	.10	\$27,000	\$48,000	.10	\$46,000	\$74,000	.10
\$50,000	\$50,500	.09	\$96,000	\$96,500	.09	\$48,000	\$48,500	.09	\$74,000	\$74,500	.09
\$50,500	\$51,000	.08	\$96,500	\$97,000	.08	\$48,500	\$49,000	.08	\$74,500	\$75,000	.08
\$51,000	\$51,500	.07	\$97,000	\$97,500	.07	\$49,000	\$49,500	.07	\$75,000	\$75,500	.07
\$51,500	\$52,000	.06	\$97,500	\$98,000	.06	\$49,500	\$50,000	.06	\$75,500	\$76,000	.06
\$52,000	\$52,500	.05	\$98,000	\$98,500	.05	\$50,000	\$50,500	.05	\$76,000	\$76,500	.05
\$52,500	\$53,000	.04	\$98,500	\$99,000	.04	\$50,500	\$51,000	.04	\$76,500	\$77,000	.04
\$53,000	\$53,500	.03	\$99,000	\$99,500	.03	\$51,000	\$51,500	.03	\$77,000	\$77,500	.03
\$53,500	\$54,000	.02	\$99,500	\$100,000	.02	\$51,500	\$52,000	.02	\$77,500	\$78,000	.02
\$54,000	\$54,500	.01	\$100,000	\$100,500	.01	\$52,000	\$52,500	.01	\$78,000	\$78,500	.01
\$54,500	and up	.00	\$100,500	and up	.00	\$52,500	and up	.00	\$78,500	and up	.00

Amended Connecticut Income Tax Return and Instructions

Purpose: Use this form to amend a 2002 Connecticut income tax return for individuals. This form may not be used to amend any other year's return. Do not use this form to amend **Form CT-1041, Form CT-1065, or Form CT-1120SI.**

If **Form CT-1040X** is filed to have an overpayment of Connecticut income tax refunded or credited, it must be filed before the Connecticut statute of limitations expires. Generally, the Connecticut statute of limitations for refunding or crediting any Connecticut income tax overpayment expires three years

after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If you were required to file an amended return, but failed to do so, a penalty may be imposed. Interest will also be assessed on any additional Connecticut income tax not paid on or before the due date.

The following circumstances require the filing of **Form CT-1040X**:

<p>1. The IRS or federal courts change or correct your federal income tax return, and the change or correction results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>2. You filed a timely amended federal income tax return, and the amendment results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your timely amended federal return. If you file Form CT-1040X no later than 90 days after the date of filing the timely amended federal income tax return, any Connecticut income tax overpayment resulting from filing the timely amended federal income tax return will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>3. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and the tax officials or courts of that qualifying jurisdiction made a change or correction to your income tax return and the change or correction results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>4. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and you filed a timely amended income tax return with that qualifying jurisdiction, and the amendment results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your amended return with the qualifying jurisdiction. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>5. If none of the above circumstances apply, but you made a mistake or omission on your Connecticut income tax return, and the mistake or omission results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than three years after the due date of your return, or if you filed a timely request for an extension of time to file, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.</p>

Do not file **Form CT-1040X** for any of the following reasons:

- To have an overpayment refunded instead of applied to next year's estimated tax or to change contributions made to designated contributions. The elections that you made on your original return **cannot** be changed by filing **Form CT-1040X**.
- To amend your Connecticut income tax return for an earlier year in order to claim a credit for income tax paid on income which was included in your Connecticut adjusted gross income for that year and which you repaid in a later taxable year. File **Schedule CT-1040CRC, Claim of Right Credit**, with your Connecticut income tax return for the later taxable year.

Financial Disability: If you are financially disabled, as defined in I.R.C. §6511(h)(2), the time for having an overpayment of Connecticut income tax refunded or credited to you is extended for as long as you are financially disabled. You are considered financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not considered financially disabled during any period that your spouse or any other person is authorized to act on your behalf in financial matters.

Instructions for **Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions**, are included in the instructions for **Form CT-1040** and **Form CT-1040NR/PY**.

Steps to Completing Form CT-1040X

Step 1 - Refer to your original return and identify all changes that need to be made.

Step 2 - Find corresponding line items on **Form CT-1040X**. Line numbers on **Form CT-1040X** may be different from the line numbers on your original return.

Step 3 - Complete **Schedules 1, 2, and 3**. Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return.

Step 4 - Use Column A to enter the amounts shown on your original or previously adjusted return. Line numbers on **Form CT-1040X** may be different from the line numbers on your original return. For example, if you telefiled your Connecticut income tax return, add the amounts reported on **Connecticut Telefile Tax Return**, Line 11 and Line 12, and subtract the amount reported on Line 9 from the total. Enter the result on **Form CT-1040X**, Line 10, Column A.

Step 5 - Use Column B to enter the net increase or decrease for each line that you are changing.

Step 6 - Explain each change in the space provided on the front of **Form CT-1040X**.

Step 7 - Use Column C to report the corrected amounts for each line. If there is no change, enter the amount from Column A in Column C.

Form CT-1040X Instructions

Filing Status

Generally, your filing status must match your federal income tax filing status for the year. However, when one spouse is a **Connecticut resident** or a **nonresident** and the other spouse is a **part-year resident**, each spouse who is required to file a Connecticut income tax return **must** file as **"married filing separately."** When one spouse is a **Connecticut resident** and the other is a **nonresident**, each spouse who is required to file a Connecticut income tax return **must** file as **"married filing separately,"** unless they file jointly for federal income tax purposes, and they elect to be treated as if both were Connecticut residents for the entire taxable year. See *Special Rules for Married Individuals*, in the instructions to **Form CT-1040EZ**, **Form CT-1040**, or **Form CT-1040NR/PY**.

Line 2 and Line 4 - Enter the amount from **Schedule 1**, Line 38 on Line 2, Column C and the amount from **Schedule 1**, Line 48 on Line 4, Column C.

Lines 6 through 9 - Nonresidents and Part-Year Residents Only: Refer to your previously filed **Form CT-1040NR/PY** when completing this section. Attach a copy of your corrected **Schedule CT-SI, Nonresident or Part-Year Resident Schedule of Income from Connecticut Sources**.

Part-Year Residents Only: Also attach a copy of your corrected **Schedule CT-1040AW, Part-Year Resident Income Allocation**.

Line 8 - Calculate the tax on the amount you entered on Line 7, Column C, using the **2002 Tax Calculation Schedule**, below. Enter the result on Line 8, Column C.

Line 10 - Residents: Calculate the tax on the amount you entered on Line 5, Column C, using the **2002 Tax Calculation Schedule**, below. Enter the result on Line 10, Column C.

Nonresidents and Part-Year Residents: Multiply Line 9, Column C by Line 8, Column C. Enter the result on Line 10, Column C.

Line 11 - Residents and Part-Year Residents: Enter the amount from **Schedule 2**, Line 57 on Line 11, Column C. See instructions to **Form CT-1040** or **Form CT-1040NR/PY**.

Line 13 - If changes are being made to your Connecticut Alternative Minimum Tax, you must complete a corrected **Form CT-6251**. Write the word **"AMENDED"** across the top, and attach it to **Form CT-1040X**.

Line 15 - Residents: Enter the amount from **Schedule 3**, Line 65 on Line 15, Column C.

Nonresidents and Part-Year Residents: Enter "0" on Line 15, Column C.

Line 17 - If changes are being made to your Adjusted Net Connecticut Minimum Tax Credit, you must complete a corrected **Form CT-8801**. Write the word **"AMENDED"** across the top, and attach it to **Form CT-1040X**.

Line 19 - If changes are being made to your Connecticut Individual Use Tax, you must complete a corrected individual use tax schedule or worksheet. Write the word **"AMENDED"** across the top, and attach it to **Form CT-1040X**.

Line 21 - If changes are being made to your Connecticut income tax withholding, attach supporting documentation such as W-2s, W-2Cs, W-2Gs, or 1099s.

2002 TAX CALCULATION SCHEDULE

1. Residents: Enter the amount from 2002 Form CT-1040X , Line 5, Column C. Nonresidents and Part-Year Residents: Enter the amount from 2002 Form CT-1040X , Line 7, Column C.	1.		
2. Enter Personal Exemption (See TABLE A , Page 6)	2.		
3. Connecticut Taxable Income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3.		
4. Enter Connecticut Income Tax (See TABLE B , Page 6)	4.		
5. Enter Decimal Amount (See TABLE C , Page 6. If zero, enter "0.")	5.		
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6.		
7. CONNECTICUT INCOME TAX (Subtract Line 6 from Line 4) Residents: Enter this amount on 2002 Form CT-1040X , Line 10, Column C. Nonresidents and Part-Year Residents: Enter this amount on Form CT-1040X , Line 8, Column C.	7.		

Interest

Interest at 1% (.01) per month or fraction of a month will continue to accrue from the original due date until the tax is paid in full. A month is measured from the 16th day of the first month to the 15th day of the next month. Any fraction of a month is considered a whole month.

Schedule 1 - Modifications to Federal Adjusted Gross Income

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. Enter all amounts as positive numbers. See instructions for Form CT-1040 or Form CT-1040NR/PY.

Additions to Federal Adjusted Gross Income

Line 31 - Interest on State and Local Government Obligations Other Than Connecticut

Enter the total amount of interest income derived from state and municipal government obligations (other than obligations of the State of Connecticut or its municipalities) which is not taxed for federal income tax purposes. Do not enter interest income derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 32 - Exempt-Interest Dividends From a Mutual Fund Derived From State or Municipal Government Obligations Other Than Connecticut

Enter the total amount of exempt-interest dividends received from a mutual fund that are derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities. If the exempt-interest dividends are derived from obligations of Connecticut and other states, enter only the percentage derived from non-Connecticut obligations. Do not enter exempt-interest dividends derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 33 - Special Depreciation Allowance for Qualified Property

If you filed federal Form 4562, Depreciation and Amortization (Including Information on Listed Property), and claimed a special 30% depreciation allowance for certain property placed in service after September 10, 2001, enter on Line 33 the amount you entered on federal Form 4562, Line 14.

Line 34 - Taxable Amount of Lump-Sum Distributions From Qualified Plans Not Included in Federal AGI

If you filed federal Form 4972, Tax On Lump-Sum Distributions, with your federal Form 1040 to compute the tax on any part of a distribution from a qualified plan, enter that part of the distribution on Line 34. Do not enter any part of the distribution reported on federal Form 1040, Line 16a; federal Form 1040A, Line 12a; or federal Form 1040, Schedule D.

Line 35 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on Form CT-1041, Connecticut Income Tax Return for Trusts and Estates, Schedule B, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount greater than zero, enter the amount on Line 35. If the amount is less than zero, enter the amount on Line 45.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if greater than zero, on Line 35.

Line 36 - Loss on Sale of Connecticut State and Local Government Bonds

Enter the total losses from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes, whether or not the entire loss is used in computing federal adjusted gross income.

Line 37 - Other

See instructions for Form CT-1040 or Form CT-1040NR/PY for information.

Subtractions From Federal Adjusted Gross Income

Line 39 - Interest on U.S. Government Obligations

Enter the total amount of interest income (to the extent includible in federal adjusted gross income) derived from U.S. government obligations, which federal law prohibits states from taxing (for example, U.S. government bonds such as Savings Bonds Series EE and Series HH, U.S. Treasury bills and notes).

For Series EE U.S. Savings Bonds, you may include only the amount of interest subject to federal income tax after exclusion of the amounts reported on federal Form 8815. In general, you will report the net taxable amount on federal Form 1040, Schedule B or federal Form 1040A, Schedule 1.

Do not enter the amount of interest income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing interest income derived from these obligations, and this interest income is taxable for Connecticut income tax purposes. Do not enter the amount of interest paid on any federal income tax refund.

Line 40 - Exempt Dividends From Certain Qualifying Mutual Funds Derived From U.S. Government Obligations

Enter the total amount of exempt dividends received from a qualifying mutual fund that are derived from U.S. government obligations. A mutual fund is a qualifying fund if, at the close of EACH quarter of its taxable year, at least 50% of the value of its assets consists of U.S. government obligations. The percentage of dividends that are exempt dividends should be reported to you by the mutual fund.

Do not enter the amount of dividend income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing income derived from these obligations, and this income is taxable for Connecticut income tax purposes.

Line 41 - Social Security Benefit Adjustment

If your filing status is Single or Married Filing Separately and the amount reported on Form CT-1040X, Line 1, Column C is less than \$50,000; or Married Filing Jointly or Head of Household and the amount reported on Form CT-1040X, Line 1, Column C is less than \$60,000, enter on Line 41 the amount of federally taxable Social Security benefits from 2002 federal Form 1040, Line 20b, or federal Form 1040A, Line 14b. If your federal adjusted gross income is above the threshold for

your filing status, and you used the worksheets contained in the instructions to federal Form 1040 or federal Form 1040A to calculate the amount of taxable Social Security benefits, complete the *Social Security Benefit Adjustment Worksheet* below and enter the amount from Line F on Line 41. If you did not use these worksheets, but instead used worksheets contained in federal Publication 590 or federal Publication 915, see **Announcement 2001(4), Taxability of Social Security Benefits for Connecticut Income Tax Purposes.**

Line 42 - Refunds of State and Local Income Taxes

Enter the amount of taxable refunds of state and local income taxes reported on Line 10 of your federal Form 1040. If Line 10 of your federal Form 1040 is blank, or if you filed federal Forms 1040A, 1040EZ, or telefiled your federal return, enter "0."

Line 43 - Tier 1 and Tier 2 Railroad Retirement Benefits and Supplemental Annuities

If you received Tier 1 or Tier 2, or both, railroad retirement benefits and supplemental annuities during 2002, you may deduct the amount included in your federal adjusted gross income. Enter on Line 43 the amount of benefits reported on federal Form 1040, Line 16b or Line 20b, or federal Form 1040A, Line 12b or Line 14b. Enter the amount of railroad unemployment benefits, including sickness benefits paid in lieu of unemployment benefits, to the extent included in your federal adjusted gross income.

Line 44 - Do not use. Line reserved for future use.

Line 45 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates, Schedule B**, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount less than zero, enter the amount on Line 45. If the amount is greater than zero, enter the amount on Line 35.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if less than zero, on Line 45.

Line 46 - Gain on Sale of Connecticut State and Local Government Bonds

Enter the total of all gains from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes.

Line 47 - Other

See instructions for **Form CT-1040** or **Form CT-1040NR/PY** for information.

Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. Instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, are included in the instructions for **Form CT-1040** and **Form CT-1040NR/PY**.

LINE 41 - SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET		
Enter the amount from Form CT-1040X , Line 1, Column C.		[]
If your filing status is Single or Married Filing Separately , is the amount on Line 1 \$50,000 or more?		
<input type="checkbox"/> Yes: Complete this worksheet. <input type="checkbox"/> No: Do not complete this worksheet. Enter the amount of federally taxable Social Security Benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Line 41.		
If your filing status is Married Filing Jointly or Head of Household , is the amount on Line 1 \$60,000 or more?		
<input type="checkbox"/> Yes: Complete this worksheet. <input type="checkbox"/> No: Do not complete this worksheet. Enter the amount of federally taxable Social Security Benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Line 41.		
A. Enter the amount reported on your 2002 federal Social Security Benefits Worksheet, Line 1.	A.	
If Line A is zero or less, stop here and enter "0" on Line 41. Otherwise, go to Line B.		
B. Enter the amount reported on your 2002 federal Social Security Benefits Worksheet, Line 9.	B.	
If Line B is zero or less, stop here and enter "0" on Line 41. Otherwise, go to Line C.		
C. Enter the lesser of Line A or Line B.	C.	
D. Multiply Line C by 25% (.25).	D.	
E. Taxable amount of Social Security benefits reported on your 2002 federal Social Security Benefits Worksheet, Line 18.	E.	
F. Social Security Benefit Adjustment - Subtract Line D from Line E. Enter the amount here and on Form CT-1040X, Schedule 1 , Line 41. (If Line D is greater than or equal to Line E, enter "0.")	F.	

Form CT-1040X
AMENDED CONNECTICUT INCOME TAX RETURN FOR INDIVIDUALS

2002

For the year January 1 - December 31, 2002, or other taxable year beginning _____, 2002, ending _____

Please Print or Type	Your First Name and Middle Initial _____ Last Name _____	Social Security Number _____ _____ _____	
	If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial _____ Last Name _____		Spouse's Social Security Number _____ _____ _____
	Home Address (number and street), Apartment Number, PO Box _____		
	City, Town, or Post Office _____ State _____ ZIP Code _____		Your Telephone Number () _____
		DRS USE ONLY - -20	

Filing Status: *On original return:* Single Married filing jointly/qualifying widow(er) Married filing separately Head of household
On this return: Single Married filing jointly/qualifying widow(er) Married filing separately Head of household

Are you amending your return as a result of federal or another state's changes? (*See instructions*) YES NO
If YES, enter the date of federal change / / OR enter the date of other state's change / /

You must attach a copy of the IRS audit results, federal Form 1040X, the other state's audit results or amended returns, and supporting documentation.

Enter in the space below the line number for each item you are changing and give the reason for each change. Attach supporting forms and schedules for items changed. Write your name and Social Security Number on all attachments.

		A. Original amount or as previously adjusted	B. Net change increase or (decrease)	C. Correct amount
Income	1. Federal Adjusted Gross Income (from federal Form 1040, Line 35; Form 1040A, Line 21; Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line I) 1			
	2. Additions, if any (<i>See instructions</i>) 2			
	3. Add Line 1 and Line 2 3			
	4. Subtractions, if any (<i>See instructions</i>) 4			
	5. Connecticut Adjusted Gross Income (Subtract Line 4 from Line 3) 5			
Residents go to Line 10; Nonresidents and Part-Year Residents go to Line 6				
Nonresidents and Part-Year Residents Only	6. Enter your income from Connecticut sources from Schedule CT-SI; (if less than or equal to zero, enter "0.") 6			
	7. Enter the greater of Line 5 or Line 6 (if zero, go to Line 10 and enter "0.") 7			
	8. Income Tax (From Tax Calculation Schedule, <i>see instructions</i>) 8			
	9. Divide Line 6 by Line 5 (if Line 6 is equal to or greater than Line 5, enter 1.0000) 9	.		.
Tax	10. Income Tax (<i>See instructions</i>) 10			
	11. Credit for income taxes paid to qualifying jurisdictions (<i>See instructions</i>) Residents and Part-Year Residents only 11			
	12. Subtract Line 11 from Line 10 12			
	13. Connecticut Alternative Minimum Tax (from Form CT-6251) 13			
	14. Add Line 12 and Line 13 14			
	15. Credit for property tax paid on your primary residence and/or motor vehicle. Residents only (<i>See instructions</i>) 15			
	16. Subtract Line 15 from Line 14 (if less than or equal to zero, enter "0.") 16			
	17. Adjusted Net Connecticut Minimum Tax Credit (from Form CT-8801) 17			
	18. Connecticut Income Tax (Subtract Line 17 from Line 16) 18			
	19. Individual Use Tax (<i>See instructions</i>) 19			
20. Total Tax (Add Line 18 and Line 19) 20				
Payments	21. Connecticut tax withheld (<i>See instructions</i>) 21			
	22. All 2002 estimated Connecticut income tax payments (including any overpayments applied from a prior year) and extension payments 22			
	23. Amounts paid with original return, plus additional tax paid after it was filed 23			
	24. Total Payments (Add Lines 21, 22, and 23) 24			
	25. Overpayment, if any, as shown on original return (or as previously adjusted) 25			
	26. Subtract Line 25 from Line 24 26			
Refund	27. If Line 26, Column C, is greater than Line 20, Column C, enter the amount overpaid REFUND 27			
	28. If Line 20, Column C, is greater than Line 26, Column C, enter the amount you owe 28			
Amount You Owe	29. Interest (Multiply Line 28 by number of months or fraction thereof, then by 1% (.01)) 29			
	30. Amount you owe with this return (Add Line 28, Column C, and Line 29, Column C) AMOUNT YOU OWE 30			

ATTACH A COPY OF ALL APPLICABLE SCHEDULES AND FORMS TO THIS RETURN
SEE MAILING INSTRUCTIONS ON REVERSE - TAXPAYERS MUST SIGN DECLARATION ON REVERSE

SCHEDULE 1 MODIFICATIONS TO FEDERAL ADJUSTED GROSS INCOME (Enter all amounts as positive numbers)

Additions to Federal Adjusted Gross Income <i>(See instructions, Page 3)</i>	31. Interest on state and local government obligations other than Connecticut	31		
	32. Exempt-interest dividends from a mutual fund derived from state or municipal government obligations other than Connecticut	32		
	33. Special depreciation allowance for qualified property	33		
	34. Taxable amount of lump-sum distributions from qualified plans not included in federal adjusted gross income	34		
	35. Beneficiary's share of Connecticut fiduciary adjustment (Enter only if greater than zero)	35		
	36. Loss on sale of Connecticut state and local government bonds	36		
	37. Other - specify _____	37		
	38. TOTAL ADDITIONS (Add Lines 31 through 37); Enter here and on Line 2, Column C, on the front of this form.	38		
Subtractions From Federal Adjusted Gross Income <i>(See instructions, Page 3)</i>	39. Interest on U.S. government obligations	39		
	40. Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations	40		
	41. Social Security benefit adjustment (<i>See Social Security Benefit Adjustment Worksheet, Page 4</i>)	41		
	42. Refunds of state and local income taxes	42		
	43. Tier 1 and Tier 2 railroad retirement benefits and supplemental annuities	43		
	44. Do not use. Line reserved for future use	44		
	45. Beneficiary's share of Connecticut fiduciary adjustment (Enter only if less than zero)	45		
	46. Gain on sale of Connecticut state and local government bonds	46		
47. Other - specify (Do not include out-of-state income) _____	47			
48. TOTAL SUBTRACTIONS (Add Lines 39 through 47); Enter here and on Line 4, Column C, on the front of this form.	48			

SCHEDULE 2 CREDIT FOR INCOME TAXES PAID TO QUALIFYING JURISDICTIONS (See instructions for Form CT-1040 or Form CT-1040NR/PY)

Important: You must attach a copy of your return filed with the qualifying jurisdiction(s) or your credit will be disallowed.	49. MODIFIED CONNECTICUT ADJUSTED GROSS INCOME			
	FOR EACH COLUMN, ENTER THE FOLLOWING:			
	50. Enter qualifying jurisdiction's name and two-letter code	50		
	51. Non-Connecticut income included on Line 49 and reported on a qualifying jurisdiction's income tax return (from <i>Schedule 2 Worksheet</i>)	51		
	52. Divide Line 51 by Line 49 (may not exceed 1.0000)	52		
	53. Income tax liability (Subtract Line 15, Column C, from Line 10, Column C)	53		
	54. Multiply Line 52 by Line 53	54		
	55. Income tax paid to a qualifying jurisdiction	55		
	56. Enter the lesser of Line 54 or Line 55	56		
	57. TOTAL CREDIT (Add Line 56, all columns) Enter here and on Line 11, Column C, on the front of this form.	57		

SCHEDULE 3 (Connecticut Residents Only) - CREDIT FOR PROPERTY TAXES PAID ON YOUR PRIMARY RESIDENCE AND/OR MOTOR VEHICLE - Failure to complete this schedule could result in the disallowance of this credit.

QUALIFYING PROPERTY	COLUMN A NAME OF CONNECTICUT TAX TOWN OR DISTRICT	COLUMN B DESCRIPTION OF PROPERTY If primary residence, enter street address If motor vehicle, enter year, make, and model	COLUMN C LIST OR BILL NUMBER (if available)	COLUMN D DATE(S) PAID (Enter date(s) you paid property tax.)	COLUMN E AMOUNT PAID (Enter amount of property tax paid.)
PRIMARY RESIDENCE					58
AUTO 1					59
Married Filing Jointly Only - AUTO 2					60
Property Tax Credit Calculation	61. TOTAL PROPERTY TAX PAID (Add all amounts for Column E)				61
	62. MAXIMUM PROPERTY TAX CREDIT ALLOWED				62
	63. Enter the Lesser of Line 61 or Line 62. (If \$100 or less, enter this amount on Line 65. If greater than \$100, go to Line 64.)				63
	64. Limitation - Enter the result from the <i>Property Tax Credit Limitation Worksheet (See Page 5)</i>				64
	65. Subtract Line 64 from Line 63. Enter here and on Line 15, Column C, on the front of this form.				65

Make your check or money order payable to: **"Commissioner of Revenue Services"**
 To ensure proper posting of your payment, write your Social Security Number(s) and **"2002 Form CT-1040X"** on your check or money order.

**MAIL TO: Department of Revenue Services
 PO Box 2978
 Hartford CT 06104-2978**

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy for your records.	Your Signature	Date	Spouse's Signature (if joint return)	Date
	Paid Preparer's Signature	Date	Telephone Number ()	Preparer's SSN or PTIN
	Firm's Name, Address, and ZIP Code			FEIN

Schedule 3 - (Connecticut Residents Only) Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. The credit is for property taxes paid during 2002 to a Connecticut political subdivision on a primary residence and/or a privately owned or leased motor vehicle. If you entered "0" on Form CT-1040X, Line 14, Column C, **DO NOT** complete this schedule. See Informational Publication 2002(23), Q & A: *Income Tax Credit for Property Taxes Paid to a Connecticut Political Subdivision.*

Which Property Tax Bills Qualify

You may take credit against your 2002 Connecticut income tax liability for property tax payments that you made on your primary residence and/or privately owned or leased motor vehicle to a Connecticut political subdivision. Generally, property tax bills that were due and paid during 2002 qualify for this credit. This includes any installment payments that you made during 2002 that were due in 2002 and any installments that you prepaid during 2002 that were due in 2003. Supplemental property tax bills that were due during 2002 or 2003 also qualify if paid during 2002. However, the late payment of any property tax bills or the payment of any interest, fees, or charges related to the property tax bill do not qualify for the credit.

A husband and wife who file a joint Connecticut income tax return may consider property tax bills for which the husband or wife, or both, are liable.

You may take credit for a leased motor vehicle if you had a written lease agreement for a term of more than one year and the property tax became due and was paid during 2002 (either by the leasing company or by you). Refer to your January 2003 billing statement from the leasing company in order to determine the amount of property taxes that may be eligible for the credit. Your statement will either indicate the amount of property taxes paid on your leased motor vehicle or provide you with a toll-free number that you may call to obtain the necessary information. If you do not receive a billing statement in January 2003, contact your leasing company for the appropriate property tax information.

Maximum Credit Allowed

The maximum credit allowed (on your primary residence and/or motor vehicle) is \$500 per return, regardless of filing status. If you paid more than \$100 in property tax you may be subject to a limitation based on your Connecticut Adjusted Gross Income (Connecticut AGI).

This credit cannot exceed the amount of qualifying property taxes paid or the amount of tax entered on Form CT-1040X, Line 14, Column C. To be allowed to take this credit, you must complete *Schedule 3*, in its entirety.

Motor Vehicle Credit Restrictions

The number of motor vehicles eligible for this credit depends on your filing status as shown on the front of your Connecticut income tax return. Individuals whose filing status is **Single, Married Filing Separately, or Head of Household** is limited to the property tax paid on **one** motor vehicle, even if the individual sells a motor vehicle and purchases a replacement motor vehicle during the taxable year. Individuals whose filing status is **Married Filing Jointly** are limited to the property taxes paid on **two** motor vehicles.

Schedule 3 - Line Instructions

Line 58 - Primary Residence

Enter the total amount of property tax paid on your primary residence.

Line 59 - Auto 1

Enter the total amount of property tax paid on your motor vehicle.

Line 60 - Married Filing Jointly Only - Auto 2

Enter the total amount of property tax paid on your second motor vehicle.

Line 64 - Limitation

Enter "0" on Line 64 and go to Line 65 if your:

Filing status is:	Connecticut adjusted gross income is:
Single	\$ 54,500 or less
Married Filing Jointly	\$100,500 or less
Married Filing Separately	\$ 50,250 or less
Head of Household	\$ 78,500 or less

Otherwise, you must complete the *Property Tax Credit Limitation Worksheet* below.

LINE 64 - PROPERTY TAX CREDIT LIMITATION WORKSHEET (Connecticut Residents ONLY)

Enter the amount from Form CT-1040X, Schedule 3, Line 63, on Line 65 and do not complete this worksheet if your filing status is:

- **Single** and your Connecticut AGI is **\$54,500, or less;**
- **Married Filing Jointly** and your Connecticut AGI is **\$100,500, or less;**
- **Married Filing Separately** and your Connecticut AGI is **\$50,250, or less;** or
- **Head of Household** and your Connecticut AGI is **\$78,500, or less.**

Otherwise, complete Lines 1 through 5 below and enter the amount from Line 5 on Form CT-1040X, Schedule 3, Line 64.

1. Enter the amount reported on Form CT-1040X, Schedule 3, Line 63	1.		
2. Credit allowed (not subject to limitation)	2.		100.00
3. Subtract Line 2 from Line 1	3.		
4. Enter the decimal amount from the <i>Property Tax Credit Limitation Table</i> exactly as it appears in the chart at right. (If zero, stop here, your credit is not limited.)	4.		
5. Multiply Line 3 by Line 4. Enter the result here and on Form CT-1040X, Schedule 3, Line 64.	5.		

PROPERTY TAX CREDIT LIMITATION TABLE

Use your filing status shown on Form CT-1040X and your Connecticut AGI - Form CT-1040X, Line 5, Column C.

Single			Married Filing Jointly		
Connecticut AGI is:			Connecticut AGI is:		
More Than	Less Than or Equal to	Decimal Amount	More Than	Less Than or Equal to	Decimal Amount
\$ 0	\$ 54,500	0	\$ 0	\$100,500	0
\$ 54,500	\$ 64,500	.10	\$100,500	\$110,500	.10
\$ 64,500	\$ 74,500	.20	\$110,500	\$120,500	.20
\$ 74,500	\$ 84,500	.30	\$120,500	\$130,500	.30
\$ 84,500	\$ 94,500	.40	\$130,500	\$140,500	.40
\$ 94,500	\$104,500	.50	\$140,500	\$150,500	.50
\$104,500	\$114,500	.60	\$150,500	\$160,500	.60
\$114,500	\$124,500	.70	\$160,500	\$170,500	.70
\$124,500	\$134,500	.80	\$170,500	\$180,500	.80
\$134,500	\$144,500	.90	\$180,500	\$190,500	.90
\$144,500	and up	1.00	\$190,500	and up	1.00

Married Filing Separately			Head of Household		
Connecticut AGI is:			Connecticut AGI is:		
More Than	Less Than or Equal to	Decimal Amount	More Than	Less Than or Equal to	Decimal Amount
\$ 0	\$ 50,250	0	\$ 0	\$ 78,500	0
\$ 50,250	\$ 55,250	.10	\$ 78,500	\$ 88,500	.10
\$ 55,250	\$ 60,250	.20	\$ 88,500	\$ 98,500	.20
\$ 60,250	\$ 65,250	.30	\$ 98,500	\$108,500	.30
\$ 65,250	\$ 70,250	.40	\$108,500	\$118,500	.40
\$ 70,250	\$ 75,250	.50	\$118,500	\$128,500	.50
\$ 75,250	\$ 80,250	.60	\$128,500	\$138,500	.60
\$ 80,250	\$ 85,250	.70	\$138,500	\$148,500	.70
\$ 85,250	\$ 90,250	.80	\$148,500	\$158,500	.80
\$ 90,250	\$ 95,250	.90	\$158,500	\$168,500	.90
\$ 95,250	and up	1.00	\$168,500	and up	1.00

TABLE A - EXEMPTIONS FOR 2002 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your exemption.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$ 0	\$25,000	\$12,500	\$ 0	\$48,000	\$24,000	\$ 0	\$24,000	\$12,000	\$ 0	\$38,000	\$19,000
\$25,000	\$26,000	\$11,500	\$48,000	\$49,000	\$23,000	\$24,000	\$25,000	\$11,000	\$38,000	\$39,000	\$18,000
\$26,000	\$27,000	\$10,500	\$49,000	\$50,000	\$22,000	\$25,000	\$26,000	\$10,000	\$39,000	\$40,000	\$17,000
\$27,000	\$28,000	\$ 9,500	\$50,000	\$51,000	\$21,000	\$26,000	\$27,000	\$ 9,000	\$40,000	\$41,000	\$16,000
\$28,000	\$29,000	\$ 8,500	\$51,000	\$52,000	\$20,000	\$27,000	\$28,000	\$ 8,000	\$41,000	\$42,000	\$15,000
\$29,000	\$30,000	\$ 7,500	\$52,000	\$53,000	\$19,000	\$28,000	\$29,000	\$ 7,000	\$42,000	\$43,000	\$14,000
\$30,000	\$31,000	\$ 6,500	\$53,000	\$54,000	\$18,000	\$29,000	\$30,000	\$ 6,000	\$43,000	\$44,000	\$13,000
\$31,000	\$32,000	\$ 5,500	\$54,000	\$55,000	\$17,000	\$30,000	\$31,000	\$ 5,000	\$44,000	\$45,000	\$12,000
\$32,000	\$33,000	\$ 4,500	\$55,000	\$56,000	\$16,000	\$31,000	\$32,000	\$ 4,000	\$45,000	\$46,000	\$11,000
\$33,000	\$34,000	\$ 3,500	\$56,000	\$57,000	\$15,000	\$32,000	\$33,000	\$ 3,000	\$46,000	\$47,000	\$10,000
\$34,000	\$35,000	\$ 2,500	\$57,000	\$58,000	\$14,000	\$33,000	\$34,000	\$ 2,000	\$47,000	\$48,000	\$ 9,000
\$35,000	\$36,000	\$ 1,500	\$58,000	\$59,000	\$13,000	\$34,000	\$35,000	\$ 1,000	\$48,000	\$49,000	\$ 8,000
\$36,000	\$37,000	\$ 500	\$59,000	\$60,000	\$12,000	\$35,000	and up	\$ 0	\$49,000	\$50,000	\$ 7,000
\$37,000	and up	\$ 0	\$60,000	\$61,000	\$11,000				\$50,000	\$51,000	\$ 6,000
			\$61,000	\$62,000	\$10,000				\$51,000	\$52,000	\$ 5,000
			\$62,000	\$63,000	\$ 9,000				\$52,000	\$53,000	\$ 4,000
			\$63,000	\$64,000	\$ 8,000				\$53,000	\$54,000	\$ 3,000
			\$64,000	\$65,000	\$ 7,000				\$54,000	\$55,000	\$ 2,000
			\$65,000	\$66,000	\$ 6,000				\$55,000	\$56,000	\$ 1,000
			\$66,000	\$67,000	\$ 5,000				\$56,000	and up	\$ 0
			\$67,000	\$68,000	\$ 4,000						
			\$68,000	\$69,000	\$ 3,000						
			\$69,000	\$70,000	\$ 2,000						
			\$70,000	\$71,000	\$ 1,000						
			\$71,000	and up	\$ 0						

TABLE B - CONNECTICUT INCOME TAX FOR 2002 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X.

Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household
If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$10,000, multiply by .03. More than \$10,000, multiply the excess over \$10,000 by .045 and add \$300.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$20,000, multiply by .03. More than \$20,000, multiply the excess over \$20,000 by .045 and add \$600.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$16,000, multiply by .03. More than \$16,000, multiply the excess over \$16,000 by .045 and add \$480.00.
EXAMPLE: If the amount on Line 3 is \$13,000 enter \$435.00 on Line 4. $13,000 - 10,000 = 3,000$ $3,000 \times .045 = 135.00$ $135.00 + 300.00 = 435.00$	EXAMPLE: If the amount on Line 3 is \$22,500 enter \$712.50 on Line 4. $22,500 - 20,000 = 2,500$ $2,500 \times .045 = 112.50$ $112.50 + 600.00 = 712.50$	EXAMPLE: If the amount on Line 3 is \$20,000 enter \$660.00 on Line 4. $20,000 - 16,000 = 4,000$ $4,000 \times .045 = 180.00$ $180.00 + 480.00 = 660.00$

TABLE C - PERSONAL TAX CREDITS FOR 2002 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your decimal amount.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$12,500	\$15,600	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,600	\$16,100	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,100	\$16,600	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,600	\$17,100	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,100	\$17,600	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,600	\$18,100	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,100	\$18,600	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,600	\$19,100	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,100	\$20,800	.35	\$33,500	\$40,000	.35	\$18,500	\$20,000	.35	\$27,500	\$34,000	.35
\$20,800	\$21,300	.30	\$40,000	\$40,500	.30	\$20,000	\$20,500	.30	\$34,000	\$34,500	.30
\$21,300	\$21,800	.25	\$40,500	\$41,000	.25	\$20,500	\$21,000	.25	\$34,500	\$35,000	.25
\$21,800	\$22,300	.20	\$41,000	\$41,500	.20	\$21,000	\$21,500	.20	\$35,000	\$35,500	.20
\$22,300	\$26,000	.15	\$41,500	\$50,000	.15	\$21,500	\$25,000	.15	\$35,500	\$44,000	.15
\$26,000	\$26,500	.14	\$50,000	\$50,500	.14	\$25,000	\$25,500	.14	\$44,000	\$44,500	.14
\$26,500	\$27,000	.13	\$50,500	\$51,000	.13	\$25,500	\$26,000	.13	\$44,500	\$45,000	.13
\$27,000	\$27,500	.12	\$51,000	\$51,500	.12	\$26,000	\$26,500	.12	\$45,000	\$45,500	.12
\$27,500	\$28,000	.11	\$51,500	\$52,000	.11	\$26,500	\$27,000	.11	\$45,500	\$46,000	.11
\$28,000	\$50,000	.10	\$52,000	\$96,000	.10	\$27,000	\$48,000	.10	\$46,000	\$74,000	.10
\$50,000	\$50,500	.09	\$96,000	\$96,500	.09	\$48,000	\$48,500	.09	\$74,000	\$74,500	.09
\$50,500	\$51,000	.08	\$96,500	\$97,000	.08	\$48,500	\$49,000	.08	\$74,500	\$75,000	.08
\$51,000	\$51,500	.07	\$97,000	\$97,500	.07	\$49,000	\$49,500	.07	\$75,000	\$75,500	.07
\$51,500	\$52,000	.06	\$97,500	\$98,000	.06	\$49,500	\$50,000	.06	\$75,500	\$76,000	.06
\$52,000	\$52,500	.05	\$98,000	\$98,500	.05	\$50,000	\$50,500	.05	\$76,000	\$76,500	.05
\$52,500	\$53,000	.04	\$98,500	\$99,000	.04	\$50,500	\$51,000	.04	\$76,500	\$77,000	.04
\$53,000	\$53,500	.03	\$99,000	\$99,500	.03	\$51,000	\$51,500	.03	\$77,000	\$77,500	.03
\$53,500	\$54,000	.02	\$99,500	\$100,000	.02	\$51,500	\$52,000	.02	\$77,500	\$78,000	.02
\$54,000	\$54,500	.01	\$100,000	\$100,500	.01	\$52,000	\$52,500	.01	\$78,000	\$78,500	.01
\$54,500	and up	.00	\$100,500	and up	.00	\$52,500	and up	.00	\$78,500	and up	.00

Amended Connecticut Income Tax Return and Instructions

Purpose: Use this form to amend a 2003 Connecticut income tax return for individuals. This form may not be used to amend any other year's return. Do not use this form to amend **Form CT-1041, Form CT-1065, or Form CT-1120SI.**

If **Form CT-1040X** is filed to have an overpayment of Connecticut income tax refunded or credited, it must be filed before the Connecticut statute of limitations expires. Generally, the Connecticut statute of limitations for refunding or crediting any Connecticut income tax overpayment expires three years

after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If you were required to file an amended return, but failed to do so, a penalty may be imposed. Interest will also be assessed on any additional Connecticut income tax not paid on or before the due date.

The following circumstances require the filing of Form CT-1040X:

<p>1. The IRS or federal courts change or correct your federal income tax return, and the change or correction results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>2. You filed a timely amended federal income tax return, and the amendment results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your timely amended federal return. If you file Form CT-1040X no later than 90 days after the date of filing the timely amended federal income tax return, any Connecticut income tax overpayment resulting from filing the timely amended federal income tax return will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>3. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and the tax officials or courts of that qualifying jurisdiction made a change or correction to your income tax return and the change or correction results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>4. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and you filed a timely amended income tax return with that qualifying jurisdiction, and the amendment results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your amended return with the qualifying jurisdiction. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>5. If none of the above circumstances apply, but you made a mistake or omission on your Connecticut income tax return, and the mistake or omission results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than three years after the due date of your return, or if you filed a timely request for an extension of time to file, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.</p>

Do not file **Form CT-1040X** for any of the following reasons:

- To have an overpayment refunded instead of applied to next year's estimated tax or to change contributions made to designated contributions. The elections that you made on your original return **cannot** be changed by filing **Form CT-1040X**.
- To amend your Connecticut income tax return for an earlier year in order to claim a credit for income tax paid on income which was included in your Connecticut adjusted gross income for that year and which you repaid in a later taxable year. File **Schedule CT-1040CRC, Claim of Right Credit**, with your Connecticut income tax return for the later taxable year.

Financial Disability: If you are financially disabled, as defined in I.R.C. §6511(h)(2), the time for having an overpayment of Connecticut income tax refunded or credited to you is extended for as long as you are financially disabled. You are considered financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not considered financially disabled during any period that your spouse or any other person is authorized to act on your behalf in financial matters.

Instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, are included in the instructions for **Form CT-1040** and **Form CT-1040NR/PY**.

Steps to Completing Form CT-1040X

Step 1 - Refer to your original return and identify all changes that need to be made.

Step 2 - Find corresponding line items on **Form CT-1040X**. Line numbers on **Form CT-1040X** may be different from the line numbers on your original return.

Step 3 - Complete *Schedules 1, 2, and 3*. Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return.

Step 4 - Use Column A to enter the amounts shown on your original or previously adjusted return. Line numbers on **Form CT-1040X** may be different from the line numbers on your original return. For example, if you telefiled your Connecticut income tax return, add the amounts reported on **Connecticut Telefile Tax Return**, Line 11 and Line 12, and subtract the amount reported on Line 9 from the total. Enter the result on **Form CT-1040X**, Line 10, Column A.

Step 5 - Use Column B to enter the net increase or decrease for each line that you are changing.

Step 6 - Explain each change in the space provided on the front of **Form CT-1040X**.

Step 7 - Use Column C to report the corrected amounts for each line. If there is no change, enter the amount from Column A in Column C.

Form CT-1040X Instructions

Filing Status

Generally, your filing status must match your federal income tax filing status for the year. However, when one spouse is a **Connecticut resident** or a **nonresident** and the other spouse is a **part-year resident**, each spouse who is required to file a Connecticut income tax return **must file as "married filing separately."** When one spouse is a **Connecticut resident** and the other is a **nonresident**, each spouse who is required to file a Connecticut income tax return **must file as "married filing separately," unless** they file jointly for federal income tax purposes, **and** they elect to be treated as if both were Connecticut residents for the entire taxable year. See *Special Rules for Married Individuals*, in the instructions to **Form CT-1040EZ**, **Form CT-1040**, or **Form CT-1040NR/PY**.

Line 2 and Line 4 - Enter the amount from *Schedule 1*, Line 38 on Line 2, Column C and the amount from *Schedule 1*, Line 48 on Line 4, Column C.

Lines 6 through 9 - Nonresidents and Part-Year Residents Only: Refer to your previously filed **Form CT-1040NR/PY** when completing this section. Attach a copy of your corrected **Schedule CT-SI, Nonresident or Part-Year Resident Schedule of Income from Connecticut Sources. Part-Year Residents:** Also attach a copy of your corrected **Schedule CT-1040AW, Part-Year Resident Income Allocation.**

Line 8 - Calculate the tax on the amount you entered on Line 7, Column C, using the *2003 Tax Calculation Schedule*, below. Enter the result on Line 8, Column C.

Line 10 - Residents: Calculate the tax on the amount you entered on Line 5, Column C, using the *2003 Tax Calculation Schedule*, below. Enter the result on Line 10, Column C.

Nonresidents and Part-Year Residents: Multiply Line 9, Column C by Line 8, Column C. Enter the result on Line 10, Column C.

Line 11 - Residents and Part-Year Residents: Enter the amount from *Schedule 2*, Line 57 on Line 11, Column C. See instructions to **Form CT-1040** or **Form CT-1040NR/PY**.

Line 13 - If changes are being made to your Connecticut Alternative Minimum Tax, you must complete a corrected **Form CT-6251**. Write the word **"AMENDED"** across the top, and attach it to **Form CT-1040X**.

Line 15 - Residents: Enter the amount from *Schedule 3*, Line 65 on Line 15, Column C.

Nonresidents and Part-Year Residents: Enter "0" on Line 15, Column C.

Line 17 - If changes are being made to your Adjusted Net Connecticut Minimum Tax Credit, you must complete a corrected **Form CT-8801**. Write the word **"AMENDED"** across the top, and attach it to **Form CT-1040X**.

Line 19 - If changes are being made to your Connecticut Individual Use Tax, you must complete a corrected individual use tax schedule or worksheet. Write the word **"AMENDED"** across the top, and attach it to **Form CT-1040X**.

Line 21 - If changes are being made to your Connecticut income tax withholding, complete a corrected **Schedule CT-1040WH, Connecticut Income Tax Withholding**. Write the word **"AMENDED"** across the top, and attach it to **Form CT-1040X**. Also attach federal Forms W-2, W-2C, W-2G, and 1099.

2003 TAX CALCULATION SCHEDULE

1. Residents: Enter the amount from 2003 Form CT-1040X , Line 5, Column C. Nonresidents and Part-Year Residents: Enter the amount from 2003 Form CT-1040X , Line 7, Column C.	1.		
2. Enter Personal Exemption (See TABLE A , Page 6)	2.		
3. Connecticut Taxable Income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3.		
4. Enter Connecticut Income Tax (See TABLE B , Page 6)	4.		
5. Enter Decimal Amount (See TABLE C , Page 6. If zero, enter "0.")	5.	.	
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6.		
7. CONNECTICUT INCOME TAX (Subtract Line 6 from Line 4) Residents: Enter this amount on 2003 Form CT-1040X , Line 10, Column C. Nonresidents and Part-Year Residents: Enter this amount on Form CT-1040X , Line 8, Column C.	7.		

Interest

Interest at 1% (.01) per month or fraction of a month will continue to accrue from the original due date until the tax is paid in full. A month is measured from the 16th day of the first month to the fifteenth day of the next month. Any fraction of a month is considered a whole month.

Schedule 1 - Modifications to Federal Adjusted Gross Income

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. Enter all amounts as positive numbers. See instructions for Form CT-1040 or Form CT-1040NR/PY.

Additions to Federal Adjusted Gross Income

Line 31 - Interest on State and Local Government Obligations Other Than Connecticut

Enter the total amount of interest income derived from state and municipal government obligations (other than obligations of the State of Connecticut or its municipalities) which is not taxed for federal income tax purposes. Do not enter interest income derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 32 - Mutual Fund Exempt-Interest Dividends From Non-Connecticut State or Municipal Government Obligations Other Than Connecticut

Enter the total amount of exempt-interest dividends received from a mutual fund that are derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities. If the exempt-interest dividends are derived from obligations of Connecticut and other states, enter only the percentage derived from non-Connecticut obligations. Do not enter exempt-interest dividends derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 33 - Special Depreciation Allowance for Qualified Property Placed in Service During This Year

If you filed federal Form 4562, Depreciation and Amortization (Including Information on Listed Property), and claimed a special depreciation allowance for qualified property placed in service during the 2003 taxable year, you will be required to add back all or part of that bonus depreciation on Line 33. See **Special Notice 2003(21), 2003 Legislation Affecting the Connecticut Income Tax.**

Line 34 - Taxable Amount of Lump-Sum Distributions From Qualified Plans Not Included in Federal AGI

If you filed federal Form 4972, Tax On Lump-Sum Distributions, with your federal Form 1040 to compute the tax on any part of a distribution from a qualified plan, enter that part of the distribution on Line 34. Do not enter any part of the distribution reported on federal Form 1040, Line 16a; federal Form 1040A, Line 12a; or federal Form 1040, Schedule D.

Line 35 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on Form CT-1041, *Connecticut Income Tax Return for Trusts and Estates, Schedule B*, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount greater than zero, enter the amount on Line 35. If

the amount is less than zero, enter the amount on Line 45. If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if greater than zero, on Line 35.

Line 36 - Loss on Sale of Connecticut State and Local Government Bonds

Enter the total losses from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes, whether or not the entire loss is used in computing federal adjusted gross income.

Line 37 - Other

See instructions for Form CT-1040 or Form CT-1040NR/PY for information.

Subtractions From Federal Adjusted Gross Income

Line 39 - Interest on U.S. Government Obligations

Enter the total amount of interest income (to the extent includible in federal adjusted gross income) derived from U.S. government obligations, which federal law prohibits states from taxing (for example, U.S. government bonds such as Savings Bonds Series EE and Series HH, U.S. Treasury bills and notes).

For Series EE U.S. Savings Bonds, you may include **only** the amount of interest subject to federal income tax after exclusion of the amounts reported on federal Form 8815. In general, you will report the net taxable amount on federal Form 1040, Schedule B or federal Form 1040A, Schedule 1.

Do not enter the amount of interest income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing interest income derived from these obligations, and this interest income is taxable for Connecticut income tax purposes. Do not enter the amount of interest paid on any federal income tax refund.

Line 40 - Exempt Dividends From Certain Qualifying Mutual Funds Derived From U.S. Government Obligations

Enter the total amount of exempt dividends received from a qualifying mutual fund that are derived from U.S. government obligations. A mutual fund is a qualifying fund if, **at the close of EACH quarter** of its taxable year, at least 50% of the value of its assets consists of U.S. government obligations. The percentage of dividends that are exempt dividends should be reported to you by the mutual fund.

Do not enter the amount of dividend income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing income derived from these obligations, and this income is taxable for Connecticut income tax purposes.

Line 41 - Social Security Benefit Adjustment

If your filing status is **Single** or **Married Filing Separately** and the amount reported on Form CT-1040X, Line 1, Column C is **less than \$50,000**; or **Married Filing Jointly** or **Head of Household** and the amount reported on Form CT-1040X, Line 1, Column C is **less than \$60,000**, enter on Line 41 the amount of federally taxable Social Security benefits from 2003 federal Form 1040, Line 20b, or federal Form 1040A, Line 14b.

If your federal adjusted gross income is above the threshold for your filing status, and you used the worksheets contained in the instructions to federal Form 1040 or federal Form 1040A to calculate the amount of taxable Social Security benefits, complete the *Social Security Benefit Adjustment Worksheet* below and enter the amount from Line F on Line 41. If you did not use these worksheets, but instead used worksheets contained in federal Publication 590 or federal Publication 915, see **Announcement 2001(4), Taxability of Social Security Benefits for Connecticut Income Tax Purposes.**

Line 42 - Refunds of State and Local Income Taxes

Enter the amount of taxable refunds of state and local income taxes reported on Line 10 of your federal Form 1040. If Line 10 of your federal Form 1040 is blank, or if you filed federal Forms 1040A, 1040EZ, or telefiled your federal return, enter "0."

Line 43 - Tier 1 and Tier 2 Railroad Retirement Benefits and Supplemental Annuities

If you received Tier 1 or Tier 2, or both, railroad retirement benefits and supplemental annuities during 2003, you may deduct the amount included in your federal adjusted gross income but only to the extent such benefits were not already subtracted from federal adjusted gross income on Line 41 (Social Security Benefit Adjustment). See **Special Notice 2003(21), 2003 Legislation Affecting the Connecticut Income Tax.** Enter on Line 43 the balance not already subtracted on Line 41 of Tier 1 and Tier 2 railroad retirement benefits reported on federal Form 1040, Line 16b or Line 20b, or federal Form 1040A, Line 12b or Line 14b. Likewise, enter the amount of railroad unemployment benefits, including sickness benefits paid in lieu of unemployment benefits, to the extent included in your federal adjusted gross income.

Line 44 - Special Depreciation Allowance for Qualified Property Placed in Service During the Preceding Year
If you added bonus depreciation to your federal adjusted gross income on Line 32 of your 2002 Form CT-1040, you may

subtract 25% of that bonus depreciation amount. See **Special Notice 2003(21), 2003 Legislation Affecting the Connecticut Income Tax.**

Line 45 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on Form CT-1041, *Connecticut Income Tax Return for Trusts and Estates, Schedule B*, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount less than zero, enter the amount on Line 45. If the amount is greater than zero, enter the amount on Line 35.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if less than zero, on Line 45.

Line 46 - Gain on Sale of Connecticut State and Local Government Bonds

Enter the total of all gains from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes.

Line 47 - Other

See instructions for Form CT-1040 or Form CT-1040NR/PY for information.

Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. Instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, are included in the instructions for Form CT-1040 and Form CT-1040NR/PY.

LINE 41 - SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET

Enter the amount from Form CT-1040X, Line 1, Column C.

If your filing status is **Single** or **Married Filing Separately**, is the amount on Line 1 \$50,000 or more?

- Yes: **Complete** this worksheet.
- No: **Do not complete** this worksheet. Enter the amount of federally taxable Social Security Benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Line 41.

If your filing status is **Married Filing Jointly** or **Head of Household**, is the amount on Line 1 \$60,000 or more?

- Yes: **Complete** this worksheet.
- No: **Do not complete** this worksheet. Enter the amount of federally taxable Social Security Benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Line 41.

A. Enter the amount reported on your 2003 federal Social Security Benefits Worksheet, Line 1. If Line A is zero or less, stop here and enter "0" on Line 41. Otherwise, go to Line B.	A.	
B. Enter the amount reported on your 2003 federal Social Security Benefits Worksheet, Line 9. If Line B is zero or less, stop here and enter "0" on Line 41. Otherwise, go to Line C.	B.	
C. Enter the lesser of Line A or Line B.	C.	
D. Multiply Line C by 25% (.25).	D.	
E. Taxable amount of Social Security benefits reported on your 2003 federal Social Security Benefits Worksheet, Line 18.	E.	
F. Social Security Benefit Adjustment - Subtract Line D from Line E. Enter the amount here and on Form CT-1040X, <i>Schedule 1</i> , Line 41. (If Line D is greater than or equal to Line E, enter "0.")	F.	

SCHEDULE 1 MODIFICATIONS TO FEDERAL ADJUSTED GROSS INCOME (Enter all amounts as positive numbers)

Additions to Federal Adjusted Gross Income (See Instructions, Page 3)	31. Interest on state and local government obligations other than Connecticut	31		00
	32. Mutual fund exempt-interest dividends from non-Connecticut state or municipal government obligations other than Connecticut	32		00
	33. Special depreciation allowance for qualified property placed in service during this year	33		00
	34. Taxable amount of lump-sum distributions from qualified plans not included in federal adjusted gross income	34		00
	35. Beneficiary's share of Connecticut fiduciary adjustment (Enter only if greater than zero)	35		00
	36. Loss on sale of Connecticut state and local government bonds	36		00
	37. Other - specify _____	37		00
	38. TOTAL ADDITIONS (Add Lines 31 through 37); Enter here and on Line 2, Column C, on the front of this form.	38		00
Subtractions From Federal Adjusted Gross Income (See Instructions, Page 3)	39. Interest on U.S. government obligations	39		00
	40. Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations	40		00
	41. Social Security benefit adjustment (See Social Security Benefit Adjustment Worksheet, Page 4)	41		00
	42. Refunds of state and local income taxes	42		00
	43. Tier 1 and Tier 2 railroad retirement benefits and supplemental annuities	43		00
	44. Special depreciation allowance for qualified property placed in service during the preceding year	44		00
	45. Beneficiary's share of Connecticut fiduciary adjustment (Enter only if less than zero)	45		00
	46. Gain on sale of Connecticut state and local government bonds	46		00
47. Other - specify (Do not include out-of-state income) _____	47		00	
48. TOTAL SUBTRACTIONS (Add Lines 39 through 47); Enter here and on Line 4, Column C, on the front of this form.	48		00	

SCHEDULE 2 CREDIT FOR INCOME TAXES PAID TO QUALIFYING JURISDICTIONS (See instructions for Form CT-1040 or Form CT-1040NRPY)

<p>Important: You must attach a copy of your return filed with the qualifying jurisdiction(s) or your credit will be disallowed.</p>	49. MODIFIED CONNECTICUT ADJUSTED GROSS INCOME	49		00																																								
	FOR EACH COLUMN, ENTER THE FOLLOWING:	<table border="1"> <thead> <tr> <th colspan="2">COLUMN A</th> <th colspan="2">COLUMN B</th> </tr> <tr> <th>Name</th> <th>Code</th> <th>Name</th> <th>Code</th> </tr> </thead> <tbody> <tr> <td>50. Enter qualifying jurisdiction's name and two-letter code</td> <td></td> <td></td> <td></td> </tr> <tr> <td>51. Non-Connecticut income included on Line 49 and reported on a qualifying jurisdiction's income tax return (from Schedule 2 Worksheet)</td> <td>00</td> <td></td> <td>00</td> </tr> <tr> <td>52. Divide Line 51 by Line 49 (may not exceed 1.0000)</td> <td>.</td> <td>.</td> <td></td> </tr> <tr> <td>53. Income tax liability (Subtract Line -15, Column C, from Line 10, Column C)</td> <td>00</td> <td></td> <td>00</td> </tr> <tr> <td>54. Multiply Line 52 by Line 53</td> <td>00</td> <td></td> <td>00</td> </tr> <tr> <td>55. Income tax paid to a qualifying jurisdiction</td> <td>00</td> <td></td> <td>00</td> </tr> <tr> <td>56. Enter the lesser of Line 54 or Line 55</td> <td>00</td> <td></td> <td>00</td> </tr> <tr> <td>57. TOTAL CREDIT (Add Line 56, all columns) Enter here and on Line 11, Column C, on the front of this form.</td> <td></td> <td>57</td> <td>00</td> </tr> </tbody> </table>			COLUMN A		COLUMN B		Name	Code	Name	Code	50. Enter qualifying jurisdiction's name and two-letter code				51. Non-Connecticut income included on Line 49 and reported on a qualifying jurisdiction's income tax return (from Schedule 2 Worksheet)	00		00	52. Divide Line 51 by Line 49 (may not exceed 1.0000)	.	.		53. Income tax liability (Subtract Line -15, Column C, from Line 10, Column C)	00		00	54. Multiply Line 52 by Line 53	00		00	55. Income tax paid to a qualifying jurisdiction	00		00	56. Enter the lesser of Line 54 or Line 55	00		00	57. TOTAL CREDIT (Add Line 56, all columns) Enter here and on Line 11, Column C, on the front of this form.		57	00
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SCHEDULE 3 (Connecticut Residents Only) - CREDIT FOR PROPERTY TAXES PAID ON YOUR PRIMARY RESIDENCE AND/OR MOTOR VEHICLE - Failure to complete this schedule could result in the disallowance of this credit.

QUALIFYING PROPERTY	COLUMN A	COLUMN B	COLUMN C	COLUMN D	COLUMN E	
	NAME OF CONNECTICUT TAX TOWN OR DISTRICT	DESCRIPTION OF PROPERTY If primary residence, enter street address If motor vehicle, enter year, make, and model	LIST OR BILL NUMBER (if available)	DATE(S) PAID (Enter date(s) you paid property tax.)	AMOUNT PAID (Enter amount of property tax paid.)	
PRIMARY RESIDENCE					58	00
AUTO 1					59	00
Married Filing Jointly Only - AUTO 2					60	00
Property Tax Credit Calculation	61. TOTAL PROPERTY TAX PAID (Add all amounts for Column E)				61	00
	62. MAXIMUM PROPERTY TAX CREDIT ALLOWED				62	350 00
	63. Enter the Lesser of Line 61 or Line 62.				63	00
	64. Limitation - Enter the result from the Property Tax Credit Limitation Worksheet (See Page 5)				64	00
	65. Subtract Line 64 from Line 63. Enter here and on Line 15, Column C, on the front of this form.				65	00

Make your check or money order payable to: "Commissioner of Revenue Services"
To ensure proper posting of your payment, write your Social Security Number(s) and "2003 Form CT-1040X" on your check or money order.

**MAIL TO: Department of Revenue Services
PO Box 2978
Hartford CT 06104-2978**

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy for your records.	Your Signature	Date	Spouse's Signature (if joint return)	Date
	Paid Preparer's Signature	Date	Telephone Number ()	Preparer's SSN or PTIN
	Firm's Name, Address, and ZIP Code			FEIN

Schedule 3 - (Connecticut Residents Only) Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. The credit is for property taxes paid during 2003 to a Connecticut political subdivision on a primary residence and/or a privately owned or leased motor vehicle. If you entered "0" on Form CT-1040X, Line 14, Column C, **DO NOT** complete this schedule. See **Informational Publication 2003(24), Q & A: Income Tax Credit for Property Taxes Paid to a Connecticut Political Subdivision.**

Which Property Tax Bills Qualify

You may take credit against your 2003 Connecticut income tax liability for property tax payments that you made on your primary residence and/or privately owned or leased motor vehicle to a Connecticut political subdivision. Generally, property tax bills that were due and paid during 2003 qualify for this credit. This includes any installment payments that you made during 2003 that were due in 2003 and any installments that you prepaid during 2003 that were due in 2004. Supplemental property tax bills that were due during 2003 or 2004 also qualify if paid during 2003. However, the late payment of any property tax bills or the payment of any interest, fees, or charges related to the property tax bill do not qualify for the credit.

A husband and wife who file a joint Connecticut income tax return may consider property tax bills for which the husband or wife, or both, are liable.

You may take credit for a leased motor vehicle if you had a written lease agreement for a term of more than one year and the property tax became due and was paid during 2003 (either by the leasing company or by you). Refer to your January 2004 billing statement from the leasing company in order to determine the amount of property taxes that may be eligible for the credit. Your statement will either indicate the amount of property taxes paid on your leased motor vehicle or provide you with a toll-free number that you may call to obtain the necessary information. If you do not receive a billing statement in January 2004, contact your leasing company for the appropriate property tax information.

Maximum Credit Allowed

The maximum credit allowed (on your primary residence and/or motor vehicle) is **\$350** per return, regardless of filing status. This credit cannot exceed the amount of qualifying property taxes paid or the amount of tax entered on Form CT-1040X, Line 14, Column C and is phased-out depending upon your Connecticut adjusted gross income. To be allowed to take this credit, you **must** complete **Schedule 3**, in its entirety.

Motor Vehicle Credit Restrictions

The number of motor vehicles eligible for this credit depends on your filing status as shown on the front of your Connecticut income tax return. Individuals whose filing status is **Single, Married Filing Separately, or Head of Household** is limited to the property tax paid on **one** motor vehicle, even if the individual sells a motor vehicle and purchases a replacement motor vehicle during the taxable year. Individuals whose filing status is **Married Filing Jointly** are limited to the property taxes paid on **two** motor vehicles.

Schedule 3 - Line Instructions

Line 58 - Primary Residence

Enter the total amount of property tax paid on your primary residence.

Line 59 - Auto 1

Enter the total amount of property tax paid on your motor vehicle.

Line 60 - Married Filing Jointly Only - Auto 2

Enter the total amount of property tax paid on your second motor vehicle.

Line 64 - Limitation

Enter "0" on Line 64 and go to Line 65 if your:

Filing status is:	Connecticut adjusted gross income is:
Single	\$ 54,500 or less
Married Filing Jointly	\$100,500 or less
Married Filing Separately	\$ 50,250 or less
Head of Household	\$ 78,500 or less

Otherwise, you **must** complete the *Property Tax Credit Limitation Worksheet* below.

LINE 64 - PROPERTY TAX CREDIT LIMITATION WORKSHEET (Connecticut Residents Only)

Enter the amount from Form CT-1040X, Schedule 3, Line 63, on Line 65 and do not complete this worksheet if your filing status is:

- **Single** and your Connecticut AGI is **\$54,500, or less;**
- **Married Filing Jointly** and your Connecticut AGI is **\$100,500, or less;**
- **Married Filing Separately** and your Connecticut AGI is **\$50,250, or less;** or
- **Head of Household** and your Connecticut AGI is **\$78,500, or less.**

Otherwise, complete Lines 1 through 3 below and enter the amount from Line 3 on Form CT-1040X, Schedule 3, Line 64.

1. Enter the amount reported on Form CT-1040X, Schedule 3, Line 63	1.	
2. Enter the decimal amount from the Property Tax Credit Limitation Table exactly as it appears in the chart at right. (If zero, stop here, your credit is not limited.)	2.	.
3. Multiply Line 1 by Line 2. Enter the result here and on Form CT-1040X, Schedule 3, Line 64.	3.	

PROPERTY TAX CREDIT LIMITATION TABLE

Use your filing status shown on Form CT-1040X and your Connecticut AGI - Form CT-1040X, Line 5, Column C.

Single			Married Filing Jointly		
Connecticut AGI is:			Connecticut AGI is:		
More Than	Less Than or Equal to	Decimal Amount	More Than	Less Than or Equal to	Decimal Amount
\$ 0	\$ 54,500	0	\$ 0	\$100,500	0
\$ 54,500	\$ 64,500	.10	\$100,500	\$110,500	.10
\$ 64,500	\$ 74,500	.20	\$110,500	\$120,500	.20
\$ 74,500	\$ 84,500	.30	\$120,500	\$130,500	.30
\$ 84,500	\$ 94,500	.40	\$130,500	\$140,500	.40
\$ 94,500	\$104,500	.50	\$140,500	\$150,500	.50
\$104,500	\$114,500	.60	\$150,500	\$160,500	.60
\$114,500	\$124,500	.70	\$160,500	\$170,500	.70
\$124,500	\$134,500	.80	\$170,500	\$180,500	.80
\$134,500	\$144,500	.90	\$180,500	\$190,500	.90
\$144,500	and up	1.00	\$190,500	and up	1.00

Married Filing Separately			Head of Household		
Connecticut AGI is:			Connecticut AGI is:		
More Than	Less Than or Equal to	Decimal Amount	More Than	Less Than or Equal to	Decimal Amount
\$ 0	\$ 50,250	0	\$ 0	\$ 78,500	0
\$ 50,250	\$ 55,250	.10	\$ 78,500	\$ 88,500	.10
\$ 55,250	\$ 60,250	.20	\$ 88,500	\$ 98,500	.20
\$ 60,250	\$ 65,250	.30	\$ 98,500	\$108,500	.30
\$ 65,250	\$ 70,250	.40	\$108,500	\$118,500	.40
\$ 70,250	\$ 75,250	.50	\$118,500	\$128,500	.50
\$ 75,250	\$ 80,250	.60	\$128,500	\$138,500	.60
\$ 80,250	\$ 85,250	.70	\$138,500	\$148,500	.70
\$ 85,250	\$ 90,250	.80	\$148,500	\$158,500	.80
\$ 90,250	\$ 95,250	.90	\$158,500	\$168,500	.90
\$ 95,250	and up	1.00	\$168,500	and up	1.00

TABLE A - EXEMPTIONS FOR 2003 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your exemption.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$ 0	\$25,000	\$12,500	\$ 0	\$48,000	\$24,000	\$ 0	\$24,000	\$12,000	\$ 0	\$38,000	\$19,000
\$25,000	\$26,000	\$11,500	\$48,000	\$49,000	\$23,000	\$24,000	\$25,000	\$11,000	\$38,000	\$39,000	\$18,000
\$26,000	\$27,000	\$10,500	\$49,000	\$50,000	\$22,000	\$25,000	\$26,000	\$10,000	\$39,000	\$40,000	\$17,000
\$27,000	\$28,000	\$ 9,500	\$50,000	\$51,000	\$21,000	\$26,000	\$27,000	\$ 9,000	\$40,000	\$41,000	\$16,000
\$28,000	\$29,000	\$ 8,500	\$51,000	\$52,000	\$20,000	\$27,000	\$28,000	\$ 8,000	\$41,000	\$42,000	\$15,000
\$29,000	\$30,000	\$ 7,500	\$52,000	\$53,000	\$19,000	\$28,000	\$29,000	\$ 7,000	\$42,000	\$43,000	\$14,000
\$30,000	\$31,000	\$ 6,500	\$53,000	\$54,000	\$18,000	\$29,000	\$30,000	\$ 6,000	\$43,000	\$44,000	\$13,000
\$31,000	\$32,000	\$ 5,500	\$54,000	\$55,000	\$17,000	\$30,000	\$31,000	\$ 5,000	\$44,000	\$45,000	\$12,000
\$32,000	\$33,000	\$ 4,500	\$55,000	\$56,000	\$16,000	\$31,000	\$32,000	\$ 4,000	\$45,000	\$46,000	\$11,000
\$33,000	\$34,000	\$ 3,500	\$56,000	\$57,000	\$15,000	\$32,000	\$33,000	\$ 3,000	\$46,000	\$47,000	\$10,000
\$34,000	\$35,000	\$ 2,500	\$57,000	\$58,000	\$14,000	\$33,000	\$34,000	\$ 2,000	\$47,000	\$48,000	\$ 9,000
\$35,000	\$36,000	\$ 1,500	\$58,000	\$59,000	\$13,000	\$34,000	\$35,000	\$ 1,000	\$48,000	\$49,000	\$ 8,000
\$36,000	\$37,000	\$ 500	\$59,000	\$60,000	\$12,000	\$35,000	and up	\$ 0	\$49,000	\$50,000	\$ 7,000
\$37,000	and up	\$ 0	\$60,000	\$61,000	\$11,000				\$50,000	\$51,000	\$ 6,000
			\$61,000	\$62,000	\$10,000				\$51,000	\$52,000	\$ 5,000
			\$62,000	\$63,000	\$ 9,000				\$52,000	\$53,000	\$ 4,000
			\$63,000	\$64,000	\$ 8,000				\$53,000	\$54,000	\$ 3,000
			\$64,000	\$65,000	\$ 7,000				\$54,000	\$55,000	\$ 2,000
			\$65,000	\$66,000	\$ 6,000				\$55,000	\$56,000	\$ 1,000
			\$66,000	\$67,000	\$ 5,000				\$56,000	and up	\$ 0
			\$67,000	\$68,000	\$ 4,000						
			\$68,000	\$69,000	\$ 3,000						
			\$69,000	\$70,000	\$ 2,000						
			\$70,000	\$71,000	\$ 1,000						
			\$71,000	and up	\$ 0						

TABLE B - CONNECTICUT INCOME TAX FOR 2003 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X.

Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household
If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$10,000, multiply by .03. More than \$10,000, multiply the excess over \$10,000 by .05 and add \$300.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$20,000, multiply by .03. More than \$20,000, multiply the excess over \$20,000 by .05 and add \$600.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$16,000, multiply by .03. More than \$16,000, multiply the excess over \$16,000 by .05 and add \$480.00.
EXAMPLE: If the amount on Line 3 is \$13,000 enter \$450.00 on Line 4. \$13,000 - \$10,000 = \$3,000 \$3,000 x .05 = \$150.00 \$150.00 + \$300.00 = \$450.00	EXAMPLE: If the amount on Line 3 is \$22,500 enter \$725.00 on Line 4. \$22,500 - \$20,000 = \$2,500 \$2,500 x .05 = \$125.00 \$125.00 + \$600.00 = \$725.00	EXAMPLE: If the amount on Line 3 is \$20,000 enter \$680.00 on Line 4. \$20,000 - \$16,000 = \$4,000 \$4,000 x .05 = \$200.00 \$200.00 + \$480.00 = \$680.00

TABLE C - PERSONAL TAX CREDITS FOR 2003 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your decimal amount.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$12,500	\$15,600	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,600	\$16,100	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,100	\$16,600	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,600	\$17,100	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,100	\$17,600	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,600	\$18,100	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,100	\$18,600	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,600	\$19,100	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,100	\$20,800	.35	\$33,500	\$40,000	.35	\$18,500	\$20,000	.35	\$27,500	\$34,000	.35
\$20,800	\$21,300	.30	\$40,000	\$40,500	.30	\$20,000	\$20,500	.30	\$34,000	\$34,500	.30
\$21,300	\$21,800	.25	\$40,500	\$41,000	.25	\$20,500	\$21,000	.25	\$34,500	\$35,000	.25
\$21,800	\$22,300	.20	\$41,000	\$41,500	.20	\$21,000	\$21,500	.20	\$35,000	\$35,500	.20
\$22,300	\$26,000	.15	\$41,500	\$50,000	.15	\$21,500	\$25,000	.15	\$35,500	\$44,000	.15
\$26,000	\$26,500	.14	\$50,000	\$50,500	.14	\$25,000	\$25,500	.14	\$44,000	\$44,500	.14
\$26,500	\$27,000	.13	\$50,500	\$51,000	.13	\$25,500	\$26,000	.13	\$44,500	\$45,000	.13
\$27,000	\$27,500	.12	\$51,000	\$51,500	.12	\$26,000	\$26,500	.12	\$45,000	\$45,500	.12
\$27,500	\$28,000	.11	\$51,500	\$52,000	.11	\$26,500	\$27,000	.11	\$45,500	\$46,000	.11
\$28,000	\$50,000	.10	\$52,000	\$96,000	.10	\$27,000	\$48,000	.10	\$46,000	\$74,000	.10
\$50,000	\$50,500	.09	\$96,000	\$96,500	.09	\$48,000	\$48,500	.09	\$74,000	\$74,500	.09
\$50,500	\$51,000	.08	\$96,500	\$97,000	.08	\$48,500	\$49,000	.08	\$74,500	\$75,000	.08
\$51,000	\$51,500	.07	\$97,000	\$97,500	.07	\$49,000	\$49,500	.07	\$75,000	\$75,500	.07
\$51,500	\$52,000	.06	\$97,500	\$98,000	.06	\$49,500	\$50,000	.06	\$75,500	\$76,000	.06
\$52,000	\$52,500	.05	\$98,000	\$98,500	.05	\$50,000	\$50,500	.05	\$76,000	\$76,500	.05
\$52,500	\$53,000	.04	\$98,500	\$99,000	.04	\$50,500	\$51,000	.04	\$76,500	\$77,000	.04
\$53,000	\$53,500	.03	\$99,000	\$99,500	.03	\$51,000	\$51,500	.03	\$77,000	\$77,500	.03
\$53,500	\$54,000	.02	\$99,500	\$100,000	.02	\$51,500	\$52,000	.02	\$77,500	\$78,000	.02
\$54,000	\$54,500	.01	\$100,000	\$100,500	.01	\$52,000	\$52,500	.01	\$78,000	\$78,500	.01
\$54,500	and up	.00	\$100,500	and up	.00	\$52,500	and up	.00	\$78,500	and up	.00

Amended Connecticut Income Tax Return and Instructions

Purpose: Use this form to amend a previously-filed 2004 Connecticut income tax return for individuals. This form may not be used to amend any other year's return. Do not use this form to amend **Form CT-1041** or **Form CT-1065/CT-1120SI**.

If **Form CT-1040X** is filed to have an overpayment of Connecticut income tax refunded or credited, it must be filed before the Connecticut statute of limitations expires. Generally, the Connecticut statute of limitations for refunding or crediting

any Connecticut income tax overpayment expires three years after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If you were required to file an amended return, but failed to do so, a penalty may be imposed. Interest will also be assessed on any additional Connecticut income tax not paid on or before the due date.

The following circumstances require the filing of Form CT-1040X:

<p>1. The IRS or federal courts change or correct your federal income tax return, and the change or correction results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>2. You filed a timely amended federal income tax return, and the amendment results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your timely amended federal return. If you file Form CT-1040X no later than 90 days after the date of filing the timely amended federal income tax return, any Connecticut income tax overpayment resulting from filing the timely amended federal income tax return will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>3. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and the tax officials or courts of that qualifying jurisdiction made a change or correction to your income tax return and the change or correction results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the final determination. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>4. You claimed a credit for income tax paid to a qualifying jurisdiction on your original income tax return and you filed a timely amended income tax return with that qualifying jurisdiction, and the amendment results in your Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of your allowable credit).</p>	<p>File Form CT-1040X no later than 90 days after the date you filed your amended return with the qualifying jurisdiction. If you file Form CT-1040X no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to you, even if the Connecticut statute of limitations has otherwise expired.</p>
<p>5. If none of the above circumstances apply, but you made a mistake or omission on your Connecticut income tax return, and the mistake or omission results in your Connecticut income tax being overpaid or underpaid.</p>	<p>File Form CT-1040X no later than three years after the due date of your return, or if you filed a timely request for an extension of time to file, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.</p>

Do not file **Form CT-1040X** for any of the following reasons:

- To have an overpayment refunded instead of applied to next year's estimated tax or to change your contributions to designated charities. The elections that you made on your original return **cannot** be changed by filing **Form CT-1040X**.
- To amend your Connecticut income tax return for an earlier year in order to claim a credit for income tax paid on income which was included in your Connecticut adjusted gross income for that year and which you repaid in a later taxable year. File **Schedule CT-1040CRC, Claim of Right Credit**, with your Connecticut income tax return for the later taxable year.

Financial Disability: If you are financially disabled, as defined in I.R.C. §6511(h)(2), the time for having an overpayment of Connecticut income tax refunded or credited to you is extended for as long as you are financially disabled. You are considered financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not considered financially disabled during any period that your spouse or any other person is authorized to act on your behalf in financial matters.

Instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, are included in the instructions for **Form CT-1040** and **Form CT-1040NR/PY**.

Steps to Completing Form CT-1040X

Step 1 - Refer to your original return and identify all changes that need to be made.

Step 2 - Find corresponding line items on **Form CT-1040X**. Line numbers on **Form CT-1040X** may be different from the line numbers on your original return.

Step 3 - Complete *Schedules 1, 2, and 3*. Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return.

Step 4 - Use Column A to enter the amounts shown on your original or previously adjusted return. Line numbers on **Form CT-1040X** may be different from the line numbers on your original return. For example, if you telefiled your Connecticut income tax return, add the amounts reported on **Connecticut Telefile Tax Return**, Line 11 and Line 12, and subtract the amount reported on Line 9 from the total. Enter the result on **Form CT-1040X**, Line 10, Column A.

Step 5 - Use Column B to enter the net increase or decrease for each line that you are changing.

Step 6 - Explain each change in the space provided on the front of **Form CT-1040X**.

Step 7 - Use Column C to report the corrected amounts for each line. If there is no change, enter the amount from Column A in Column C.

Form CT-1040X Instructions

Filing Status

Generally, your filing status must match your federal income tax filing status for the year. However, when one spouse is a **Connecticut resident** or a **nonresident** and the other spouse is a **part-year resident**, each spouse who is required to file a Connecticut income tax return **must** file as "**married filing separately**." When one spouse is a **Connecticut resident** and the other is a **nonresident**, each spouse who is required to file a Connecticut income tax return **must** file as "**married filing separately**," **unless** they file jointly for federal income tax purposes, and they elect to be treated as if both were Connecticut residents for the entire taxable year. See *Special Rules for Married Individuals*, in the instructions to **Form CT-1040EZ**, **Form CT-1040**, or **Form CT-1040NR/PY**.

Line 2 and Line 4 - Enter the amount from *Schedule 1*, Line 39 on Line 2, Column C and the amount from *Schedule 1*, Line 50 on Line 4, Column C.

Lines 6 through 9 - Nonresidents and Part-Year Residents Only: Refer to your previously filed **Form CT-1040NR/PY** when completing this section. Attach a copy of your corrected **Schedule CT-SI, Nonresident or Part-Year Resident Schedule of Income from Connecticut Sources**. **Part-Year Residents:** Also attach a copy of your corrected **Schedule CT-1040AW, Part-Year Resident Income Allocation**.

Line 8 - Calculate the tax on the amount you entered on Line 7, Column C, using the *2004 Tax Calculation Schedule*, below. Enter the result on Line 8, Column C.

Line 10 - Residents: Calculate the tax on the amount you entered on Line 5, Column C, using the *2004 Tax Calculation Schedule*, below. Enter the result on Line 10, Column C.

Nonresidents and Part-Year Residents: Multiply Line 9, Column C by Line 8, Column C. Enter the result on Line 10, Column C.

Line 11 - Residents and Part-Year Residents: Enter the amount from *Schedule 2*, Line 59 on Line 11, Column C. See instructions to **Form CT-1040** or **Form CT-1040NR/PY**.

Line 13 - If changes are being made to your Connecticut Alternative Minimum Tax, you must complete a corrected **Form CT-6251**. Write the word "**AMENDED**" across the top, and attach it to **Form CT-1040X**.

Line 15 - Residents: Enter the amount from *Schedule 3*, Line 68 on Line 15, Column C.

Nonresidents and Part-Year Residents: Enter "0" on Line 15, Column C.

Line 17 - If changes are being made to your Adjusted Net Connecticut Minimum Tax Credit, you must complete a corrected **Form CT-8801**. Write the word "**AMENDED**" across the top, and attach it to **Form CT-1040X**.

Line 19 - If changes are being made to your Connecticut Individual Use Tax, you must complete a corrected individual use tax schedule or worksheet. Write the word "**AMENDED**" across the top, and attach it to **Form CT-1040X**.

Line 21 - If changes are being made to your Connecticut income tax withholding, complete a corrected **Schedule CT-1040WH; Connecticut Income Tax Withholding**. Write the word "**AMENDED**" across the top, and attach it to **Form CT-1040X**. Also attach federal Forms W-2, W-2C, W-2G, and 1099.

2004 TAX CALCULATION SCHEDULE

1. Residents: Enter the amount from 2004 Form CT-1040X , Line 5, Column C. Nonresidents and Part-Year Residents: Enter the amount from 2004 Form CT-1040X , Line 7, Column C.	1.		
2. Enter Personal Exemption (See TABLE A , Page 6)	2.		
3. Connecticut Taxable Income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3.		
4. Enter Connecticut Income Tax (See TABLE B , Page 6)	4.		
5. Enter Decimal Amount (See TABLE C , Page 6. If zero, enter "0.")	5.		
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6.		
7. CONNECTICUT INCOME TAX (Subtract Line 6 from Line 4) Residents: Enter this amount on 2004 Form CT-1040X , Line 10, Column C. Nonresidents and Part-Year Residents: Enter this amount on Form CT-1040X , Line 8, Column C.	7.		

Interest

Interest at 1% (.01) per month or fraction of a month will continue to accrue from the original due date until the tax is paid in full. A month is measured from the 16th day of the first month to the fifteenth day of the next month. Any fraction of a month is considered a whole month.

Schedule 1 - Modifications to Federal Adjusted Gross Income

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. Enter all amounts as positive numbers. See instructions for Form CT-1040 or Form CT-1040NR/PY.

Additions to Federal Adjusted Gross Income

Line 31 - Interest on State and Local Government Obligations Other Than Connecticut

Enter the total amount of interest income derived from state and municipal government obligations (other than obligations of the State of Connecticut or its municipalities) which is not taxed for federal income tax purposes. Do not enter interest income derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 32 - Mutual Fund Exempt-Interest Dividends From Non-Connecticut State or Municipal Government Obligations Other Than Connecticut

Enter the total amount of exempt-interest dividends received from a mutual fund that are derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities. If the exempt-interest dividends are derived from obligations of Connecticut and other states, enter only the percentage derived from non-Connecticut obligations. Do not enter exempt-interest dividends derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 33 - Special Depreciation Allowance for Qualified Property Placed in Service Prior to September 11, 2004

If you filed federal Form 4562, Depreciation and Amortization (Including Information on Listed Property), and claimed a special depreciation allowance for qualified property placed in service during the 2004 taxable year, you will be required to add back all or part of that bonus depreciation on Line 33. See **Special Notice 2003(21), 2003 Legislation Affecting the Connecticut Income Tax.**

Line 34 - Taxable Amount of Lump-Sum Distributions From Qualified Plans Not Included in Federal AGI

If you filed federal Form 4972, Tax On Lump-Sum Distributions, with your federal Form 1040 to compute the tax on any part of a distribution from a qualified plan, enter that part of the distribution on Line 34. Do not enter any part of the distribution reported on federal Form 1040, Line 16a; federal Form 1040A, Line 12a; or federal Form 1040, Schedule D.

Line 35 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on Form CT-1041, Connecticut Income Tax Return for Trusts and Estates, Schedule B, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount greater than zero,

enter the amount on Line 35. If the amount is less than zero, enter the amount on Line 46. If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if greater than zero, on Line 35.

Line 36 - Loss on Sale of Connecticut State and Local Government Bonds

Enter the total losses from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes, whether or not the entire loss is used in computing federal adjusted gross income.

Line 38 - Other

See instructions for Form CT-1040 or Form CT-1040NR/PY for information.

Subtractions From Federal Adjusted Gross Income

Line 40 - Interest on U.S. Government Obligations

Enter the total amount of interest income (to the extent includible in federal adjusted gross income) derived from U.S. government obligations, which federal law prohibits states from taxing (for example, U.S. government bonds such as Savings Bonds Series EE and Series HH, U.S. Treasury bills and notes).

For Series EE U.S. Savings Bonds, you may include only the amount of interest subject to federal income tax after exclusion of the amounts reported on federal Form 8815. In general, you will report the net taxable amount on federal Form 1040, Schedule B or federal Form 1040A, Schedule 1.

Do not enter the amount of interest income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing interest income derived from these obligations, and this interest income is taxable for Connecticut income tax purposes. Do not enter the amount of interest paid on any federal income tax refund.

Line 41 - Exempt Dividends From Certain Qualifying Mutual Funds Derived From U.S. Government Obligations

Enter the total amount of exempt dividends received from a qualifying mutual fund that are derived from U.S. government obligations. A mutual fund is a qualifying fund if, at the close of EACH quarter of its taxable year, at least 50% of the value of its assets consists of U.S. government obligations. The percentage of dividends that are exempt dividends should be reported to you by the mutual fund.

Do not enter the amount of dividend income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing income derived from these obligations, and this income is taxable for Connecticut income tax purposes.

Line 42 - Social Security Benefit Adjustment

If your filing status is Single or Married Filing Separately and the amount reported on Form CT-1040X, Line 1, Column C is less than \$50,000; or Married Filing Jointly or Head of Household and the amount reported on Form CT-1040X, Line 1, Column C is less than \$60,000, enter on Line 42 the amount of federally taxable Social Security benefits from 2004 federal Form 1040, Line 20b, or federal Form 1040A, Line 14b.

If your federal adjusted gross income is above the threshold for your filing status, and you used the worksheets contained in the instructions to federal Form 1040 or federal Form 1040A to calculate the amount of taxable Social Security benefits, complete the *Social Security Benefit Adjustment Worksheet* below and enter the amount from Line F on Line 42. If you did not use these worksheets, but instead used worksheets contained in federal Publication 590 or federal Publication 915, see **Announcement 2001(4)**, *Taxability of Social Security Benefits for Connecticut Income Tax Purposes*.

Line 43 - Refunds of State and Local Income Taxes

Enter the amount of taxable refunds of state and local income taxes reported on Line 10 of your federal Form 1040. If Line 10 of your federal Form 1040 is blank, or if you filed federal Forms 1040A, 1040EZ, or telefiled your federal return, enter "0."

Line 44 - Tier 1 and Tier 2 Railroad Retirement Benefits and Supplemental Annuities

If you received Tier 1 or Tier 2, or both, railroad retirement benefits and supplemental annuities during 2004, you may deduct the amount included in your federal adjusted gross income but only to the extent such benefits were not already subtracted from federal adjusted gross income on Line 42 (Social Security Benefit Adjustment). Enter on Line 44 the balance not already subtracted on Line 42 of Tier 1 and Tier 2 railroad retirement benefits reported on federal Form 1040, Line 16b or Line 20b, or federal Form 1040A, Line 12b or Line 14b. Likewise, enter the amount of railroad unemployment benefits, including sickness benefits paid in lieu of unemployment benefits, to the extent included in your federal adjusted gross income.

Line 45 - Special Depreciation Allowance for Qualified Property Placed in Service During the Preceding Year

If you added bonus depreciation to your federal adjusted gross income on Line 32 of your **2003 Form CT-1040**, you may subtract 25% of that bonus depreciation amount. See **Special Notice**

2003(21), 2003 Legislation Affecting the Connecticut Income Tax.

Line 46 - Beneficiary's Share of Connecticut Fiduciary Adjustment

If you have any income from an estate or trust, your share of any Connecticut modifications (that is, your share of the Connecticut fiduciary adjustment) that apply to such income will be shown on **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates, Schedule B**, Part 1, Column 5. Your share of these modifications should be provided to you by the fiduciary. If your share of these modifications is an amount less than zero, enter the amount on Line 46. If the amount is greater than zero, enter the amount on Line 35.

If you are a beneficiary of more than one trust or estate, enter the net amount of all such modifications, if less than zero, on Line 46.

Line 47 - Gain on Sale of Connecticut State and Local Government Bonds

Enter the total of all gains from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities used in determining gain (loss) for federal income tax purposes.

Line 49 - Other

See instructions for **Form CT-1040** or **Form CT-1040NR/PY** for information.

Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. Instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, are included in the instructions for **Form CT-1040** and **Form CT-1040NR/PY**.

LINE 42 - SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET

Enter the amount from **Form CT-1040X**, Line 1, Column C.

If your filing status is **Single** or **Married Filing Separately**, is the amount on Line 1 \$50,000 or more?

- Yes: **Complete** this worksheet.
- No: **Do not complete** this worksheet. Enter the amount of federally taxable Social Security Benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Line 42.

If your filing status is **Married Filing Jointly** or **Head of Household**, is the amount on Line 1 \$60,000 or more?

- Yes: **Complete** this worksheet.
- No: **Do not complete** this worksheet. Enter the amount of federally taxable Social Security Benefits you reported on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on Line 42.

A. Enter the amount reported on your 2004 federal Social Security Benefits Worksheet, Line 1. If Line A is zero or less, stop here and enter "0" on Line 42. Otherwise, go to Line B.	A.	
B. Enter the amount reported on your 2004 federal Social Security Benefits Worksheet, Line 9. If Line B is zero or less, stop here and enter "0" on Line 42. Otherwise, go to Line C.	B.	
C. Enter the lesser of Line A or Line B.	C.	
D. Multiply Line C by 25% (.25).	D.	
E. Taxable amount of Social Security benefits reported on your 2004 federal Social Security Benefits Worksheet, Line 18.	E.	
F. Social Security Benefit Adjustment - Subtract Line D from Line E. Enter the amount here and on Form CT-1040X, Schedule 1 , Line 42. (If Line D is greater than or equal to Line E, enter "0.")	F.	

Form CT-1040X

2004

AMENDED CONNECTICUT INCOME TAX RETURN FOR INDIVIDUALS

(Rev. 12/04)

For the year January 1 - December 31, 2004, or other taxable year beginning _____, 2004, ending _____

Please Print or Type	Your First Name and Middle Initial _____ Last Name _____		Social Security Number ____-____-____
	If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial _____ Last Name _____		Spouse's Social Security Number ____-____-____
	Home Address (number and street), Apartment Number, PO Box _____		Your Telephone Number () _____
	City, Town, or Post Office _____ State _____ ZIP Code _____		DRS USE ONLY - - 20

Filing Status: *On original return:* Single Married filing jointly/qualifying widow(er) Married filing separately Head of household
On this return: Single Married filing jointly/qualifying widow(er) Married filing separately Head of household

Are you amending your return as a result of federal or another state's changes? (See instructions) YES NO
 If YES, enter the date of federal change / / OR enter the date of other state's change / /

You must attach a copy of the IRS audit results, federal Form 1040X, the other state's audit results or amended returns, and supporting documentation.

Enter in the space below the line number for each item you are changing and give the reason for each change. Attach supporting forms and schedules for items changed. Write your name and Social Security Number on all attachments.

		A. Original amount or as previously adjusted	B. Net change increase or (decrease)	C. Correct amount
Income	1. Federal Adjusted Gross Income (from federal Form 1040, Line 36; Form 1040A, Line 21; Form 1040EZ, Line 4; or federal TeleFile Tax Record, Line 1) 1			00
	2. Additions, if any (See instructions) 2			00
	3. Add Line 1 and Line 2 3			00
	4. Subtractions, if any (See instructions) 4			00
	5. Connecticut Adjusted Gross Income (Subtract Line 4 from Line 3) 5			00
Residents go to Line 10; Nonresidents and Part-Year Residents go to Line 6				
Nonresidents and Part-Year Residents Only	6. Enter your income from Connecticut sources from Schedule CT-SI; (if less than or equal to zero, enter "0.") 6			00
	7. Enter the greater of Line 5 or Line 6 (If zero, go to Line 10 and enter "0.") 7			00
	8. Income Tax (From Tax Calculation Schedule, see instructions) 8			00
	9. Divide Line 6 by Line 5 (If Line 6 is equal to or greater than Line 5, enter 1.0000.) 9			00
Tax	10. Income Tax (See instructions) 10			00
	11. Credit for income taxes paid to qualifying jurisdictions (See instructions) Residents and Part-Year Residents only 11			00
	12. Subtract Line 11 from Line 10 12			00
	13. Connecticut Alternative Minimum Tax (from Form CT-6251) 13			00
	14. Add Line 12 and Line 13 14			00
	15. Credit for property tax paid on your primary residence and/or motor vehicle. Residents only (See instructions) 15			00
	16. Subtract Line 15 from Line 14 (If less than or equal to zero, enter "0.") ... 16			00
	17. Adjusted Net Connecticut Minimum Tax Credit (from Form CT-8801) 17			00
	18. Connecticut Income Tax (Subtract Line 17 from Line 16) 18			00
	19. Individual Use Tax (See instructions) 19			00
20. Total Tax (Add Line 18 and Line 19) 20			00	
Payments	21. Connecticut tax withheld (See instructions) 21			00
	22. All 2004 estimated Connecticut income tax payments (including any overpayments applied from a prior year) and extension payments 22			00
	23. Amounts paid with original return, plus additional tax paid after it was filed 23			00
	24. Total Payments (Add Lines 21, 22, and 23) 24			00
	25. Overpayment, if any, as shown on original return (or as previously adjusted) 25			00
26. Subtract Line 25 from Line 24 26			00	
Refund	27. If Line 26, Column C, is greater than Line 20, Column C, enter the amount overpaid REFUND 27			00
Amount You Owe	28. If Line 20, Column C, is greater than Line 26, Column C, enter the amount you owe 28			00
	29. Interest (Multiply Line 28 by number of months or fraction thereof, then by 1% (.01)) 29			00
	30. Amount you owe with this return (Add Line 28, Column C, and Line 29, Column C) AMOUNT YOU OWE 30			00

SCHEDULE 1 MODIFICATIONS TO FEDERAL ADJUSTED GROSS INCOME (Enter all amounts as positive numbers)

Additions to Federal Adjusted Gross Income <i>(See instructions, Page 3)</i>	31. Interest on state and local government obligations other than Connecticut	31		00
	32. Mutual fund exempt-interest dividends from non-Connecticut state or municipal government obligations other than Connecticut	32		00
	33. Special depreciation allowance for qualified property placed in service prior to September 11, 2004	33		00
	34. Taxable amount of lump-sum distributions from qualified plans not included in federal adjusted gross income	34		00
	35. Beneficiary's share of Connecticut fiduciary adjustment (Enter only if greater than zero)	35		00
	36. Loss on sale of Connecticut state and local government bonds	36		00
	37. Allocated for future use	37		
	38. Other - specify _____	38		00
	39. TOTAL ADDITIONS (Add Lines 31 through 38); Enter here and on Line 2, Column C, on the front of this form.	39		00
Subtractions From Federal Adjusted Gross Income <i>(See instructions, Page 3)</i>	40. Interest on U.S. government obligations	40		00
	41. Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations	41		00
	42. Social Security benefit adjustment (<i>See Social Security Benefit Adjustment Worksheet, Page 4</i>)	42		00
	43. Refunds of state and local income taxes	43		00
	44. Tier 1 and Tier 2 railroad retirement benefits and supplemental annuities	44		00
	45. Special depreciation allowance for qualified property placed in service during the preceding year	45		00
	46. Beneficiary's share of Connecticut fiduciary adjustment (Enter only if less than zero)	46		00
	47. Gain on sale of Connecticut state and local government bonds	47		00
	48. Allocated for future use	48		
	49. Other - specify (Do not include out-of-state income) _____	49		00
	50. TOTAL SUBTRACTIONS (Add Lines 40 through 49); Enter here and on Line 4, Column C, on the front of this form.	50		00

SCHEDULE 2 CREDIT FOR INCOME TAXES PAID TO QUALIFYING JURISDICTIONS (See instructions for Form CT-1040 or Form CT-1040NR/PY)

51. MODIFIED CONNECTICUT ADJUSTED GROSS INCOME		51		00	
FOR EACH COLUMN, ENTER THE FOLLOWING:					
Important: You must attach a copy of your return filed with the qualifying jurisdiction(s) or your credit will be disallowed.	52. Enter qualifying jurisdiction's name and two-letter code	COLUMN A		COLUMN B	
	53. Non-Connecticut income included on Line 51 and reported on a qualifying jurisdiction's income tax return (from <i>Schedule 2 Worksheet</i>)	Name	Code	Name	Code
	54. Divide Line 53 by Line 51 (may not exceed 1.0000)	52			
	55. Income tax liability (Subtract Line 15, Column C, from Line 10, Column C)	53	00		00
	56. Multiply Line 54 by Line 55	54			
	57. Income tax paid to a qualifying jurisdiction	55	00		00
	58. Enter the lesser of Line 56 or Line 57	56	00		00
	59. TOTAL CREDIT (Add Line 58, all columns) Enter here and on Line 11, Column C, on the front of this form.	57	00		00
		58	00		00
		59			00

Make your check or money order payable to: "Commissioner of Revenue Services"
 To ensure proper posting of your payment, write your Social Security Number(s) and "2004 Form CT-1040X" on your check or money order.

**MAIL TO: Department of Revenue Services
 PO Box 2978
 Hartford CT 06104-2978**

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy for your records.	Your Signature	Date	Spouse's Signature (if joint return)	Date
	Paid Preparer's Signature	Date	Telephone Number ()	Preparer's SSN or PTIN
	Firm's Name, Address, and ZIP Code			FEIN

Schedule 3 - (Connecticut Residents Only) Credit for Property Taxes Paid on Your Primary Residence and/or Motor Vehicle
PROPERTY TAX CREDIT WORKSHEET (Connecticut Residents Only)

Qualifying Property	Primary Residence		Auto 1		Auto 2 (Married Filing Jointly Only)		
Name of Connecticut Tax Town or District							
Description of Property If primary residence, enter street address. If motor vehicle, enter year, make, and model.							
List or Bill Number (if available)							
Date(s) Paid (See instructions, below)	___/___/2004 ___/___/2004		___/___/2004 ___/___/2004		___/___/2004 ___/___/2004		
Amount Paid	60.	00	61.	00	62.	00	
63. Total Property Tax Paid (add Lines 60, 61, and 62.)						63.	00
64. Maximum property tax credit allowed						64.	350 00
65. Enter the lesser of Line 63 or Line 64.						65.	00
66. Enter the decimal amount for your filing status and Connecticut AGI from the Property Tax Credit Table exactly as it appears below. (If zero, your credit is not limited) Enter amount from Line 65 on Line 68.						66.	
67. Multiply Line 65 by Line 66						67.	00
68. Subtract Line 67 from Line 65. Enter here and on Line 15, Column C, on the front of this form.						68.	00

Line Instructions

Enter the corrected amounts for each line. If you are not making corrections, enter the amounts reported on your original return. Instructions for *Schedule 3 - Property Tax Credit Worksheet*, are included in the instructions for **Form CT-1040**, **Form CT-1040EZ**, or **Connecticut Telefile Tax Return**.

Line 60 - Primary Residence

Enter the total amount of property tax paid on your primary residence.

Line 61 - Auto 1

Enter the total amount of property tax paid on your motor vehicle.

Line 62 - Married Filing Jointly Only - Auto 2

Enter the total amount of property tax paid on your second motor vehicle.

Line 66 - Decimal Amount

Enter "0" on Line 66 and enter the amount from Line 65 on Line 68 if your:

Filing status is:	Connecticut adjusted gross income is:
Single	\$ 55,000 or less
Married Filing Jointly	\$100,500 or less
Married Filing Separately	\$ 50,250 or less
Head of Household	\$ 78,500 or less

Otherwise, enter the decimal amount from the *Property Tax Credit Table* (below) on **Form CT-1040X**, *Schedule 3*, Line 66.

PROPERTY TAX CREDIT TABLE			
Use your filing status shown on Form CT-1040X and your Connecticut AGI - Form CT-1040X, Line 5, Column C.			
Single	Connecticut AGI is:		
	<u>More Than</u>	<u>Less Than or Equal to</u>	<u>Decimal Amount</u>
	\$0	\$55,000	0
	\$55,000	\$65,000	.10
	\$65,000	\$75,000	.20
	\$75,000	\$85,000	.30
	\$85,000	\$95,000	.40
	\$95,000	\$105,000	.50
	\$105,000	\$115,000	.60
	\$115,000	\$125,000	.70
	\$125,000	\$135,000	.80
\$135,000	\$145,000	.90	
\$145,000	and up	1.00	
Married Filing Jointly	Connecticut AGI is:		
	<u>More Than</u>	<u>Less Than or Equal to</u>	<u>Decimal Amount</u>
	\$0	\$100,500	0
	\$100,500	\$110,500	.10
	\$110,500	\$120,500	.20
	\$120,500	\$130,500	.30
	\$130,500	\$140,500	.40
	\$140,500	\$150,500	.50
	\$150,500	\$160,500	.60
	\$160,500	\$170,500	.70
	\$170,500	\$180,500	.80
\$180,500	\$190,500	.90	
\$190,500	and up	1.00	
Married Filing Separately	Connecticut AGI is:		
	<u>More Than</u>	<u>Less Than or Equal to</u>	<u>Decimal Amount</u>
	\$0	\$50,250	0
	\$50,250	\$55,250	.10
	\$55,250	\$60,250	.20
	\$60,250	\$65,250	.30
	\$65,250	\$70,250	.40
	\$70,250	\$75,250	.50
	\$75,250	\$80,250	.60
	\$80,250	\$85,250	.70
	\$85,250	\$90,250	.80
\$90,250	\$95,250	.90	
\$95,250	and up	1.00	
Head of Household	Connecticut AGI is:		
	<u>More Than</u>	<u>Less Than or Equal to</u>	<u>Decimal Amount</u>
	\$0	\$78,500	0
	\$78,500	\$88,500	.10
	\$88,500	\$98,500	.20
	\$98,500	\$108,500	.30
	\$108,500	\$118,500	.40
	\$118,500	\$128,500	.50
	\$128,500	\$138,500	.60
	\$138,500	\$148,500	.70
	\$148,500	\$158,500	.80
\$158,500	\$168,500	.90	
\$168,500	and up	1.00	

TABLE A - EXEMPTIONS FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your exemption.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION	CONNECTICUT AGI		EXEMPTION
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$ 0	\$25,250	\$12,625	\$ 0	\$48,000	\$24,000	\$ 0	\$24,000	\$12,000	\$ 0	\$38,000	\$19,000
\$25,250	\$26,250	\$11,625	\$48,000	\$49,000	\$23,000	\$24,000	\$25,000	\$11,000	\$38,000	\$39,000	\$18,000
\$26,250	\$27,250	\$10,625	\$49,000	\$50,000	\$22,000	\$25,000	\$26,000	\$10,000	\$39,000	\$40,000	\$17,000
\$27,250	\$28,250	\$ 9,625	\$50,000	\$51,000	\$21,000	\$26,000	\$27,000	\$ 9,000	\$40,000	\$41,000	\$16,000
\$28,250	\$29,250	\$ 8,625	\$51,000	\$52,000	\$20,000	\$27,000	\$28,000	\$ 8,000	\$41,000	\$42,000	\$15,000
\$29,250	\$30,250	\$ 7,625	\$52,000	\$53,000	\$19,000	\$28,000	\$29,000	\$ 7,000	\$42,000	\$43,000	\$14,000
\$30,250	\$31,250	\$ 6,625	\$53,000	\$54,000	\$18,000	\$29,000	\$30,000	\$ 6,000	\$43,000	\$44,000	\$13,000
\$31,250	\$32,250	\$ 5,625	\$54,000	\$55,000	\$17,000	\$30,000	\$31,000	\$ 5,000	\$44,000	\$45,000	\$12,000
\$32,250	\$33,250	\$ 4,625	\$55,000	\$56,000	\$16,000	\$31,000	\$32,000	\$ 4,000	\$45,000	\$46,000	\$11,000
\$33,250	\$34,250	\$ 3,625	\$56,000	\$57,000	\$15,000	\$32,000	\$33,000	\$ 3,000	\$46,000	\$47,000	\$10,000
\$34,250	\$35,250	\$ 2,625	\$57,000	\$58,000	\$14,000	\$33,000	\$34,000	\$ 2,000	\$47,000	\$48,000	\$ 9,000
\$35,250	\$36,250	\$ 1,625	\$58,000	\$59,000	\$13,000	\$34,000	\$35,000	\$ 1,000	\$48,000	\$49,000	\$ 8,000
\$36,250	\$37,250	\$ 625	\$59,000	\$60,000	\$12,000	\$35,000	and up	\$ 0	\$49,000	\$50,000	\$ 7,000
\$37,250	and up	\$ 0	\$60,000	\$61,000	\$11,000				\$50,000	\$51,000	\$ 6,000
			\$61,000	\$62,000	\$10,000				\$51,000	\$52,000	\$ 5,000
			\$62,000	\$63,000	\$ 9,000				\$52,000	\$53,000	\$ 4,000
			\$63,000	\$64,000	\$ 8,000				\$53,000	\$54,000	\$ 3,000
			\$64,000	\$65,000	\$ 7,000				\$54,000	\$55,000	\$ 2,000
			\$65,000	\$66,000	\$ 6,000				\$55,000	\$56,000	\$ 1,000
			\$66,000	\$67,000	\$ 5,000				\$56,000	and up	\$ 0
			\$67,000	\$68,000	\$ 4,000						
			\$68,000	\$69,000	\$ 3,000						
			\$69,000	\$70,000	\$ 2,000						
			\$70,000	\$71,000	\$ 1,000						
			\$71,000	and up	\$ 0						

TABLE B - CONNECTICUT INCOME TAX FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X.

Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household
If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$10,000, multiply by .03. More than \$10,000, multiply the excess over \$10,000 by .05 and add \$300.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$20,000, multiply by .03. More than \$20,000, multiply the excess over \$20,000 by .05 and add \$600.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$16,000, multiply by .03. More than \$16,000, multiply the excess over \$16,000 by .05 and add \$480.00.
EXAMPLE: If the amount on Line 3 is \$13,000 enter \$450.00 on Line 4. \$13,000 - \$10,000 = \$3,000 \$3,000 x .05 = \$150.00 \$150.00 + \$300.00 = \$450.00	EXAMPLE: If the amount on Line 3 is \$22,500 enter \$725.00 on Line 4. \$22,500 - \$20,000 = \$2,500 \$2,500 x .05 = \$125.00 \$125.00 + \$600.00 = \$725.00	EXAMPLE: If the amount on Line 3 is \$20,000 enter \$680.00 on Line 4. \$20,000 - \$16,000 = \$4,000 \$4,000 x .05 = \$200.00 \$200.00 + \$480.00 = \$680.00

TABLE C - PERSONAL TAX CREDITS FOR 2004 TAXABLE YEAR

Use your filing status shown on the front of Form CT-1040X and your CONNECTICUT AGI (From Tax Calculation Schedule, Line 1) to determine your decimal amount.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT	CONNECTICUT AGI		DECIMAL AMOUNT
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$12,625	\$15,750	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,750	\$16,250	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,250	\$16,750	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,750	\$17,250	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,250	\$17,750	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,750	\$18,250	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,250	\$18,750	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,750	\$19,250	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,250	\$19,750	.35	\$33,500	\$34,000	.35	\$18,500	\$19,000	.35	\$27,500	\$28,000	.35
\$19,750	\$20,250	.30	\$34,000	\$34,500	.30	\$19,000	\$19,500	.30	\$28,000	\$28,500	.30
\$20,250	\$20,750	.25	\$34,500	\$35,000	.25	\$19,500	\$20,000	.25	\$28,500	\$29,000	.25
\$20,750	\$21,250	.20	\$35,000	\$35,500	.20	\$20,000	\$20,500	.20	\$29,000	\$29,500	.20
\$21,250	\$21,750	.15	\$35,500	\$36,000	.15	\$20,500	\$21,000	.15	\$29,500	\$30,000	.15
\$21,750	\$22,250	.14	\$36,000	\$36,500	.14	\$21,000	\$21,500	.14	\$30,000	\$30,500	.14
\$22,250	\$22,750	.13	\$36,500	\$37,000	.13	\$21,500	\$22,000	.13	\$30,500	\$31,000	.13
\$22,750	\$23,250	.12	\$37,000	\$37,500	.12	\$22,000	\$22,500	.12	\$31,000	\$31,500	.12
\$23,250	\$23,750	.11	\$37,500	\$38,000	.11	\$22,500	\$23,000	.11	\$31,500	\$32,000	.11
\$23,750	\$24,250	.10	\$38,000	\$38,500	.10	\$23,000	\$23,500	.10	\$32,000	\$32,500	.10
\$24,250	\$24,750	.09	\$38,500	\$39,000	.09	\$23,500	\$24,000	.09	\$32,500	\$33,000	.09
\$24,750	\$25,250	.08	\$39,000	\$39,500	.08	\$24,000	\$24,500	.08	\$33,000	\$33,500	.08
\$25,250	\$25,750	.07	\$39,500	\$40,000	.07	\$24,500	\$25,000	.07	\$33,500	\$34,000	.07
\$25,750	\$26,250	.06	\$40,000	\$40,500	.06	\$25,000	\$25,500	.06	\$34,000	\$34,500	.06
\$26,250	\$26,750	.05	\$40,500	\$41,000	.05	\$25,500	\$26,000	.05	\$34,500	\$35,000	.05
\$26,750	\$27,250	.04	\$41,000	\$41,500	.04	\$26,000	\$26,500	.04	\$35,000	\$35,500	.04
\$27,250	\$27,750	.03	\$41,500	\$42,000	.03	\$26,500	\$27,000	.03	\$35,500	\$36,000	.03
\$27,750	\$28,250	.02	\$42,000	\$42,500	.02	\$27,000	\$27,500	.02	\$36,000	\$36,500	.02
\$28,250	\$28,750	.01	\$42,500	\$43,000	.01	\$27,500	\$28,000	.01	\$36,500	\$37,000	.01
\$28,750	\$29,250	.00	\$43,000	\$43,500	.00	\$28,000	\$28,500	.00	\$37,000	\$37,500	.00
\$29,250	\$29,750	.00	\$43,500	\$44,000	.00	\$28,500	\$29,000	.00	\$37,500	\$38,000	.00
\$29,750	\$30,250	.00	\$44,000	\$44,500	.00	\$29,000	\$29,500	.00	\$38,000	\$38,500	.00
\$30,250	\$30,750	.00	\$44,500	\$45,000	.00	\$29,500	\$30,000	.00	\$38,500	\$39,000	.00
\$30,750	\$31,250	.00	\$45,000	\$45,500	.00	\$30,000	\$30,500	.00	\$39,000	\$39,500	.00
\$31,250	\$31,750	.00	\$45,500	\$46,000	.00	\$30,500	\$31,000	.00	\$39,500	\$40,000	.00
\$31,750	\$32,250	.00	\$46,000	\$46,500	.00	\$31,000	\$31,500	.00	\$40,000	\$40,500	.00
\$32,250	\$32,750	.00	\$46,500	\$47,000	.00	\$31,500	\$32,000	.00	\$40,500	\$41,000	.00
\$32,750	\$33,250	.00	\$47,000	\$47,500	.00	\$32,000	\$32,500	.00	\$41,000	\$41,500	.00
\$33,250	\$33,750	.00	\$47,500	\$48,000	.00	\$32,500	\$33,000	.00	\$41,500	\$42,000	.00
\$33,750	\$34,250	.00	\$48,000	\$48,500	.00	\$33,000	\$33,500	.00	\$42,000	\$42,500	.00
\$34,250	\$34,750	.00	\$48,500	\$49,000	.00	\$33,500	\$34,000	.00	\$42,500	\$43,000	.00
\$34,750	\$35,250	.00	\$49,000	\$49,500	.00	\$34,000	\$34,500	.00	\$43,000	\$43,500	.00
\$35,250	\$35,750	.00	\$49,500	\$50,000	.00	\$34,500	\$35,000	.00	\$43,500	\$44,000	.00
\$35,750	\$36,250	.00	\$50,000	\$50,500	.00	\$35,000	\$35,500	.00	\$44,000	\$44,500	.00
\$36,250	\$36,750	.00	\$50,500	\$51,000	.00	\$35,500	\$36,000	.00	\$44,500	\$45,000	.00
\$36,750	\$37,250	.00	\$51,000	\$51,500	.00	\$36,000	\$36,500	.00	\$45,000	\$45,500	.00
\$37,250	and up	.00	\$51,500	\$52,000	.00	\$36,500	\$37,000	.00	\$45,500	\$46,000	.00
			\$52,000	\$52,500	.00	\$37,000	\$37,500	.00	\$46,000	\$46,500	.00
			\$52,500	\$53,000	.00	\$37,500	\$38,000	.00	\$46,500	\$47,000	.00
			\$53,000	\$53,500	.00	\$38,000	\$38,500	.00	\$47,000	\$47,500	.00
			\$53,500	\$54,000	.00	\$38,500	\$39,000	.00	\$47,500	\$48,000	.00
			\$54,000	\$54,500	.00	\$39,000	\$39,500	.00	\$48,000	\$48,500	.00
			\$54,500	\$55,000	.00	\$39,500	\$40,000	.00	\$48,500	\$49,000	.00
			\$55,000	and up	.00	\$40,000	\$40,500	.00	\$49,000	\$49,500	.00
						\$40,500	\$41,000	.00	\$49,500	\$50,000	.00
						\$41,000	\$41,500	.00	\$50,000	\$50,500	.00
						\$41,500	\$42,000	.00	\$50,500	\$51,000	.00
						\$42,000	\$42,500	.00	\$51,000	\$51,500	.00
						\$42,500	\$43,000	.00	\$51,500	\$52,000	.00
						\$43,000	\$43,500	.00	\$52,000	\$52,500	.00
						\$43,500	\$44,000	.00	\$52,500	\$53,000	.00
						\$44,000	\$44,500	.00	\$53,000	\$53,500	.00
						\$44,500	\$45,000	.00	\$53,500	\$54,000	.00
						\$45,000	\$45,500	.00	\$54,000	\$54,500	.00
						\$45,500	\$46,000	.00	\$54,500	\$55,000	.00
						\$46,000	\$46,500	.00	\$55,000	and up	.00
						\$46,500	\$47,000	.00			
						\$47,000	\$47,500	.00			
						\$47,500	\$48,000	.00			
						\$48,000	\$48,500	.00			
						\$48,500	\$49,000	.00			
						\$49,000	\$49,500	.00			
						\$49,500	\$50,000	.00			
						\$50,000	\$50,500	.00			
						\$50,500	\$51,000	.00			
						\$51,000	\$51,500				



Form CT-1040ES

2005 Estimated Connecticut Income Tax Payment Coupon For Individuals



General Instructions

Who Should File this Coupon? Use this coupon if you are required to make estimated income tax payments for the 2005 taxable year and you do not receive a preprinted coupon package from the Department of Revenue Services (DRS). Coupon packages will be mailed in mid-January to those who made estimated income tax payments in the prior year.

Pay by Credit Card: You may make payments of your 2005 estimated income tax by credit card. If you pay your estimated income tax by credit card, do not send in **Form CT-1040ES**. See *Payment Options* on Page 4.

Nonresidents and Part-Year Residents: Nonresident individuals are subject to Connecticut income tax on their Connecticut source income. Part-year residents are taxed on all income received while a resident of Connecticut and on income received from Connecticut sources while a nonresident. **Connecticut source income** includes, but is not limited to, income from a business, profession, occupation, or trade conducted in this state, as well as income from the rental or sale of real or tangible property located in Connecticut.

Who is Required to Make Estimated Payments? You must make estimated income tax payments if your Connecticut income tax (after tax credits) minus Connecticut tax withheld is \$1,000 or more, and you expect your Connecticut income tax withheld to be less than your required annual payment for the 2005 taxable year.

Your required annual payment is the **lesser** of:

- 90% of the income tax shown on your **2005 Connecticut income tax return**; or
- 100% of the income tax shown on your **2004 Connecticut income tax return**, if you filed a 2004 Connecticut income tax return that covered a 12-month period.

You do **not** have to make estimated income tax payments if:

- You were a Connecticut resident during the 2004 taxable year and you did not file a 2004 income tax return because you had no Connecticut income tax liability, or
- You were a nonresident or part-year resident with Connecticut source income during the 2004 taxable year and you did not file a 2004 income tax return because you had no Connecticut income tax liability.

If you were a nonresident or part-year resident and you did **not** have Connecticut source income during the 2004 taxable year, then you **must** use 90% of the income tax shown on your 2005 Connecticut income tax return as your required annual payment.

When to File: Estimated payments for the 2005 taxable year are due on or before April 15, June 15, September 15, 2005, and January 15, 2006. (Fiscal year filers should follow federal filing dates. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.) An estimate will be considered timely filed if received or if the date shown by the U.S. Postal Service cancellation mark is on or before the due date.

How Much Should I Pay? Complete the *2005 Estimated Connecticut Income Tax Worksheet*, on Page 2, to calculate your required annual payment.

Special Rules for Farmers and Fishermen: If you are a farmer or fisherman (as defined in I.R.C. §6654(i)(2)) who is required to make estimated income tax payments, you will be required to make only **one** payment. Your installment is due on or before

January 15, 2006, for the 2005 taxable year. The required installment is the lesser of 66⅔% of the income tax shown on your 2005 Connecticut income tax return or 100% of the income tax shown on your 2004 Connecticut income tax return. See **Informational Publication 2004(14)**, *Farmer's Guide to Sales and Use Taxes, Motor Vehicle Fuels Tax, Estimated Income Tax, and Withholding Tax*.

Annualized Income Installment Method: If your income varies throughout the year, you may be able to reduce or eliminate the amount of your estimated tax payment for one or more periods by using the annualized income installment method. See **Informational Publication 2004(17)**, *A Guide To Calculating Your Annualized Estimated Income Tax Installments and Worksheet CT-1040AES*.

Interest: You may be charged interest if you did not pay enough tax through withholding or estimated payments, or both, by any installment due date. This is true even if you are due a refund when you file your tax return. Interest is calculated separately for each installment. Therefore, you may owe interest for an earlier installment, even if you paid enough tax later to make up for the underpayment. Interest at 1% (.01) per month or fraction of a month will be added to the tax due until the **earlier** of April 15, 2006, or the date on which the underpayment is paid.

If you file your income tax return for the 2005 taxable year on or before January 31, 2006, and pay in full the amount computed on the return as payable on or before that date, you will not be charged interest for failing to make the estimated payment due January 15, 2006.

A farmer or fisherman who files a 2005 Connecticut income tax return on or before March 1, 2006, and pays in full the amount computed on the return as payable on or before that date, will not be charged interest for underpayment of estimated tax.

Instructions for Completing Worksheet

Line 2: Enter the total of your estimated allowable Connecticut modifications. (See instructions for *Schedule 1 - Modifications to Federal Adjusted Gross Income*, of **Form CT-1040** or **Form CT-1040NR/PY**, for information about allowable modifications.)

Social Security Benefit Adjustment: If you will file a federal income tax return as **Single** or **Married Filing Separately** and you expect your 2005 federal adjusted gross income will be **less than \$50,000**, enter as a subtraction the amount of federally taxable Social Security benefits that you expect to report on your 2005 federal Form 1040, Line 20b or federal Form 1040A, Line 14b. If you will file a federal income tax return as **Married Filing Jointly** or **Head of Household** and you expect your federal adjusted gross income will be **less than \$60,000**, enter as a subtraction the amount of federally taxable Social Security benefits that you expect to report on your 2005 federal Form 1040, Line 20b or federal Form 1040A, Line 14b. If you expect your federal adjusted gross income will be above the threshold for your filing status, complete the *Social Security Benefit Adjustment Worksheet*, on Page 4, and include the amount from Line F on Line 2.

Line 3: Nonresidents and Part-Year Residents Only: If your Connecticut source income is greater than your Connecticut adjusted gross income, enter your Connecticut source income on this line.

Line 5: Apportionment Factor: Nonresidents and part-year residents, if your Connecticut source income is **greater than or**

equal to your Connecticut adjusted gross income, enter 1.0000. If your Connecticut source income is **less than** your Connecticut adjusted gross income, complete the following calculation and enter the result on Line 5:

$$\frac{\text{Connecticut Source Income}}{\text{Connecticut Adjusted Gross Income (Line 3)}} = \text{Line 5}$$

Do not enter a number that is less than zero or greater than 1. If the result is less than zero, enter "0"; if greater than 1 enter 1.0000. Round to four decimal places.

Line 7: Residents and Part-Year Residents Only: Enter estimated allowable credit for income taxes paid to qualifying jurisdictions. Enter "0", if not applicable. (See instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, of **Form CT-1040** or **Form CT-1040NR/PY**.)

Line 9: If you expect to owe federal alternative minimum tax for the 2005 taxable year, you may also owe Connecticut alternative minimum tax. Enter your estimated Connecticut alternative

minimum tax liability. (See instructions for **Form CT-6251, Connecticut Alternative Minimum Tax Return - Individuals**.)

Line 11: Enter estimated allowable adjusted net Connecticut minimum tax credit. Enter "0" if you are not entitled to a credit, or if you entered an amount on Line 9. (See instructions for **Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts and Estates**.)

Line 14: If your 2004 Connecticut income tax return covered a 12-month period, enter 100% of the income tax shown on your return (from **Form CT-1040**, Line 14; **Form CT-1040EZ**, Line 6; or **Form CT-1040NR/PY**, Line 16). If you were a resident during the 2004 taxable year and you did not file a 2004 Connecticut income tax return because you had no Connecticut income tax liability, enter "0." If you were a nonresident or part-year resident during the 2004 taxable year with Connecticut source income and you did not file a 2004 Connecticut income tax return because you had no Connecticut income tax liability, enter "0." All other taxpayers must leave Line 14 blank.

2005 ESTIMATED CONNECTICUT INCOME TAX WORKSHEET

1. Federal adjusted gross income you expect in the 2005 taxable year (from 2005 federal Form 1040ES, 2005 Estimated Tax Worksheet, Line 1) 1. _____
2. Allowable Connecticut modifications (additions or subtractions, see instructions, Page 1) 2. _____
3. Connecticut adjusted gross income (Combine Line 1 and Line 2) 3. _____

Nonresidents and Part-Year Residents: Enter your Connecticut source income if greater than your Connecticut adjusted gross income.

4. Connecticut income tax (Complete the *Tax Calculation Schedule* below) 4. _____
5. Apportionment factor (Connecticut residents enter 1.0000. **Nonresidents and part-year residents, see instructions, above.**) .. 5. _____
6. Multiply Line 5 by Line 4 6. _____
7. Credit for income taxes paid to qualifying jurisdictions (See instructions, above) 7. _____
8. Subtract Line 7 from Line 6 8. _____
9. Estimated Connecticut Alternative Minimum Tax (See instructions, above) 9. _____
10. Add Line 8 and Line 9 10. _____
11. Adjusted Net Connecticut Minimum Tax Credit (See instructions, above) 11. _____
12. Total estimated income tax (Subtract Line 11 from Line 10) 12. _____
13. Multiply Line 12 by 90% (66% for farmers and fishermen) 13. _____
14. Enter 100% of the income tax shown on your 2004 Connecticut income tax return (See instructions, above) 14. _____
15. Enter the lesser of Line 13 or Line 14. (If Line 14 is blank, enter the amount from Line 13.)
This is your required annual payment. (See caution below) 15. _____

Caution: Generally, you may owe interest if you do not prepay (through timely estimates, withholding, or both) the lesser of 100% of the income tax shown on your 2004 Connecticut income tax return, or 90% of the income tax shown on your 2005 Connecticut income tax return. To avoid interest charges, make sure your estimate is as accurate as possible. You may prefer to pay 100% of the income tax shown on your 2004 Connecticut income tax return.

16. Connecticut income tax withheld or expected to be withheld during the 2005 taxable year 16. _____
17. Subtract Line 16 from Line 15. If zero or less, or if Line 12 minus Line 16 is less than \$1,000, no estimated payment is required. 17. _____
18. Installment amount 18. **.25** _____
19. Multiply Line 17 by Line 18. Pay this amount for each installment 19. _____

TAX CALCULATION SCHEDULE

1. Enter the amount from Line 3 of the 2005 Estimated Connecticut Income Tax Worksheet.	1.		
2. Enter Personal Exemption (from Table A, Exemptions, Page 3)	2.		
3. Connecticut taxable income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3.		
4. Connecticut income tax (from Table B, Connecticut Income Tax, Page 3)	4.		
5. Enter Decimal Amount (from Table C, Personal Tax Credits, Page 3). If zero, enter "0."	5.		
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6.		
7. CONNECTICUT INCOME TAX (Subtract Line 6 from Line 4) Enter this amount on Line 4, 2005 Estimated Connecticut Income Tax Worksheet, above.	7.		

TABLE A - EXEMPTIONS FOR 2005 TAXABLE YEAR

Use the filing status that you expect to report on your 2005 tax return and your CONNECTICUT AGI* (from *Tax Calculation Schedule*, Line 1) to determine your exemption.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI*		EXEMPTION	CONNECTICUT AGI*		EXEMPTION	CONNECTICUT AGI*		EXEMPTION	CONNECTICUT AGI*		EXEMPTION
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$ 0	\$25,250	\$12,625	\$ 0	\$48,000	\$24,000	\$ 0	\$24,000	\$12,000	\$ 0	\$38,000	\$19,000
\$25,250	\$26,250	\$11,625	\$48,000	\$49,000	\$23,000	\$24,000	\$25,000	\$11,000	\$38,000	\$39,000	\$18,000
\$26,250	\$27,250	\$10,625	\$49,000	\$50,000	\$22,000	\$25,000	\$26,000	\$10,000	\$39,000	\$40,000	\$17,000
\$27,250	\$28,250	\$ 9,625	\$50,000	\$51,000	\$21,000	\$26,000	\$27,000	\$ 9,000	\$40,000	\$41,000	\$16,000
\$28,250	\$29,250	\$ 8,625	\$51,000	\$52,000	\$20,000	\$27,000	\$28,000	\$ 8,000	\$41,000	\$42,000	\$15,000
\$29,250	\$30,250	\$ 7,625	\$52,000	\$53,000	\$19,000	\$28,000	\$29,000	\$ 7,000	\$42,000	\$43,000	\$14,000
\$30,250	\$31,250	\$ 6,625	\$53,000	\$54,000	\$18,000	\$29,000	\$30,000	\$ 6,000	\$43,000	\$44,000	\$13,000
\$31,250	\$32,250	\$ 5,625	\$54,000	\$55,000	\$17,000	\$30,000	\$31,000	\$ 5,000	\$44,000	\$45,000	\$12,000
\$32,250	\$33,250	\$ 4,625	\$55,000	\$56,000	\$16,000	\$31,000	\$32,000	\$ 4,000	\$45,000	\$46,000	\$11,000
\$33,250	\$34,250	\$ 3,625	\$56,000	\$57,000	\$15,000	\$32,000	\$33,000	\$ 3,000	\$46,000	\$47,000	\$10,000
\$34,250	\$35,250	\$ 2,625	\$57,000	\$58,000	\$14,000	\$33,000	\$34,000	\$ 2,000	\$47,000	\$48,000	\$ 9,000
\$35,250	\$36,250	\$ 1,625	\$58,000	\$59,000	\$13,000	\$34,000	\$35,000	\$ 1,000	\$48,000	\$49,000	\$ 8,000
\$36,250	\$37,250	\$ 625	\$59,000	\$60,000	\$12,000	\$35,000	and up	\$ 0	\$49,000	\$50,000	\$ 7,000
\$37,250	and up	\$ 0	\$60,000	\$61,000	\$11,000				\$50,000	\$51,000	\$ 6,000
			\$61,000	\$62,000	\$10,000				\$51,000	\$52,000	\$ 5,000
			\$62,000	\$63,000	\$ 9,000				\$52,000	\$53,000	\$ 4,000
			\$63,000	\$64,000	\$ 8,000				\$53,000	\$54,000	\$ 3,000
			\$64,000	\$65,000	\$ 7,000				\$54,000	\$55,000	\$ 2,000
			\$65,000	\$66,000	\$ 6,000				\$55,000	\$56,000	\$ 1,000
			\$66,000	\$67,000	\$ 5,000				\$56,000	and up	\$ 0
			\$67,000	\$68,000	\$ 4,000						
			\$68,000	\$69,000	\$ 3,000						
			\$69,000	\$70,000	\$ 2,000						
			\$70,000	\$71,000	\$ 1,000						
			\$71,000	and up	\$ 0						

TABLE B - CONNECTICUT INCOME TAX FOR 2005 TAXABLE YEAR

Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household
If the amount on Line 3 of the <i>Tax Calculation Schedule</i> is: Less than or equal to \$10,000, multiply by .03. More than \$10,000, multiply the excess over \$10,000 by .05 and add \$300.00.	If the amount on Line 3 of the <i>Tax Calculation Schedule</i> is: Less than or equal to \$20,000, multiply by .03. More than \$20,000, multiply the excess over \$20,000 by .05 and add \$600.00.	If the amount on Line 3 of the <i>Tax Calculation Schedule</i> is: Less than or equal to \$16,000, multiply by .03. More than \$16,000, multiply the excess over \$16,000 by .05 and add \$480.00.
For example, if the amount on Line 3 is \$13,000 enter \$450.00 on Line 4. \$13,000 - \$10,000 = \$3,000 \$3,000 x .05 = \$150.00 \$150.00 + \$300.00 = \$450.00	For example, if the amount on Line 3 is \$22,500 enter \$725.00 on Line 4. \$22,500 - \$20,000 = \$2,500 \$2,500 x .05 = \$125.00 \$125.00 + \$600.00 = \$725.00	For example, if the amount on Line 3 is \$20,000 enter \$680.00 on Line 4. \$20,000 - \$16,000 = \$4,000 \$4,000 x .05 = \$200.00 \$200.00 + \$480.00 = \$680.00

TABLE C - PERSONAL TAX CREDITS FOR 2005 TAXABLE YEAR

Use the filing status that you expect to report on your 2005 tax return and your CONNECTICUT AGI* (from *Tax Calculation Schedule*, Line 1) to determine your decimal amount.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI*		DECIMAL AMOUNT	CONNECTICUT AGI*		DECIMAL AMOUNT	CONNECTICUT AGI*		DECIMAL AMOUNT	CONNECTICUT AGI*		DECIMAL AMOUNT
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$12,625	\$15,750	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,750	\$16,250	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,250	\$16,750	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,750	\$17,250	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,250	\$17,750	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,750	\$18,250	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,250	\$18,750	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,750	\$19,250	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,250	\$21,050	.35	\$33,500	\$40,000	.35	\$18,500	\$20,000	.35	\$27,500	\$34,000	.35
\$21,050	\$21,550	.30	\$40,000	\$40,500	.30	\$20,000	\$20,500	.30	\$34,000	\$34,500	.30
\$21,550	\$22,050	.25	\$40,500	\$41,000	.25	\$20,500	\$21,000	.25	\$34,500	\$35,000	.25
\$22,050	\$22,550	.20	\$41,000	\$41,500	.20	\$21,000	\$21,500	.20	\$35,000	\$35,500	.20
\$22,550	\$26,300	.15	\$41,500	\$50,000	.15	\$21,500	\$25,000	.15	\$35,500	\$44,000	.15
\$26,300	\$26,800	.14	\$50,000	\$50,500	.14	\$25,000	\$25,500	.14	\$44,000	\$44,500	.14
\$26,800	\$27,300	.13	\$50,500	\$51,000	.13	\$25,500	\$26,000	.13	\$44,500	\$45,000	.13
\$27,300	\$27,800	.12	\$51,000	\$51,500	.12	\$26,000	\$26,500	.12	\$45,000	\$45,500	.12
\$27,800	\$28,300	.11	\$51,500	\$52,000	.11	\$26,500	\$27,000	.11	\$45,500	\$46,000	.11
\$28,300	\$50,500	.10	\$52,000	\$96,000	.10	\$27,000	\$48,000	.10	\$46,000	\$74,000	.10
\$50,500	\$51,000	.09	\$96,000	\$96,500	.09	\$48,000	\$48,500	.09	\$74,000	\$74,500	.09
\$51,000	\$51,500	.08	\$96,500	\$97,000	.08	\$48,500	\$49,000	.08	\$74,500	\$75,000	.08
\$51,500	\$52,000	.07	\$97,000	\$97,500	.07	\$49,000	\$49,500	.07	\$75,000	\$75,500	.07
\$52,000	\$52,500	.06	\$97,500	\$98,000	.06	\$49,500	\$50,000	.06	\$75,500	\$76,000	.06
\$52,500	\$53,000	.05	\$98,000	\$98,500	.05	\$50,000	\$50,500	.05	\$76,000	\$76,500	.05
\$53,000	\$53,500	.04	\$98,500	\$99,000	.04	\$50,500	\$51,000	.04	\$76,500	\$77,000	.04
\$53,500	\$54,000	.03	\$99,000	\$99,500	.03	\$51,000	\$51,500	.03	\$77,000	\$77,500	.03
\$54,000	\$54,500	.02	\$99,500	\$100,000	.02	\$51,500	\$52,000	.02	\$77,500	\$78,000	.02
\$54,500	\$55,000	.01	\$100,000	\$100,500	.01	\$52,000	\$52,500	.01	\$78,000	\$78,500	.01
\$55,000	and up	.00	\$100,500	and up	.00	\$52,500	and up	.00	\$78,500	and up	.00

* Important: Form CT-1040NR/PY filers must use income from Connecticut sources if it exceeds Connecticut Adjusted Gross Income.

SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET

Enter the amount you expect to enter on **Form CT-1040EZ, Form CT-1040, or Form CT-1040NR/PY, Line 1.**

If your filing status is **Single or Married Filing Separately**, is the amount on Line 1 \$50,000 or more?

- Yes: Complete** this worksheet.
- No: Do not complete** this worksheet. Enter the amount of federally taxable Social Security benefits you expect to report on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on the **2005 Estimated Connecticut Income Tax Worksheet, Line 2.**

If your filing status is **Married Filing Jointly or Head of Household**, is the amount on Line 1 \$60,000 or more?

- Yes: Complete** this worksheet.
- No: Do not complete** this worksheet. Enter the amount of federally taxable Social Security benefits you expect to report on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on the **2005 Estimated Connecticut Income Tax Worksheet, Line 2.**

A. Enter the amount you reported on federal Publication 505*, Tax Withholding and Estimated Tax, Worksheet 2.1, Line 1. If Line A is zero or less, stop here. Otherwise, go to Line B.	A.	
B. Enter the amount you reported on federal Publication 505*, Tax Withholding and Estimated Tax, Worksheet 2.1, Line 9. If Line B is zero or less, stop here. Otherwise, go to Line C.	B.	
C. Enter the lesser of Line A or Line B.	C.	
D. Multiply Line C by 25% (.25).	D.	
E. Expected taxable amount of Social Security benefits you reported on federal Publication 505*, Tax Withholding and Estimated Tax, Worksheet 2.1, Line 18.	E.	
F. Social Security Benefit Adjustment - Subtract Line D from Line E. Enter the amount here and as a subtraction on the 2005 Estimated Connecticut Income Tax Worksheet, Line 2. (If Line D is greater than or equal to Line E, enter "0.")	F.	

* You may obtain federal Publication 505 by calling the IRS at **1-800-829-3676** or by visiting the IRS Web site at **www.irs.gov**

PAYMENT OPTIONS

If you filed a 2003 Connecticut income tax return, you may elect to pay your estimated 2005 Connecticut income tax liability using your American Express® card, Discover® card, MasterCard® card, or VISA® card. A convenience fee will be charged by the credit card service provider. The fee is 2.5% of your total tax payment. 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.

To Pay by Credit Card:

- 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; or
- Visit: **www.officialpayments.com** and select Payment Center.

Do not send in Form CT-1040ES if you make your payment by credit card. Your payment will be effective on the date you make the charge.

To Pay by Mail:

Make your check or money order payable to: **"Commissioner of Revenue Services."** To ensure proper posting of your payment, write your Social Security Number(s) and **"2005 Form CT-1040ES"** on the front of your check or money order. Be sure to sign your check and paper clip it to the front of your coupon. **Do not send cash.**

COMPLETING THE PAYMENT COUPON

Complete all required taxpayer identification information. Enter the payment amount on Line 1 of the coupon. In determining your payment amount, you may subtract from your installment amount any available overpayment of 2004 income tax. If you file this coupon, preprinted, personalized coupons will be mailed to you for the 2005 taxable year.

..... Cut Here

CT-1040ES ESTIMATED CONNECTICUT INCOME TAX PAYMENT			2005
Your Social Security Number ▶ _____	Spouse's Social Security Number ▶ _____	DUE DATE	
Your First Name and Middle Initial _____	Last Name _____	1. Payment Amount ▶	00
Spouse's First Name and Middle Initial _____		Last Name _____	
Home Address (number and street), Apartment Number, PO Box _____			
City, Town, or Post Office _____		State _____	ZIP Code _____

Send completed coupon and payment to:

**Department of Revenue Services
PO Box 2932
Hartford CT 06104-2932**

- **Do not file this coupon if no payment is due or if you pay by credit card (see Payment Options above).**
- Pay total amount shown on Line 1.
- Print all information. Include your spouse's Social Security Number, if filing jointly.
- Cut along dotted line and mail coupon and payment to the address printed on the coupon.
- Make your check or money order payable to the **"Commissioner of Revenue Services."**
- To ensure proper posting, write your SSN(s) and **"2005 Form CT-1040ES"** on your check or money order.

Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates

Your First Name and Middle Initial	Last Name (as shown on your income tax return)	Your Social Security Number or FEIN ____-____-____
If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number ____-____-____

Important: Do not file this form unless:

- You checked one of the boxes in Part I below; or
- You wish to calculate and pay the interest that you owe with your return.

If you do not file this form, the Department will calculate interest on any underpayment of estimated tax that you owe and send you a bill. The interest on the underpayment of estimated tax will stop accruing on the **earlier** of the date you pay your total tax liability or April 15, 2005.

Purpose: Filers of **Forms CT-1040, CT-1040NR/PY, CT-1041, CT-G, and CT-1065/CT-1120SI** who underpaid their estimated Connecticut income tax may use this form to calculate the amount of interest due or to lower or eliminate interest that would otherwise apply.

Filers of **Forms CT-G and CT-1065/CT-1120SI** must complete a separate **Form CT-2210** for each partner, shareholder, or beneficiary. The rate of tax is 5% for partners, shareholders, or beneficiaries that are included on **Form CT-G or Form CT-1065/CT-1120SI**.

When Are My Payments Due: In general, four equal installments of estimated tax are required on April 15, June 15, September 15, and January 15. (Fiscal year filers should follow federal filing dates.)

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

Estates and certain trusts are required to make estimated income tax payments as stated above, for any taxable year ending two or more years after the date of the decedent's death. (For additional information on when certain trusts are required to make estimated income tax payments, see I.R.C. §671 through 679.)

Are My Taxes Underpaid: In general, if you do not make timely installments of your required annual payment and your Connecticut income tax (after tax credits) minus Connecticut income tax withheld is \$1,000 or more, you will be charged interest on the underpaid amount.

Your required annual payment is the lesser of:

- 90% of the income tax shown on your 2004 Connecticut income tax return; or
- 100% of the income tax shown on your 2003 Connecticut income tax return, if you filed a 2003 income tax return that covered a 12-month period.

If either of the following applies to you, you are not underpaid and you should not file this form:

- The income tax shown on your 2004 Connecticut income tax return minus Connecticut tax withheld is less than \$1,000; or
- You did not file a 2003 Connecticut income tax return because you did not have any Connecticut income tax liability and you were a resident, nonresident, or part-year resident in 2003 with Connecticut-source income.

Interest: You may be charged interest, if you did not pay enough tax through withholding, estimated tax, or both by any installment due date. This is true even if you are due a refund when you file your tax return. Interest is calculated separately for each installment. Therefore, you may owe interest for an earlier installment, even if you paid enough tax later to

make up the underpayment. Overpayment of any estimated tax will be credited against any future installment.

Interest on the underpayment of estimated income tax, at 1% per month or fraction of a month, will continue to accrue until the earlier of April 15, 2005, or the date on which the underpayment is paid.

A taxpayer who files his or her income tax return for the taxable year on or before January 31, 2005, and pays the total amount computed on the return as payable for the taxable year, does not have to pay the January 15, 2005 estimate and will not incur interest on the underpayment of estimated income tax for the fourth required installment. Do not complete *Schedule B, Worksheet D*.

Farmers or fishermen who file **Forms CT-1040, CT-1040NR/PY, CT-1041, CT-G, or CT-1065/CT-1120SI** for the taxable year on or before March 1, 2005, and pay the total amount computed on the return as payable for the taxable year, do not have to pay the January 15, 2005 estimate, which is the only estimate required, and will not incur interest on the underpayment of estimated income tax.

Special Rules for Farmers and Fishermen: If you are a farmer or fisherman, as defined in I.R.C. §6654(i)(2), your required annual payment is the lesser of:

- 66 $\frac{2}{3}$ % of the income tax shown on your 2004 Connecticut income tax return; or
- 100% of the income tax shown on your 2003 Connecticut income tax return, if you filed a 2003 income tax return that covered a 12-month period.

Farmers and fishermen are required to make only one installment of estimated income tax for the taxable year. The due date for the installment is on or before January 15 of the following taxable year.

All farmers and fishermen, as defined in I.R.C. §6654(i)(2), who have checked Box D in Part I, must complete and attach this form to their Connecticut income tax return to avoid being billed for interest on the underpayment of estimated income tax. Also check the box for Form CT-2210 on the front of Form CT-1040 or Form CT-1040NR/PY.

Name and Identifying Number Box:

Individuals - Enter in the space provided at the top of the form your name and Social Security Number as it appears on your Connecticut income tax return. If you filed a joint return, also enter your spouse's name and Social Security Number.

Trusts and Estates - Enter in the space provided at the top of the form the name of the trust or estate and the name of the fiduciary as it appears on **Form CT-1041**. Also enter the Federal Employer Identification Number of the trust or estate.

Part I - Reasons For Filing

If one of the following boxes applies to you, you may be able to reduce or eliminate interest charges that would otherwise accrue if we calculated the interest for you. You must check the box that applies and file this form with your tax return.

Check the boxes that apply (see instructions):

- A. You are using the annualized income installment method.
- B. Your required annual payment is based on your 2003 tax and you filed or are filing a joint return for either 2003 or 2004, but not for both years.
- C. You had Connecticut income tax withheld and you treat it as paid for estimated tax purposes when it was **actually** withheld, instead of in equal amounts on the payment due dates.
- D. You are a farmer or fisherman, as defined in I.R.C. §6654(i)(2).
- E. You cannot use the prior year's tax liability as a basis for your required annual payment.

IMPORTANT: If you checked any of these boxes, also be sure to check the box for Form CT-2210 on the front page of your income tax return and attach this form to the back of your Connecticut income tax return.

Part II – Required Annual Payment

Complete Part II to determine if you were required to make estimated payments. (See Instructions)

1. 2004 Connecticut income tax 1. _____
2. Multiply Line 1 by 90% (.90) (Farmers and fishermen, see instructions) 2. _____
3. Connecticut income tax withheld 3. _____
4. Subtract Line 3 from Line 1. **If the result is less than \$1,000, STOP HERE. DO NOT COMPLETE OR FILE THIS FORM** 4. _____
5. Enter your 2003 Connecticut income tax (See instructions) 5. _____
6. Enter the smaller of Line 2 or Line 5. **THIS IS YOUR REQUIRED ANNUAL PAYMENT FOR 2004** 6. _____
7. Subtract Line 3 from Line 6. **If the result is zero or less, STOP HERE. DO NOT COMPLETE OR FILE THIS FORM** 7. _____

Part III – Calculate Your Underpayment and Interest for Each Calendar Quarter (See instructions)

	A	B	C	D	TOTAL
8. Enter the required annual payment, Part II, Line 6. Enter the same amount in Columns A, B, C, and D. (If you checked Part I, Box A, or Box D, see instructions.)					
9. Installment percentages	.25	.50	.75	1.00	
10. Multiply Line 8 by Line 9. Enter each result in the appropriate column. (If you checked Part I, Box A, see instructions.)					
11. Enter the total Connecticut tax withheld, Part II, Line 3. Enter the same amount in Columns A, B, C, and D. (If you checked Part I, Box C, skip this line and see instructions for Line 13.)					
12. Withholding percentages	.25	.50	.75	1.00	
13. Multiply Line 11 by Line 12. Enter each result in the appropriate column. (If you checked Part 1, Box C, see instructions.)					
14. Subtract Line 13 from Line 10. Enter each result in the appropriate column. (If Line 13 is equal to or greater than Line 10 in any column, enter "0" in that column.)					
15. Enter the estimated tax payments. (See instructions)					
16. Underpayments - Subtract Line 15 from Line 14. Enter each result in the appropriate column. (If Line 15 is equal to or greater than Line 14 in any column, enter "0" in that column.)					
17. Interest - Use Worksheets A, B, C, and D of Schedule B and enter each result in the appropriate column. Add Columns A, B, C, and D. Enter the total in the Total Column and on the appropriate line of your Connecticut income tax return.					

Attach this form to the back of your Connecticut Income Tax Return.

Keep a copy of this Worksheet for your records.

SCHEDULE A
Annualized Income Installment Schedule

		(a)	(b)	(c)	(d)
Note: Trusts and estates should not use the period ending dates shown to the right. Instead, use the following: 2-28-2004, 4-30-2004, 7-31-2004, and 11-30-2004.		1-1-2004 to 3-31-2004	1-1-2004 to 5-31-2004	1-1-2004 to 8-31-2004	1-1-2004 to 12-31-2004
1. Enter your Connecticut adjusted gross income for each period (<i>See instructions</i>)	1				
2. Annualization amounts (Trusts and estates: <i>See instructions</i>)	2	4	2.4	1.5	1
3. Annualized income. Multiply Line 1 by Line 2	3				
4. Enter the tax for the amount on Line 3. (<i>See instructions</i>)	4				
5. Credit for income taxes paid to qualifying jurisdictions - Residents and Part-Year Residents only (<i>See instructions</i>)	5				
6. Subtract Line 5 from Line 4	6				
7. Connecticut alternative minimum tax (<i>See instructions</i>)	7				
8. Add Line 6 and Line 7	8				
9. Credit for property taxes paid on your primary residence and/or motor vehicle. Residents only (<i>See instructions</i>)	9				
10. Subtract Line 9 from Line 8 (if less than zero, enter "0")	10				
11. Adjusted net Connecticut minimum tax credit (<i>See instructions</i>)	11				
12. Subtract Line 11 from Line 10	12				
13. Applicable percentages	13	0.225	0.45	0.675	0.90
14. Multiply Line 12 by Line 13	14				

Complete Lines 15 - 25 in one column before going to the next column.

15. Add the amounts in all preceding columns of Line 21.	15	/			
16. Annualized income installment. Subtract Line 15 from Line 14. If zero or less, enter "0."	16				
17. Enter 25% (.25) of your required annual payment (Form CT-2210 , Part II, Line 6) in each column.	17				
18. Enter amount from Line 20 of the preceding column of this schedule.	18	/			
19. Add Line 17 and Line 18 and enter the total.	19				
20. If Line 19 is more than Line 16, subtract Line 16 from Line 19, otherwise enter "0."	20				
21. Enter the smaller of Line 16 or Line 19 here.	21				
22. Enter the amount from Line 21, Column (a) here and on Form CT-2210 , Part III, Line 10, Column A.	22		/		
23. Add Line 21, Column (b) and Line 22, Column (a). Enter here and on Form CT-2210 , Part III, Line 10, Column B.	23	/		/	
24. Add Line 21, Column (c) and Line 23, Column (b). Enter here and on Form CT-2210 , Part III, Line 10, Column C.	24	/			/
25. Add Line 21, Column (d) and Line 24, Column (c). Enter here and on Form CT-2210 , Part III, Line 10, Column D.	25	/			

If you completed this schedule, attach it to Form CT-2210.

SCHEDULE B
Interest Calculation

Worksheet A — For period beginning after April 15, 2004, and ending on or before June 15, 2004.

	Date	Amount	Interest Rate	Interest
	1	2	3	4
Line a - Underpayment			.01	
Line b - Late payment	4-16-2004 to 5-15-2004			
Line c - Revised underpayment			.01	
Line d - Late payment	5-16-2004 to 6-15-2004			
Line e - Total interest				

Worksheet B — For period beginning after June 15, 2004, and ending on or before September 15, 2004.

	1	2	3	4
Line a - Underpayment			.01	
Line b - Late payment	6-16-2004 to 7-15-2004			
Line c - Revised underpayment			.01	
Line d - Late payment	7-16-2004 to 8-15-2004			
Line e - Revised underpayment			.01	
Line f - Late payment	8-16-2004 to 9-15-2004			
Line g - Total interest				

Worksheet C — For period beginning after September 15, 2004, and ending on or before January 15, 2005.

	1	2	3	4
Line a - Underpayment			.01	
Line b - Late payment	9-16-2004 to 10-15-2004			
Line c - Revised underpayment			.01	
Line d - Late payment	10-16-2004 to 11-15-2004			
Line e - Revised underpayment			.01	
Line f - Late payment	11-16-2004 to 12-15-2004			
Line g - Revised underpayment			.01	
Line h - Late payment	12-16-2004 to 1-15-2005			
Line i - Total interest				

Worksheet D — For period beginning after January 15, 2005, and ending on or before April 15, 2005.

	1	2	3	4
Line a - Underpayment			.01	
Line b - Late payment	1-16-2005 to 2-15-2005			
Line c - Revised underpayment			.01	
Line d - Late payment	2-16-2005 to 3-15-2005			
Line e - Revised underpayment			.01	
Line f - Late payment	3-16-2005 to 4-15-2005			
Line g - Total interest				

Keep a copy of this schedule for your records.

Form CT-2210 Instructions

Part I - Reasons for Filing

Complete Part I **only** if one of the following boxes applies to you. By checking the box that applies to you, you may be able to reduce or eliminate interest charges that would otherwise accrue if we calculated the interest for you under the normal requirements for making estimated tax payments. If you checked any of the boxes in Part I, also be sure to check the box for **Form CT-2210** on the front page of your **Form CT-1040** or **Form CT-1040NR/PY**.

Box A - Check this box if you are using the annualized income installment method. (If your income fluctuated during the year this method may reduce or eliminate the amount of one or more required quarterly payments. See instructions for *Schedule A*.)

Box B - Check this box if your estimated tax payments were based on your 2003 tax, **and** your filing status changed from last year. See *Changes in Filing Status*, in Part II, Line 5, below.

Box C - Check this box if you want income tax withheld in 2004 to be applied when it was **actually withheld** rather than in four equal installments. See instructions for Part III, Line 11 and Line 13.

Box D - Check this box if you are a farmer or fisherman, as defined in I.R.C. §6654(i)(2), and:

- You are required to make only one installment of estimated Connecticut income tax; **or**
- You have filed your tax return for the taxable year on or before March 1, 2005, and have paid the amount computed on the return as payable for the taxable year.

If you have filed your return for the taxable year and paid the amount computed as payable on or before March 1, 2005, and therefore are not required to make an estimated income tax payment, you must check **Form CT-2210**, Part I, Box D. Stop there and do not complete Part II or Part III. Attach **Form CT-2210** to your income tax return and check the box for **Form CT-2210** on the front of **Form CT-1040** or **Form CT-1040NR/PY**.

If you are required to make an estimated income tax payment, it is due on or before January 15, 2005. The installment shall be the lesser of 66 2/3% of the income tax shown on your 2004 Connecticut income tax return or 100% of the income tax shown on your 2003 Connecticut income tax return. See the instructions for Part III, Line 8, for further information.

Box E - Check this box if you cannot use your 2003 Connecticut income tax as a basis for your required annual payment.

You may only use your 2003 Connecticut income tax if:

- You filed a 2003 Connecticut income tax return that covered a 12-month period; **or**
- During the 2003 taxable year, you were a resident, part-year resident, or nonresident with Connecticut source income, and you did not file a 2003 Connecticut income tax return because you did not have a Connecticut income tax liability. See Part II, Line 5, for instructions on calculating your required annual payment.

If you do not meet one of the above conditions, your required annual payment must be 90% of the income tax shown on your 2004 Connecticut income tax return.

Part II - Required Annual Payment

Line 1: Enter the amount of income tax shown on your 2004 Connecticut income tax return. (**Form CT-1040EZ**, Line 6; **Form CT-1040**, Line 14; **Form CT-1040NR/PY**, Line 16; or **Form CT-1041**, Line 9.) Do not subtract estimated payments or Connecticut tax withheld in 2004.

Line 2: Farmers and fishermen multiply Line 1 by 66 2/3% (.6667).

Line 3: Enter Connecticut income tax withheld in 2004. Do not enter any estimated tax payments or taxes withheld for the IRS or other jurisdictions.

Line 5: If your filing status was the same on your 2003 and 2004 Connecticut income tax returns, and your 2003 Connecticut income tax return covered a

12-month period, enter 100% of the income tax shown on your 2003 Connecticut income tax return (**Form CT-1040EZ**, Line 6; **Form CT-1040**, Line 14; or **Form CT-1040NR/PY**, Line 16.)

Enter "0" if you did not file a 2003 Connecticut income tax return because you did not have a Connecticut income tax liability and you were a resident, nonresident, or part-year resident in 2003, with Connecticut source income.

If you were a nonresident or part-year resident and you did not have Connecticut source income in 2003, leave Line 5 blank and enter 90% of the income tax shown on your 2004 Connecticut income tax return as the required annual payment on Line 6.

Changes in Filing Status From 2003 to 2004: If you are filing a joint Connecticut return for 2004 but filed separate Connecticut returns for 2003 as Single, Married Filing Separately, or Head of Household, you must combine your 2003 separate tax liabilities to determine your combined 2003 income tax. (If either you or your spouse did not file a 2003 Connecticut income tax return, see the instructions for Part I, Box E, to determine if you can use the prior year's tax as the basis for your required annual payment.)

If you are filing separate Connecticut returns for 2004 but filed a joint Connecticut return for 2003, you must determine your share of the 2003 tax (**Form CT-1040EZ**, Line 6; **Form CT-1040**, Line 14; or **Form CT-1040NR/PY**, Line 16). First calculate the 2003 tax both you and your spouse would have paid had you filed separate Connecticut returns for 2003 as married persons filing separately. Then complete the following calculation:

Your separate 2003 tax liability	<input checked="" type="checkbox"/>	Your 2003 joint tax liability
Both spouses' separate 2003 tax liabilities		

Part III - Calculate Your Underpayment and Interest

Line 8: If you are using the annualized income installment method, skip Line 8 and Line 9 and go on to Line 10. Be sure you also check Part I, Box A.

If you checked Part I, Box D, because you are a farmer or fisherman, as defined in I.R.C. §6654(i)(2), and you have made only one installment of estimated income tax, complete Column D only.

Line 10: If you checked Part I, Box A, because you are using the annualized income installment method, enter the amounts from *Schedule A*, Lines 22 through 25, in the appropriate columns. Attach *Schedule A* to **Form CT-2210** and also include your computations of your Connecticut adjusted gross income for each period.

Line 11: Enter the total amount of Connecticut income tax withheld in 2004 in Columns A, B, C, and D. (Do not enter estimated tax payments or taxes withheld for the IRS or other jurisdictions.)

Example: If your total 2004 Connecticut income tax withheld was \$1,300, enter \$1,300 in Columns A, B, C, and D.

If you want Connecticut income tax withholding to apply when it was actually withheld, skip Line 11 and Line 12 and go on to Line 13. Be sure you also check Part I, Box C.

Line 13: If you want Connecticut income tax withholding to apply when it was actually withheld, enter the actual cumulative withholding amounts on Line 13.

Example: If \$600 was withheld in March, \$200 in May, \$200 in August and \$300 in November, you would enter \$600 in Column A, \$800 in Column B, \$1,000 in Column C, and \$1,300 in Column D.

Line 15: Enter in the appropriate columns all timely installment payments you made. Timely installment payments are all payments (other than any tax withheld) made on or before the due date including any previous installment payments.

Example: If estimated Connecticut income tax payments of \$100 each were made on April 15, 2004, June 15, 2004, September 15, 2004, and January 15, 2005, then you would enter \$100 in Column A, \$200 in Column B, \$300 in Column C, and \$400 in Column D.

SCHEDULE A

Annualized Income Installment

General Instructions

You may benefit from using the annualized income installment method if your income varied throughout the year because you earned more money later in the year than you did in the early part of the year, such as from lottery winnings, investment income, or self-employment income.

By using this method, you may be able to reduce or eliminate the amount of one or more required installments.

For information on filing estimated tax payments using the annualized income installment method, see **Informational Publication 2004(17), A Guide to Calculating Your Annualized Estimated Income Tax Installments and Worksheet CT-1040AES**. This publication is available from the DRS Web site at www.ct.gov/DRS or by calling the DRS Forms Unit anytime at 1-800-382-9463 (in-state) and select **Option 2** from a touch-tone phone or 860-297-4753 (from anywhere).

If you use the annualized income installment method for any installment due date, you must use this method for all installment due dates. **Form CT-2210, Schedule A**, automatically selects the smaller of the annualized income installment or regular installment (increased by the amount saved by using the annualized income installment method in computing earlier installments).

If you use the annualized income installment method, you are required to complete all of the following steps:

1. Check Box A on **Form CT-2210, Part I**;
2. Enter the amounts from *Schedule A*, Lines 22 through 25 in the appropriate columns on **Form CT-2210, Part III, Line 10**;
3. Attach **Form CT-2210** and *Schedule A* to your return; and
4. Attach your calculations of your Connecticut adjusted gross income for each period.

Line Instructions

Line 1: Attach a schedule showing how you computed your Connecticut adjusted gross income for each period.

Trusts and estates must enter their Connecticut taxable income, and use the following period ending dates: 2-28-2004, 4-30-2004, 7-31-2004, and 11-30-2004.

Filers of **Forms CT-1065/CT-1120SI** and **CT-G** must enter the Connecticut source income for the partner, shareholder, or beneficiary.

Line 2: Trusts and estates: do not use the amounts shown in Columns (a) through (d). Instead, use 6, 3, 1.71429, and 1.09091, as the annualization amounts.

Line 4: Resident individuals must compute the tax on the amount shown on Line 3, using the *Tax Tables* or the *Tax Calculation Schedule*. Resident trusts and estates must multiply Line 3 by 5% (.05).

Nonresidents and part-year resident individuals must use the schedules and worksheets for **Form CT-1040NR/PY** to determine Connecticut source income. Nonresident trusts and estates and part-year resident trusts must use the schedules and worksheets for **Form CT-1041** to determine Connecticut source income. To calculate the tax, complete the worksheet below for each column:

a. Annualized income from Line 3 of this schedule	
b. Annualized Connecticut source income	
c. Enter the greater of Line a or Line b	
d. Enter the tax due on Line c using the <i>Tax Tables</i> or the <i>Tax Calculation Schedule</i> . Trusts and estates: Multiply Line c by 5% (.05).	
e. Divide Connecticut source income for the period by Connecticut adjusted gross income (Connecticut taxable income for trusts and estates) for the period. This is your allocated Connecticut income tax percentage. (If Line b is greater than Line a, enter 1.0000).	•
f. Multiply Line d by Line e. Enter here and on <i>Schedule A</i> , Line 4.	

Filers of **Forms CT-1065/CT-1120SI** and **CT-G** must multiply Line 3 by 5% (.05).

Line 5: The credit for tax paid to a qualifying jurisdiction is based wholly or partly on the annualized income for each period.

Line 7: You must annualize your adjusted federal alternative minimum taxable income using the annualization amounts on Line 2. Use **Form CT-6251** as a guide.

Line 9: Resident Individuals - Enter the credit for property taxes paid on your primary residence and/or motor vehicle, as calculated on your 2004 **Form CT-1040, Schedule 3**.

The credit may not exceed \$350 and may be further reduced. Refer to **Form CT-1040, Schedule 3** and instructions when calculating the credit.

Line 11: The adjusted net Connecticut minimum tax credit is based wholly or partly on the annualized income for each period.

Lines 15 through 25: You must complete Lines 15 through 25 in one column before continuing to the next column.

SCHEDULE B

Interest Calculation

General Instructions

- Complete a separate worksheet for each underpayment shown on **Form CT-2210, Part III, Line 16**.

Example: If the underpayment is shown in Part III, Line 16, Column A, complete Worksheet A. If no underpayment is shown in Part III, Line 16, Column B, but an underpayment is shown in Part III, Line 16, Column C, skip Worksheet B, but complete Worksheet C.

- Interest at 1% (.01) per month or fraction of a month will continue to accrue until the earlier of April 15, 2005, or the date on which the underpayment is paid. A month is measured from the sixteenth day of the first month to the fifteenth day of the next month. Any fraction of a month is considered a whole month.

Line Instructions

Before calculating your interest, list all estimated payments and Connecticut tax withholding for 2004 on a separate sheet of paper. For Connecticut income tax withheld, you are considered to have paid 25% of this amount on each payment due date (4/15, 6/15, 9/15, and 1/15) unless you can show otherwise.

Worksheet A

Line a: Enter in Column 2 the underpayment shown on **Form CT-2210, Part III, Line 16**.

Multiply Column 2 by Column 3 and enter the result in Column 4.

Line b: Enter in Column 2 the amount paid during the period listed in Column 1. If multiple payments were made during the period listed, combine those payments and enter the total.

Line c: Subtract Line b from Line a in Column 2. Enter the result on Line c, Column 2. Multiply Column 2 by Column 3 and enter the result in Column 4.

Line d: Follow the instructions for Line b above.

Line e: Add all amounts in Column 4. Enter the total on **Form CT-2210, Part III, Line 17, Column A**.

Worksheets B and D

Lines a through d: Follow the instructions for these lines on Worksheet A above.

Line e: Subtract Line d from Line c in Column 2. Enter the result on Line e, Column 2. Multiply Column 2 by Column 3 and enter the result in Column 4.

Line f: Enter in Column 2 the amount paid during the period listed in Column 1. If multiple payments were made during the period listed, combine those payments and enter the total.

Line g: Add all amounts in Column 4. Enter the total on **Form CT-2210, Part III, Line 17, Column B**, or **Part III, Line 17, Column D**.

Worksheet C

Lines a through f: Follow the instructions for these lines on Worksheets B and D above.

Line g: Subtract Line f from Line e in Column 2. Enter the result on Line g, Column 2. Multiply Column 2 by Column 3 and enter the result in Column 4.

Line h: Enter in Column 2 the amount paid during the period listed in Column 1. If multiple payments were made during the period listed, combine those payments and enter the total.

Line i: Add all amounts in Column 4. Enter the total on **Form CT-2210, Part III, Line 17, Column C**.

**Application for Extension
 of Time for Payment of Income Tax**

(Rev. 12/04)

Place this form on TOP of your completed return.

TAXPAYER (Please Type or Print)	Your First Name and Middle Initial	Last Name	Your Social Security Number
	If a <i>JOINT</i> Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number
	Home Address (number and street), Apartment Number, PO Box		Daytime Telephone Number ()
	City, Town, or Post Office	State	ZIP Code
			DRS USE ONLY - 20

IMPORTANT! PLEASE READ THE INSTRUCTIONS ON THE BACK OF THIS FORM.

This form is not an extension of time to file.

See How to Get an Extension of Time to File (on back) for additional time to file.

You must file this form on or before the due date of your return or your extension request will be denied.

I request a **six-month extension** of time to **October 15, 2005**, to pay my Connecticut Income Tax of \$ _____ for the year beginning January 1, 2004, and ending December 31, 2004.

If you are **not** a calendar year taxpayer, complete the following statement:

I request a six-month extension of time to _____, to pay my Connecticut Income Tax of \$ _____ for the year beginning _____ and ending ► _____.

This extension is necessary and payment of the tax at this time will cause me undue hardship because: (If more space is needed, please attach a separate sheet) _____

I am unable to borrow money to pay the tax because: _____

As evidence of the need for the extension, I am attaching: (1) a statement of assets (including all bank accounts, receivables, notes, stocks, bonds, cash value life insurance, automobiles, and real estate) and liabilities as of the last day of the preceding month (showing book and market values of assets and whether any securities are listed or unlisted); and (2) an itemized list of receipts (income) and disbursements (expenses) for the three months before the date the tax is due.

— YOU WILL BE NOTIFIED ONLY IF YOUR EXTENSION REQUEST IS DENIED —

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

SIGN HERE Keep a copy for your records.	Your Signature	Date	
	Spouse's Signature	Date	
	Paid Preparer's Signature	Date	Telephone ()
	Firm's Name, Address, and ZIP Code		FEIN

Form CT-1127 Instructions

Purpose

The Commissioner of Revenue Services may grant an extension of time for payment of your Connecticut income tax and your individual use tax if you can show that it will cause you undue hardship to pay the tax on the date that it is due. This form must be filed with the Commissioner on or before the date prescribed by law for payment of the tax.

Undue hardship means more than mere inconvenience. You must show that you will have substantial financial loss if you pay your tax on the date it is due. (For example, such a loss could be caused by having to sell property at a sacrifice price.) You must show that you do not have enough cash, above necessary working capital, to pay the tax. In determining cash available, include anything you can convert into cash and show current market prices. Also show that you are unable to borrow money to pay the tax, except under terms that will cause you severe loss and hardship.

Who May File Form CT-1127

Filers of Forms CT-1040, CT-1040EZ, CT-1040NR/PY, CT-1041, and CT-1065/CT-1120SI may file this form.

Limitation

As a general rule, an extension of time to pay any part of income tax shown on a return is limited to six months from the date that payment is due.

Security

Security satisfactory to the Commissioner may be required as a condition for granting an extension. This is to assure that the risk of loss to the State of Connecticut will be no greater at the end of the extension period than it was at the beginning. The determination of the type of security, if any is required, will depend on the circumstances in each case. You will be contacted by the Department of Revenue Services, Collection and Enforcement Division, if any security is required.

Interest and Penalty

If the extension of time for payment is approved, no penalty will be assessed if the tax due is paid on or before the end of the extension period. If the extension of time for payment is not granted or the tax due is not paid on or before the end of the extension period, a penalty of 10% (.10) of the amount of tax underpaid will be applied. In either case, monthly billing statements will be issued to you until the balance is paid in full.

If after the extension period you are subject to a penalty that you believe was unjustly assessed, you may request a penalty waiver. Requests for a penalty waiver must be in writing and contain a clear and complete explanation. Include your name, Social Security Number, name of original form filed or billing notice received, and taxable filing period on all correspondence.

Mail your penalty waiver request to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

Interest cannot be waived. Before a penalty waiver can be granted, you must **pay all tax and interest** due.

Where the time for payment of Connecticut income tax is extended, interest will be added at 1% (.01) per month or fraction of a month on any balance due from the original due date of the Connecticut income tax return (determined without regard to any extension of time to file) to the date of actual payment.

How to Get an Extension of Time to Pay

To obtain a Connecticut extension of time for payment of income tax, you **must** complete **Form CT-1127** in its entirety **and** attach **Form CT-1127** to the **front** of your **timely** filed Connecticut income tax return or timely application for extension of time to file. We will notify you **only** if your request is denied.

How to Get an Extension of Time to File

- File **Form CT-1040 EXT**, if you need additional time to file **Form CT-1040EZ**, **Form CT-1040**, or **Form CT-1040NR/PY**.
- File **Form CT-1041 EXT** if you need additional time to file **Form CT-1041**.
- File **Form CT-1065/CT-1120SI EXT** if you need additional time to file **Form CT-1065/CT-1120SI**.

Signature

You **must** sign this form. If you are filing a joint return, both you and your spouse must sign.

Others Who Can Sign For You

Anyone with a signed Power of Attorney may sign on your behalf.

If a taxpayer is unable, by reason of illness, absence, or other good cause to sign a request for an extension, any person standing in a close personal or business relationship (including attorneys, accountants, and enrolled agents) to the taxpayer may sign the request on his or her behalf and shall be considered as a duly authorized agent for this purpose, provided the request states the reasons for signature other than by the taxpayer and the relationship existing between the taxpayer and the signer.

Paid Preparer's Signature

Anyone you pay to prepare your return **must** sign and date it. Paid preparers **must** also enter their Social Security Number or Personal Tax Identification Number (PTIN), and their firm's Federal Employer Identification Number (FEIN) in the spaces provided.

For Further Information

Please call the Department of Revenue Services during business hours, Monday through Friday:

- **1-800-382-9463** (in-state), or
- **860-297-5962** (from anywhere).

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

Form CT-8379
Nonobligated Spouse Claim

2004

(Rev. 12/04)

Place this form on TOP of your completed return.

Taxpayer Information as Shown on Joint Connecticut Income Tax Return

Your First Name and Middle Initial	Last Name	Your Social Security Number	Nonobligated Spouse? <input type="checkbox"/> YES <input type="checkbox"/> NO
Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number	Nonobligated Spouse? <input type="checkbox"/> YES <input type="checkbox"/> NO
Home Address (number and street), Apartment Number, PO Box			Your Daytime Telephone Number ()
City, Town, or Post Office	State	ZIP Code	DRS USE ONLY - -20

Who may file this form? You may file this form if:

- The filing status claimed on your 2004 Connecticut income tax return is **Married Filing Jointly**;
- You do not want your share of a joint Connecticut income tax refund to be applied against your spouse's past-due child support or debt to any Connecticut state agency; **and**
- You meet all of the requirements under *Am I a Nonobligated Spouse?* on the back of this form.

In cases of child support, your spouse must be a person against whom an order (of the Superior Court or family support magistrate) for support of a minor child or children has been issued and who owes past-due child support (\$150 or more in a TANF case (Public Assistance case) or \$500 or more in a Non-TANF IV-D support case (non-Public Assistance case)).

Do not use this form if you are requesting relief from a joint Connecticut income tax liability that you believe should be paid only by your spouse (or former spouse). See **Form CT-8857, Request for Innocent Spouse Relief (And Separation of Liability and Equitable Relief)**.

Do not use this form to claim your share of a Connecticut income tax refund that was applied to federal taxes owed to the Internal Revenue Service (IRS) by your spouse. For information regarding IRS offsets, contact the IRS Office of the Local Taxpayer Advocate in Hartford, Connecticut at 860-756-4555.

Attach W-2, W-2G, or 1099 Forms Here

Allocation Items (See <i>Specific Instructions</i> on the back of this form)	Joint	Nonobligated Spouse	Obligated Spouse
a. Connecticut adjusted gross income	\$	\$	\$
b. Total tax	\$		
c. Connecticut income tax withheld (W-2 and 1099 forms must be attached)	\$	\$	\$
d. Separate estimated Connecticut tax payments (if any)		\$	\$
e. Joint estimated Connecticut tax payments (if any)	\$		
f. Payments made with extension request (if any)	\$		
g. Joint amount overpaid	\$		

The Department of Revenue Services (DRS) will calculate the amount of the refund owed to the nonobligated spouse.

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy for your records.	Your Signature (Nonobligated Spouse)		Date
	Paid Preparer's Signature	Date	Telephone Number ()
	Firm's Name, Address, and ZIP Code		Preparer's SSN or PTIN FEIN

Form CT-8379 Instructions

Purpose

Use **Form CT-8379, Nonobligated Spouse Claim**, if you are a nonobligated spouse and all or part of your overpayment was (or is expected to be) applied against your spouse's past due State of Connecticut debt (such as child support) and you want your share of the joint overpayment refunded to you.

General Instructions

Am I a Nonobligated Spouse?

You are a Nonobligated Spouse, if you meet **all** of the following requirements:

- You filed a joint Connecticut income tax return with a spouse who owes past-due child support or a debt to any Connecticut state agency (the obligated spouse);
- You received income (such as wages, interest, etc.) reported on the joint return;
- You made Connecticut income tax payments (such as withholding or estimated tax payments) reported on the joint return;
- You do not owe past-due child support or a debt to any Connecticut state agency; **and**
- You filed a joint return reporting an overpayment of Connecticut income tax, all or part of which was, or is expected to be, applied against past-due child support or a debt to any Connecticut state agency owed by the obligated spouse.

Filing the Return: You must file **Form CT- 8379** with **Form CT-1040, Form CT-1040EZ, Form CT-1040NR/PY, or Form CT-1040X**.

You must place this form on **TOP** of the completed Connecticut income tax return. If you have previously filed your 2004 Connecticut income tax return, mail this form separately to Department of Revenue Services, PO Box 5035, Hartford CT 06102-5035.

Important: Attach copies of all forms W-2 and 1099 showing Connecticut income tax withheld to Form CT- 8379.

Specific Instructions

Taxpayer Information: Enter the taxpayer information exactly as it appears on your Connecticut income tax return. The name and Social Security Number entered first on the joint tax return must also be entered first on **Form CT- 8379**.

Allocation Items:

- a. **Connecticut adjusted gross income** - Enter the joint amount as reported on your joint Connecticut income tax return (**Form CT-1040, Line 5; Form CT-1040EZ, Line 3; Connecticut Telefile Tax Return, Line 4 minus Line 5; or Form CT-1040NR/PY, Line 5**). Then separately allocate the individual income according to which spouse earned the income. The sum of these **must** equal the amount reported as joint income.

Nonresidents and Part-Year Residents only - Complete the following chart. Enter the joint amount of your **Connecticut source income** as reported on your **Form CT-1040NR/PY**. Separately allocate the Connecticut

source income according to which spouse earned the income. The sum of these **must** equal the amount reported as joint Connecticut source income.

Nonresidents and Part-Year Residents Only	Connecticut Source Income (Form CT-1040NR/PY, Line 6)
Allocation Item	
Joint	
Nonobligated Spouse	
Obligated Spouse	

- b. **Total tax** - Enter the joint Connecticut tax liability as reported on your joint Connecticut income tax return (**Form CT-1040, Line 16; Form CT-1040EZ, Line 8; Connecticut Telefile Tax Return, Line 12; or Form CT-1040NR/PY, Line 18**).
- c. **Connecticut income tax withheld** - Enter the joint Connecticut withholding as reported on your joint Connecticut income tax return (**Form CT-1040, Line 18; Form CT-1040EZ, Line 10; Connecticut Telefile Tax Return, Line 13; or Form CT-1040NR/PY, Line 20**). List each spouse's share separately as shown on your individual withholding forms (W-2s, 1099s, etc.).
- d. **Separate estimated Connecticut tax payments** - Enter any separately paid estimated Connecticut income tax payments in the appropriate spaces.
- e. **Joint estimated Connecticut tax payments** - Enter the total amount of any joint estimated Connecticut income tax payments. Include overpayments applied from a previous year.
- f. **Payments made with extension request** - Enter the joint amount as reported on your joint Connecticut income tax return (**Form CT-1040, Line 20; Form CT-1040EZ, Line 12; or Form CT-1040NR/PY, Line 22**).
- g. **Joint amount overpaid** - Enter the joint amount overpaid as reported on your joint Connecticut income tax return (**Form CT-1040, Line 22; Form CT-1040EZ, Line 14; Connecticut Telefile Tax Return, Line 15; or Form CT-1040NR/PY, Line 24**). DRS will compute the separate overpayments for the nonobligated spouse and the obligated spouse.

Nonobligated Spouse Refund: DRS will calculate the amount of the nonobligated spouse's refund. The nonobligated spouse's share of the joint Connecticut tax overpayment cannot exceed the joint overpayment.

Signature: This form **must** be signed by the **nonobligated spouse**.

Others Who May Sign for the Nonobligated Spouse: Anyone with a signed Power of Attorney may sign on behalf of the nonobligated spouse.

Paid Preparer's Signature: Anyone you pay to prepare your return **must** sign and date it. Paid preparers **must** also enter their Social Security Number (SSN) or Personal Tax Identification Number (PTIN), and their firm's Federal Employer Identification Number (FEIN) in the spaces provided.

Form CT-8857 Instructions

General Instructions

Purpose

Use **Form CT-8857, Request for Innocent Spouse Relief (And Separation of Liability and Equitable Relief)**, to request relief from liability for tax, plus related penalties and interest, for which you believe only your spouse or former spouse should be held liable. You must have filed a joint return for the year(s) for which you are requesting relief. The Department of Revenue Services (DRS) will evaluate your request and tell you if you qualify.

You may be allowed one or more of these three types of relief:

- Separation of liability;
- Innocent spouse relief; or
- Equitable relief.

Statement to Attach

You must attach a statement to Form CT-8857 explaining why you qualify for relief. Complete the statement using the best information you have available. Include your name and social security number (SSN) on the statement.

If you are requesting relief for more than one taxable year, you only need to file one **Form CT-8857**. However, you must include a separate statement for each year. Clearly indicate in the statement(s) the type(s) of relief you are requesting for each year. You must provide certain information for each type of relief you are requesting. See the Specific Instructions for Parts III, IV, and V for details on the information to include with your statement(s).

Generally, DRS will request additional information from you. You can help the processing of your request for relief by completing and attaching federal Form 12510, *Questionnaire for Requesting Spouse*. To get federal Form 12510, go to www.irs.gov or call 1-800-TAX-FORM (1-800-829-3676).

When to File

File **Form CT-8857** as soon as you become aware of a Connecticut income tax liability for which you believe only your spouse or former spouse should be held liable. You may become aware of such a liability if:

- DRS has examined your tax return and is proposing an understatement of tax; or
- DRS has sent you a notice.

You must file **Form CT-8857** no later than two years after DRS first began collection activity against you.

Examples of attempts to collect the tax from you are garnishment of your wages or applying your income tax refund to the tax due.

Where to File

Do not file Form CT-8857 with your tax return.

Mail **Form CT-8857** and your statement (if applicable) to:

Department of Revenue Services
Collections and Enforcement-Quality Control Unit
25 Sigourney Street
Hartford CT 06106-5032

Definitions

Underpayment of Tax

An **underpayment** is tax that is properly shown on your return but has not been paid.

Example: *Beth and Jack filed a joint return that properly reflects their income and credits, but showed an unpaid balance of \$400. Beth and Jack are getting divorced. Beth gave Jack \$200 and Jack promised to pay the full \$400, but did not. Beth and Jack are both liable for the \$400 tax not paid (underpayment).*

Understatement of Tax

An **understatement of tax**, or deficiency, is the difference between the total amount of tax that DRS determines should have been shown on the Connecticut income tax return, and the amount that was actually shown on the return.

Example: *Mary and Matt filed a joint return showing \$400 tax due which they fully paid. DRS later audits their return and finds \$4,000 of income that Mary earned but did not report. This understatement results in an additional \$180 in tax. Mary and Matt are both liable for the additional tax (understatement) that is due to Mary's unreported income.*

Joint and Several Liability

Generally, joint and several liability applies to all joint returns. This means that both you and your spouse or former spouse are jointly and individually responsible for any underpayment of tax plus any understatement of tax that may become due later. This is true even if a divorce decree states that your former spouse will be responsible for any amounts due on previously filed joint returns.

Note: If you have both an underpayment and understatement of tax, you may have to request different types of relief. If you have an underpayment of tax, you may only request equitable relief. Complete Parts III and IV to see which type(s) of relief you can request for the understatement of tax.

Specific Instructions

Part I

Enter your current name. If your current name is different from your name as shown on your tax return for any year for which you are requesting relief, enter it in parentheses after your current name. For example, enter "Jane Maple (formerly Jane Oak)."

Spousal Notification

The law requires DRS to inform your spouse or former spouse of the request for relief from liability. DRS is also required to allow your spouse or former spouse to provide information that may assist in determining the amount of relief from liability. DRS will **not** provide information to your spouse or former spouse that could infringe on your privacy. DRS will not provide your new name, address, information about your employer, phone number, or any other information that does not relate to making a determination about your request for relief from liability.

Part II

Line 1 – Enter the taxable year(s) for which you have an understatement or underpayment. **Do not** enter any year(s) that DRS used your refund to offset the understatement or underpayment.

Example: You were due a refund for taxable year 2001 on your single return but DRS applied the refund to unpaid joint taxes for taxable year 1999. You enter "1999" on Line 1.

Line 2 – Enter the current name and SSN of the person to whom you were married as of the end of the taxable year(s) listed on Line 1. If the name of the person shown on that year's tax return(s) is different from the current name, enter it in parentheses after the current name. For example, enter "Jane Maple (formerly Jane Oak)." Also enter the current home address and daytime telephone number, if you know it.

Part III – Separation of Liability

You may request separation of liability for any understatement of tax shown on the joint return(s) you filed with the person listed on Line 2 if that person died or you and that person:

- Are divorced;
- Are legally separated; or
- Have lived apart at all times during the 12-month period prior to the date you file **Form CT-8857**.

Separation of liability applies only to amounts owed that are not paid. DRS will not issue you a refund of amounts already paid.

How to Request Separation of Liability

Attach a statement to **Form CT-8857** that shows the total amount of the understatement of tax. For each item that resulted in an understatement of tax, explain whether the item is attributable to you, the person listed on Line 2, or both of you. For example, unreported income earned by the person listed on Line 2, would be allocated to that person.

Exception: If, at the time you signed the joint return, you knew about any item that resulted in part or all of the understatement, then your request will not apply to that part of the understatement.

Part IV – Innocent Spouse Relief

You may be allowed innocent spouse relief if **all** of the following apply:

- You filed a joint return for the year(s) entered on Line 1;
- There is an understatement of tax on the return(s) that is due to erroneous items of the person listed on Line 2;
- You can show that when you signed the return(s) you did not know and had no reason to know that the understatement of tax existed (or the extent to which the understatement existed); **and**
- Taking into account all the facts and circumstances, it would be unfair to hold you liable for the understatement of tax.

Erroneous Items

Any income, deduction, or credit is an erroneous item if it is omitted from or incorrectly reported on the joint return.

Partial Innocent Spouse Relief

If you knew about any of the erroneous items, but did not know the full extent of the item(s), you may be allowed relief for the part of the understatement you did not know about. Explain in your statement attached to **Form CT-8857** how much you knew and why you did not know, and had no reason to know, the full extent of the item(s).

How to Request Innocent Spouse Relief

Attach a statement to **Form CT-8857** of why you believe you qualify. The statement will vary depending on your circumstances, but should include **all** of the following:

- The amount of the understatement of tax for which you are liable and are seeking relief;
- The amount and a detailed description of each erroneous item, including why you had no reason to know about the item or the extent to which you knew about the item; **and**
- Why you believe it would be unfair to hold you liable for the understatement of tax.

Part V – Equitable Relief

You may be allowed equitable relief if, taking into account all the facts and circumstances, DRS determines you should not be held liable for any understatement or underpayment of tax.

Equitable relief generally applies only to:

- An underpayment of tax; or
- Part or all of any understatement of tax that does not qualify for both separation of liability and innocent spouse relief.

You should request separation of liability or innocent spouse relief for any understatement of tax if you are eligible. DRS will consider equitable relief for any understatement of tax if it determines that innocent spouse relief and separation of liability do not apply.

How to Request Equitable Relief

Attach an explanation to **Form CT-8857** of why you believe it would be unfair to hold you liable for the tax instead of the person listed on Line 2. If you are attaching a statement for separation of liability or innocent spouse relief, only include any additional information you believe supports your request for equitable relief.

For Further Information:

Please call DRS during business hours, Monday through Friday:

- **1-800-382-9463** (in-state), or
- **860-297-5962** (from anywhere)

TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.

Forms and Publications:

Forms and publications are available all day, seven days a week:

- **Internet:** Preview and download forms and publications from the DRS Web site **www.ct.gov/DRS**
- **DRS TAX-FAX:** Call **860-297-5698** from the handset attached to your fax machine and select from the menu.
- **Telephone:** Call **860-297-4753** (from anywhere), or **1-800-382-9463** (in-state) and select **Option 2** from a touch-tone phone.

Form CT-19IT

Title 19 Status Release

Place this form on TOP of your completed return.

Your First Name and Middle Initial	Last Name	Social Security Number ____ : ____ : ____
Home Address (number and street), Apartment Number, PO Box		Telephone ()
City, Town, or Post Office	State	ZIP Code

Purpose

By completing this form, you authorize the Department of Revenue Services to contact the Department of Social Services to verify your Title 19 status for the 2004 taxable year.

Who May File Form CT-19IT?

If you are required to file a Connecticut income tax return and you meet the conditions listed below, you may file **Form CT-19IT**:

1. You were a Title 19 recipient during the taxable year;
2. Medicaid assisted in the payment of your long-term care in a nursing or convalescent home or under the Connecticut Home Care for Elders; **and**
3. You do not have the funds to pay your Connecticut income tax, or income available from future earnings to pay the tax.

General Information

You are required to file a Connecticut income tax return if you meet any of the following conditions:

1. You meet the Gross Income Test (See instructions for **Form CT-1040EZ**, **Form CT-1040** or **Form CT-1040NR/PY**);
2. You had Connecticut income taxes withheld;
3. You made estimated tax payments to Connecticut; **or**
4. You had a federal alternative minimum tax liability.

Complete **Form CT-19IT** and attach it to the **front** of your Connecticut income tax return.

If the recipient has given power of attorney to another person to file Connecticut income tax returns or other Connecticut tax forms on their behalf, attach a copy of the Power of Attorney Form.

Signature of Recipient	Date
Signature of Person with Power of Attorney	Date
Name of Person with Power of Attorney (<i>Print or Type</i>)	

(Rev. 12/04)

Schedule CT-1040CRC
Claim of Right Credit

Place this form on TOP of your completed return.

Your First Name and Middle Initial	Last Name	Your Social Security Number
If JOINT Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number

Purpose

If during your 2004 taxable year you had to repay income you included in your Connecticut adjusted gross income for an earlier taxable year, and the amount you repaid is more than \$3,000, you may be able to claim a credit against your Connecticut income tax for your 2004 taxable year. If you are eligible for the *Connecticut Claim of Right Credit*, complete this schedule to claim a credit equal to the Connecticut income tax you would not have had to pay if the repaid amount had not been included in your Connecticut adjusted gross income in the earlier taxable year.

Am I Eligible for the Connecticut Claim of Right Credit

You are eligible for the Connecticut claim of right credit if you meet **ALL** of the following conditions:

- You were a resident, nonresident, or part-year resident individual who included income in Connecticut adjusted gross income for an earlier taxable year(s) (year(s) of receipt). A trust or estate is not eligible to claim such relief for Connecticut income tax purposes;
- You were required to repay such income during your 2004 taxable year (year of repayment);
- The amount of the repayment exceeds \$3,000; and
- You determined your federal income tax liability for the year of repayment under I.R.C. §1341(a)(4) (see *Exception*) or I.R.C. §1341(a)(5).

Exception: I.R.C. §1341(a) requires you to determine your federal income tax liability by whichever of the following two methods results in the lesser federal income tax liability.

1. If you are required to determine your federal income tax liability using the "deduction" method (I.R.C. §1341(a)(4)), you may be eligible for the Connecticut claim of right credit. The "deduction" method involves deducting the repayment on your federal income tax return for the year of repayment. Depending on the type of income you repaid, you will either deduct the repayment in determining your federal adjusted gross income or in determining your federal taxable income. If the repayment is deducted in determining your federal adjusted gross income, you are **NOT ELIGIBLE** for the Connecticut claim of right credit. See *Example 2*, on the back of this schedule. If the repayment is deducted in determining your federal taxable income and reported on federal Form 1040, Schedule A, you are eligible for the Connecticut claim of right credit. See *Example 1*, on the back of this schedule.

Note: If the deduction results in a net operating loss for federal income tax purposes carried back to a taxable year or years preceding the year of repayment, no claim for refund is allowable for Connecticut income tax purposes for the preceding year or years on account of the loss carryback.

2. If you are required to determine your federal income tax liability using the "credit" method (I.R.C. §1341(a)(5)), you are eligible for the Connecticut claim of right credit. See *Example 1*, on the back of this schedule.

1.	Taxable year(s) in which you received the income (year(s) of receipt).	1.	
2.	Amount of income repaid during your 2004 taxable year.	2.	
3.	Type of income you repaid during your 2004 taxable year and the reason(s) for repayment.		
4.	Amount of your Connecticut income tax liability reported on your Connecticut income tax return for the year(s) of receipt.	4.	
5.	Connecticut income tax liability for the year(s) of receipt after excluding the income you were required to repay during your 2004 taxable year.	5.	
6.	Subtract Line 5 from Line 4. This is your 2004 claim of right credit. Include this amount on your 2004 Form CT-1040EZ , Line 12; Form CT-1040 , Line 20; Form CT-1040NR/PY , Line 22; or Form CT-1040X , Line 22.	6.	

Nonresidents or Part-Year Residents

If you are a nonresident or part-year resident in the year of receipt and repaid income during your 2004 taxable year, you will determine the decrease in your Connecticut income tax liability for the year of receipt by excluding the repaid income from your Connecticut adjusted gross income. To the extent that such repayment is derived from or connected with sources within this state, you will also exclude this repayment from your Connecticut source income.

What Documentation Do I Need to Prove My Eligibility for the Connecticut Claim of Right Credit

You must submit all of the following documentation with your 2004 Connecticut income tax return:

- A completed *Schedule CT-1040CRC* (placed on top of your completed Connecticut income tax return);
- A copy of your completed 2004 federal income tax return (including all schedules and attachments) that you signed and filed for your 2004 taxable year;
- Proof you were required to repay income you included in Connecticut adjusted gross income for the year(s) of receipt (such as a letter from your employer requiring you to repay sales commissions);
- A copy of your completed federal income tax return (including all schedules and attachments) that you signed and filed for the year(s) of receipt; **and**
- Proof you repaid the income during your 2004 taxable year (such as a copy of your cancelled check or money order).

How Do I Compute My Connecticut Claim of Right Credit

Your Connecticut income tax liability for the year of repayment is an amount equal to:

- The tax for the year of repayment, computed as if there were no Connecticut claim of right credit; **minus**
- The decrease in tax for the year(s) of receipt that would result solely from the exclusion of the amount of income you were subsequently required to repay from your Connecticut adjusted gross income for the year(s) of receipt.

Line Instructions

Line 1: If you repaid income during your 2004 taxable year that you included in your Connecticut adjusted gross income for an earlier taxable year(s) enter the year(s) of receipt.

Line 2: Enter the amount of income repaid during your 2004 taxable year. This income must have been previously included in your Connecticut adjusted gross income for the year(s) of receipt.

Line 3: Describe the type of income you repaid during your 2004 taxable year and the reason for repayment.

Line 4: Enter the amount of your Connecticut income tax liability reported on your Connecticut income tax return for the year(s) of receipt.

Line 5: Compute the amount of your Connecticut income tax liability for the year(s) of receipt after you exclude from your Connecticut adjusted gross income for the year(s) of receipt the income you repaid during your 2004 taxable year.

Repayments of Social Security benefits may require the recalculation of your taxable benefits in order to determine the amount to exclude from Connecticut adjusted gross income.

Line 6: Subtract Line 5 from Line 4. Include this amount on your 2004 Form **CT-1040EZ**, Line 12; **Form CT-1040**, Line 20; **Form CT-1040NR/PY**, Line 22; or **Form CT-1040X**, Line 22. This amount will be credited against your Connecticut income tax liability for your 2004 taxable year on the due date for payment of your 2004 Connecticut income tax liability.

Example 1: In December 2003, James, a Connecticut resident, was advanced commissions by his employer. These commissions were included in his 2003 Connecticut adjusted gross income of \$45,000. In May 2004, James's employer advised him that some of his customers had decided to cancel their purchases and he must repay \$4,000 of the commissions he received during 2003. If James was required to determine his federal income tax liability for the 2004 taxable year using the **deduction method** (I.R.C. §1341(a)(4)), he would deduct the \$4,000 as an itemized deduction on federal Form 1040, Schedule A. Assuming James's filing status on his 2003 and 2004 Connecticut income tax returns is *married filing separately* and his 2004 Connecticut adjusted gross income is \$50,000, he would compute his 2004 Connecticut income tax liability as follows:

2004 Connecticut income tax liability on \$50,000	\$2,161
Minus difference between:	
2003 tax payable on \$45,000	= \$1,844
and	
2003 tax payable on \$41,000 (\$45,000 - \$4,000)	= \$1,664
	- \$ 180
2004 Connecticut income tax liability	\$1,981

If James was required to determine his federal income tax liability for the 2004 taxable year using the **credit method** (I.R.C. §1341(a)(5)), he would also compute his Connecticut income tax liability as shown above.

Example 2: In February 2003, Donna, a nonresident individual who works in Connecticut, realized a capital gain of \$5,000 from the sale of a capital asset. The gain was not derived from or connected with Connecticut sources. Donna included the gain in her 2003 Connecticut adjusted gross income of \$35,000. In September 2004, Donna was required to repay the purchaser of the assets \$5,000 as a result of failure to fulfill conditions of the purchase agreement. If Donna was required to determine her federal income tax liability for the 2004 taxable year using the **deduction method** (I.R.C. §1341(a)(4)), she would deduct the repayment as a capital loss on her federal Form 1040, Schedule D. For Connecticut income tax purposes, Donna would not be eligible for the claim of right credit because she deducted the repayment under I.R.C. §1341(a)(4) in determining her federal adjusted gross income.

If Donna was required to determine her federal income tax liability using the **credit method** (I.R.C. §1341(a)(5)), she would be eligible for the Connecticut claim of right credit to the extent that her 2003 tax liability would be decreased as a result of excluding the \$5,000 she subsequently repaid.

SCHEDULE A - CONNECTICUT FIDUCIARY ADJUSTMENTS - (See instructions)

Additions

1. Interest on state and local government obligations other than Connecticut	▶ 1		00
2. Mutual fund exempt-interest dividends from state or municipal government obligations other than Connecticut	▶ 2		00
3. Loss on sale of Connecticut state and local government bonds (Enter as a positive number)	▶ 3		00
4. Connecticut income tax payments deducted in determining federal taxable income prior to deductions relating to distributions to beneficiaries	▶ 4		00
5. Other (Specify) _____	▶ 5		00
6. Total additions (Add Lines 1 through 5)	▶ 6		00

Subtractions

7. Interest on U.S. government obligations	▶ 7		00
8. Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations	▶ 8		00
9. Gain on sale of Connecticut state and local government bonds	▶ 9		00
10. Refunds of Connecticut income tax	▶ 10		00
11. Other (Specify) _____	▶ 11		00
12. Total subtractions (Add Lines 7 through 11)	▶ 12		00
13. Connecticut fiduciary adjustment - (Subtract Line 12 from Line 6. This amount may be positive or negative.) Enter on Form CT-1041, Schedule B, Part 1, Line f, Column 5.	▶ 13		00

Resident estates or full year resident trusts (except for those that meet the Quick-File Requirements) must attach Form CT-1041, Schedule C and if applicable, Schedule CT-1041FA

Questions

- A. If the trust is an inter vivos trust, enter name, address, and Social Security Number of grantor: _____
- B. If you checked "Part-year resident trust" on the front of this return, enter the date on which the trust became irrevocable: _____
- C. Does the trust or estate have an interest in real property or tangible personal property located in Connecticut? Yes No

Completed CT-1041 Schedules, **must** be attached to the back of Form CT-1041 in the following order, unless the trust or estate meets the *Quick-File Requirements*. Also attach Form CT-8801, if applicable, and a copy of all income tax returns filed with qualifying jurisdictions, if applicable, or the credit will be disallowed.

- 1. Schedule B
- 2. Schedule C
- 3. Schedule CT-1041FA
- 4. Schedule I
- 5. Form CT-8801
- 6. Credit for income taxes paid to qualifying jurisdictions - Attach a copy of all income tax returns filed with qualifying jurisdictions or the credit will be disallowed.

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy of this return for your records	Signature of Fiduciary or Officer Representing Fiduciary	Date	Telephone Number ()
	Paid Preparer's Signature		Preparer's PTIN or SSN
	Firm's Name and Address		Federal Employer ID Number
			Telephone Number ()

Check this box if you used a paid preparer and do not want forms sent to you next year.
 Checking this box does not relieve you of your responsibility to file.

FORM CT-1041 SCHEDULE B

2004

Name of Trust or Estate	Federal Employer ID Number : _____
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If you have a Connecticut fiduciary adjustment, complete *Schedule B*, Part 1, to calculate the fiduciary's and each beneficiary's share of the Connecticut fiduciary adjustment. *Schedule B*, Part 2, should only be completed by full-year or part-year resident inter vivos trusts with one or more nonresident noncontingent beneficiaries to calculate the resident noncontingent beneficiary percentage. Attach *Schedule B* to the back of **Form CT-1041**.

PART 1 – SHARES OF CONNECTICUT FIDUCIARY ADJUSTMENT OF A RESIDENT OR A NONRESIDENT ESTATE OR TRUST OR A PART-YEAR RESIDENT TRUST

(1) Name and address of each beneficiary Check box below if beneficiary is a nonresident of Connecticut	(2) Identifying number of each beneficiary	Shares of federal distributable net income (See instructions)		(5) Shares of Connecticut fiduciary adjustment
		(3) Amount	(4) Percent	
a) _____ <input type="checkbox"/>		00		00
b) _____ <input type="checkbox"/>		00		00
c) _____ <input type="checkbox"/>		00		00
d) _____ <input type="checkbox"/>		00		00
e) Fiduciary		00		*
The amount entered on <i>Schedule B</i> , Part 1, Line f, Column 5, should be the same as the amount entered on Form CT-1041, <i>Schedule A</i> , Line 13 (See instructions)		00		00
f) Total		00		00

*** Important:** Enter the fiduciary adjustment from Line e, Column 5, on Form CT-1041, *Schedule C*, Line 5 (if a resident estate or full-year resident trust) or on *Schedule CT-1041FA*, Part 1, Line 2 (if a nonresident estate or trust or a part-year resident trust).

The fiduciary must provide each beneficiary with a schedule of amounts of modifications for inclusion on the applicable income tax return.

PART 2 – PERCENTAGE OF RESIDENT NONCONTINGENT BENEFICIARIES (See instructions)

1. Enter the number, if any, of resident noncontingent beneficiaries	1	
2. Enter the number of nonresident noncontingent beneficiaries	2	
3. Add Line 1 and Line 2	3	
4. Divide Line 1 by Line 3 and enter as a decimal (Round to four decimal places, see instructions)	4	.

Note: If a full-year resident *inter vivos* trust, enter the percentage from Line 4 above on Form CT-1041, *Schedule C*, Line 11.
If a part-year resident *inter vivos* trust, enter the percentage from Line 4 above on *Schedule CT-1041FA*, Part 1, Line 5.

FORM CT-1041
SCHEDULE CT-1041FA
Fiduciary Allocation

2004

Name of Trust or Estate	Federal Employer ID Number
	: _ _ _ _ _

Complete this form as follows:

- Resident estate or trust with one or more nonresident beneficiaries: complete Part 3, then complete Part 2.
- Nonresident estate or trust and part-year resident trust: complete Part 3, then Part 2, and then Part 1.

Attach *Schedule CT-1041FA* to the back of Form CT-1041.

PART 1 - Computation of Connecticut tax of a nonresident estate or trust and part-year resident trust			
1. Federal taxable income of fiduciary (from federal Form 1041, Line 22)	▶	1	00
2. Fiduciary's share of Connecticut fiduciary adjustment (from Form CT-1041, <i>Schedule B</i> , Part 1, Line e, Col. 5)	▶	2	00
3. Gross taxable income of fiduciary as modified (Add Line 1 and Line 2)		3	00
4. Connecticut taxable income of fiduciary from Connecticut sources (See instructions)		4	00

Complete Lines 5 - 8 only if a part-year resident inter vivos trust with one or more nonresident noncontingent beneficiaries, otherwise go to Line 9.

5. Enter as a decimal, the percentage of resident noncontingent beneficiaries (from Form CT-1041, <i>Schedule B</i> , Part 2, Line 4)	▶	5	
6. Connecticut taxable income of fiduciary from non-Connecticut sources during the residency portion of the taxable year as modified (See instructions)	▶	6	00
7. Connecticut taxable portion of non-Connecticut source income of fiduciary during the residency portion of the taxable year (Multiply Line 6 by Line 5)		7	00
8. Connecticut taxable income of fiduciary of a part-year resident inter vivos trust with nonresident noncontingent beneficiaries (Add Line 4 and Line 7)		8	00
9. If a part-year resident inter vivos trust with one or more nonresident noncontingent beneficiaries, enter the amount from Line 8. Otherwise, enter the greater of Line 3 or Line 4.		9	00
10. Connecticut income tax. Multiply Line 9 by 5% (.05). If Line 9 is less than zero, enter "0."		10	00
11. Part-year resident inter vivos trusts with one or more nonresident noncontingent beneficiaries: If Line 9 is greater than zero, enter 1.00. If Line 9 is less than or equal to zero, enter "0." All others: If Line 4 is greater than zero and greater than or equal to Line 3, enter 1.00. If Line 4 is less than Line 3, divide Line 4 by Line 3 and enter the result as a decimal on Line 11. If Line 4 is less than or equal to zero, enter "0."		11	
12. Allocated Connecticut tax (Multiply Line 10 by Line 11, enter here and on Form CT-1041, Line 3)	▶	12	00

PART 2 - Fiduciary's and beneficiary's share of income from Connecticut sources (See instructions)

Beneficiary - (List in same order as on Form CT-1041, <i>Schedule B</i> , Part 1)		Connecticut Resident		Shares of federal distributable net income (See instructions)		(3) Shares of Income from Connecticut sources
Name and Address	Identifying number of each beneficiary	YES	NO	(1) Amount	(2) Percent	
a)				00		00
b)				00		00
c)				00		00
d)				00		00
e) Fiduciary				00		00
TOTAL				00	100%	00

Enter the amount from Form CT-1041, *Schedule B*, Part 1, Line f, Column 3, on the TOTAL Line of *Schedule CT-1041FA*, Part 2, Column 1. Enter the amount from *Schedule CT-1041FA*, Part 3, Line 24, Column b, on the TOTAL Line of *Schedule CT-1041FA*, Part 2, Column 3.

Important: The fiduciary must provide each nonresident beneficiary with a schedule of amounts of Connecticut source income for inclusion by the nonresident beneficiary on his or her Form CT-1040NR/PY, *Schedule CT-SI*.

PART 3 - Details of federal distributable net income and amounts from Connecticut sources (See instructions)

Lines 1 - 17, Column (a), are based on the entries on federal Form 1041, Page 1, with modifications as specified in instructions.		(a) Federal amount as modified	(b) Amount of Column (a) from Connecticut sources
I N C O M E	1. Interest income (See instructions for modifications)	1	00
	2. Dividends (See instructions for modifications)	2	00
	3. Business income (or loss)	3	00
	4. Capital gain (or loss)	4	00
	5. Rents, royalties, partnerships, S corporations, other trusts and estates	5	00
	6. Farm income (or loss)	6	00
	7. Ordinary gain (or loss)	7	00
	8. Other income (specify): _____ (See instructions for modifications)	8	00
	9. TOTAL INCOME (Add Lines 1 through 8)	9	00
D E D U C T I O N S	10. Interest	10	00
	11. Taxes	11	00
	12. Fiduciary fees	12	00
	13. Charitable deductions from federal Form 1041, <i>Schedule A</i> , Line 7	13	00
	14. Attorney, accountant, and return preparer's fees	14	00
	15. Other deductions	15	00
	16. TOTAL DEDUCTIONS (Add Lines 10 through 15)	16	00
	17. Adjusted total income (or loss) (Subtract Line 16 from Line 9)	17	00

Lines 18 - 24 are based on entries from federal Form 1041 schedules.

18. Enter the amount from federal Form 1041, <i>Schedule D</i> , Line 15(1)	18	00
19. Enter long-term capital gain and short-term capital gain included on federal Form 1041, <i>Schedule A</i> , Line 1	19	00
20. Enter the amount from federal Form 1041, <i>Schedule A</i> , Line 4	20	00
21. If amount on Line 4 above is a loss, enter amount here (as a positive number)	21	00
22. TOTAL (Add Lines 17 through 21)	22	00
23. If amount on Line 4 above is a gain, enter amount here	23	00
24. Distributable net income (Subtract Line 23 from Line 22) - enter Column b amount on Part 2, Column 3 TOTAL Line	24	00

(Rev. 12/04)

Connecticut Alternative Minimum Tax Computation of Trusts or Estates

Name of Trust or Estate	Federal Employer ID Number : : : - - - - -
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Any trust or estate subject to and required to pay federal alternative minimum tax must complete and attach this schedule to Form CT-1041.

PART I - COMPUTATION OF CONNECTICUT ALTERNATIVE MINIMUM TAX FOR TRUSTS AND ESTATES

1. Fiduciary's share of federal alternative minimum taxable income (from federal Form 1041, Schedule I, Line 29) (See instructions)	1		00
2. Enter the Connecticut modifications attributable to fiduciary (See instructions).	2		00
3. Combine Line 1 and Line 2.	3		00
4. Enter the sum of the fiduciary's share of Connecticut income tax and tax-exempt interest from private activity bonds (See instructions).	4		00
5. Tentative adjusted federal alternative minimum taxable income of fiduciary (Subtract Line 4 from Line 3.)	5		00

Complete Lines 5a through 5d if you are a full-year resident or part-year resident inter vivos trust with one or more nonresident noncontingent beneficiaries. All others go to Line 5e and enter the amount from Line 5 above.

5a. The amount of Connecticut income included in Line 5 above (See instructions).	5a		00
5b. Enter the amount from non-Connecticut sources (See instructions).	5b		00
5c. Percentage of nonresident noncontingent beneficiaries. Divide the number on Schedule B, Part 2, Line 2, by the number on Schedule B, Part 2, Line 3. Enter the decimal here. Round to 4 decimal places.	5c		
5d. Multiply Line 5b by Line 5c.	5d		00
5e. Adjusted federal alternative minimum taxable income (See instructions)	5e		00
6. Exemption amount	6	\$22,500	00
7. Phaseout of exemption amount	7	\$75,000	00
8. Subtract Line 7 from Line 5e. If zero or less, enter "0."	8		00
9. Multiply Line 8 by 25% (.25).	9		00
10. Exemption (Subtract Line 9 from Line 6. If zero or less, enter "0.")	10		00
11. Subtract Line 10 from Line 5e. If zero or less, enter "0" here and on Line 25 and skip Lines 12 through 24.	11		00

Complete only one of Line 12, 13, or 14. Enter the result on Line 15.

12. If you completed Part IV of federal Form 1041, Schedule I, complete Part II of this schedule and enter the amount from Line 46 here and on Line 15. Skip Line 13 and Line 14.	12		00	
13. If Line 11 is \$175,000 or less, multiply by 26% (.26).	13		00	
14. If Line 11 is more than \$175,000, multiply by 28% (.28) and subtract \$3,500 from the result.	14		00	
15. Enter the amount from Line 12, Line 13, or Line 14.	15		00	
16. Alternative minimum tax foreign tax credit (from federal Form 1041, Schedule I, Line 53)	16		00	
17. Adjusted federal tentative minimum tax (Subtract Line 16 from Line 15.)	17		00	
18a. Multiply Line 17 by 19% (.19).	18a		00	
18b. Multiply Line 5e by 5.5% (.055).	18b		00	
19. Connecticut minimum tax (Enter the lesser of Line 18a or Line 18b.)	19		00	
20. Apportionment factor (Connecticut residents, enter 1.0000; Nonresidents/part-year residents, see instructions)	20			
21. Apportioned Connecticut minimum tax (Multiply Line 19 by Line 20.)	21		00	
22. Connecticut income tax (from Form CT-1041, Line 2 or Line 3)	22		00	
23. Net Connecticut minimum tax (Subtract Line 22 from Line 21. If zero or less, enter "0.")	23		00	
24. Credit for alternative minimum tax paid to qualifying jurisdictions for full-year and part-year Connecticut residents only (from Part III, Line 55 on the back of this schedule)	24		00	
25. Connecticut alternative minimum tax (Subtract Line 24 from Line 23; if zero or less, enter "0.") Enter the amount here and on Form CT-1041, Line 6.	25		00	

PART II

26. Enter the amount from Line 11.			26		00		
27. Enter the amount from federal Form 1041, Schedule I, Line 58 (See instructions).	27		00				
28. Enter the amount from federal Form 1041, Schedule I, Line 59 (See instructions).	28		00				
29. Enter the amount from federal Form 1041, Schedule I, Line 60 (See instructions).	29		00				
30. Enter the smaller of Line 26 or Line 29.			30				00
31. Subtract Line 30 from Line 26.			31		00		
Complete Line 32 or Line 33, but not both.							
32. If Line 31 is \$175,000 or less, multiply Line 31 by 26% (.26).			32		00		
33. If Line 31 is more than \$175,000, multiply Line 31 by 28% (.28) and subtract \$3,500 from the result.			33		00		
34. Maximum amount subject to the 5% (.05) rate \$1,950.	34	\$1,950	00				
35. Enter the amount from federal Form 1041, Schedule I, Line 65 (see instructions)	35		00				
36. Subtract Line 35 from Line 34. If zero or less, enter zero.	36		00				
37. Enter the smaller of Line 26 or Line 27.	37		00				
38. Enter the smaller of Line 36 or Line 37.	38		00				
39. Multiply Line 38 by 5% (.05).			39				00
40. Subtract Line 38 from Line 37.	40		00				
41. Multiply Line 40 by 15% (.15).			41				
If Line 28 is zero or blank, skip Line 42 and Line 43 and go to Line 44. Otherwise, go to Line 42.							
42. Subtract Line 37 from Line 30.	42		00				
43. Multiply Line 42 by 25% (.25).			43				00
44. Add Lines 32, 33, 39, 41, and 43.			44		00		
45. If Line 26 is \$175,000 or less, multiply Line 26 by 26% (.26). Otherwise, multiply Line 26 by 28% (.28) and subtract \$3,500 from the result.			45		00		
46. Enter the smaller of Line 44 or Line 45 here and on Line 12.			46		00		

PART III - CREDIT FOR ALTERNATIVE MINIMUM TAX PAID TO QUALIFYING JURISDICTIONS

Important: You must attach a copy of your return filed with the qualifying jurisdiction(s) or your credit will be disallowed.

47. Modified adjusted federal alternative minimum taxable income (See instructions)	47		00
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FOR EACH COLUMN, ENTER THE FOLLOWING:

		COLUMN A		COLUMN B	
		Name	Code	Name	Code
48. Enter qualifying jurisdiction's name and two-letter code. (See below)	48				
49. Enter the non-Connecticut adjusted federal alternative minimum taxable income included on Line 47 that is subject to a qualifying jurisdiction's alternative minimum tax.	49		00		00
50. Divide Line 49 by Line 47 (round to four decimal places).	50		.		.
51. Enter Net Connecticut Minimum Tax (from Line 23 on the front of this schedule). Part-Year Residents, see instructions.	51		00		00
52. Multiply Line 50 by Line 51.	52		00		00
53. Alternative minimum tax paid to qualifying jurisdiction (See instructions)	53		00		00
54. Enter the lesser of Line 52 or Line 53.	54		00		00
55. TOTAL CREDIT (Add Line 54, all columns) Enter the amount here and on Line 24 on the front of this schedule.			55		00

If you claim credit for alternative minimum tax paid to another state of the U.S., a political subdivision within another state, or the District of Columbia, enter the appropriate two-letter code.

STANDARD TWO-LETTER CODES

California	CA	Iowa	IA	Minnesota	MN	New York	NY	Wisconsin	WI
Colorado	CO	Maine	ME	Nebraska	NE	West Virginia	WV	All others	OO

LINE INSTRUCTIONS FOR FORM CT-1041, SCHEDULE I

Purpose: Trusts or estates that are subject to and required to pay the federal alternative minimum tax are subject to the Connecticut alternative minimum tax. Use this schedule to calculate the trust's or estate's Connecticut alternative minimum tax liability and attach it to **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates.**

Where the calculation of any individual federal item is subject to limitations, such as an alternative tax net operating loss deduction, that item may have to be recalculated if Connecticut modifications apply.

Trusts or estates that do not have a federal alternative minimum tax liability are not required to complete this schedule.

PART I

Line 1 - Fiduciary's Share of Federal Alternative Minimum Taxable Income

Enter on Line 1, the fiduciary's share of federal alternative minimum taxable income from federal Form 1041, Schedule I, Line 29. The fiduciary of a part-year resident trust must also include or exclude any tax preference items and adjustments attributable to a future year which accrued up to the time of a change in residence. If the amount on Line 1 is \$22,500 or less, **DO NOT** complete this schedule; you are not liable for either federal or Connecticut alternative minimum tax.

Line 2 - Connecticut Modifications Attributable to Fiduciary

Enter on Line 2, the Connecticut modifications attributable to the fiduciary. Generally, this figure may be obtained from **Form CT-1041, Schedule B, Part I, Line e, Column 5** (the fiduciary adjustment). This amount can be a positive or negative number. **Do not** include amounts already included on Line 1.

Note: To this amount include the fiduciary's share of refunds of Connecticut income tax included on federal Form 1041, Schedule I, Part I, Line 5.

Line 4

Enter the sum of the amount of Connecticut income tax attributable to the fiduciary and included on federal Form 1041, Schedule I, Part I, Line 3; **and** the fiduciary's share of the amount of federally tax-exempt interest or exempt-interest dividends, as defined in I.R.C. §852(b)(f), from private activity bonds issued after August 7, 1986, and included on federal Form 1041, Schedule I, Part I, Line 8.

Line 5 - Tentative Adjusted Federal Alternative Minimum Taxable Income of Fiduciary

Subtract Line 4 from Line 3 and enter the result on Line 5.

Lines 5a through 5d should be completed by full-year or part-year resident inter vivos trusts with one or more nonresident noncontingent beneficiaries. All others, go to Line 5e and enter the amount from Line 5.

5a. Enter the amount from Line 5 that is from Connecticut sources.

Full-Year Resident Trusts: Enter the amount from **Form CT-1041, Schedule C, Line 9, plus** any Connecticut source exclusions and deferral items from federal Form 1041, Schedule I, Part I.

Part-Year Resident Trusts: Enter the amount from **Form CT-1041, Schedule CT-1041FA, Line 4, plus** any Connecticut source exclusions and deferral items from federal Form 1041, Schedule I, Part I, during the residency portion of the taxable year.

5b. Full-Year Resident Trusts: Subtract Line 5a from Line 5. This equals the non-Connecticut source income for full-year resident trusts.

Part-Year Resident Trusts: Enter the amount from Line 5 above from non-Connecticut sources during the residency portion of the taxable year.

Generally, this would include the amount from **Form CT-1041, Schedule CT-1041FA, Part 1, Line 6, plus** any deferral items and exclusion items from non-Connecticut sources during the residency portion of the taxable year included on federal Form 1041, Schedule I, Part I. In addition, include any of the appropriate modifications to Connecticut income in determining the tentative adjusted federal alternative minimum taxable income for the fiduciary, such as private activity bonds.

5c. Percentage of nonresident noncontingent beneficiaries.

a. Enter the amount from Form CT-1041, Schedule B, Part 2, Line 2.	
b. Enter the amount from Form CT-1041, Schedule B, Part 2, Line 3.	
c. Divide Line a by Line b and enter as a decimal (round to four places) on Form CT-1041, Schedule I, Line 5c.	•

5d. Multiply Line 5b by Line 5c and enter on Line 5d.

5e. Adjusted federal alternative minimum taxable income of fiduciary.

Resident and part-year resident inter vivos trusts with one or more nonresident noncontingent beneficiaries subtract Line 5d from Line 5 and enter the result on Line 5e. All others enter the amount from Line 5 on Line 5e.

Line 20 - Apportionment Factor

Resident Trusts and Estates: Enter 1.0000.

Nonresident Trusts and Estates and Part-Year Resident Trusts: Determine the amount of Line 5e that is derived from or connected with Connecticut sources. Then divide the Connecticut source portion of Line 5e by the **total** on Line 5e and enter the result on Line 20. Round to four decimal places.

PART II

If you completed Part IV of federal Form 1041, Schedule I, complete this part and enter the amount from **Form CT-1041, Schedule I, Line 46** on Line 12 and Line 15.

Lines 27, 28, 29, and 35

When entering an amount on Lines 27, 28, 29, and 35 include the **Form CT-1041, Schedule A** modification for the gain or loss on the sale of Connecticut state and local government bonds, from **Form CT-1041, Schedule A, Line 3** or Line 9.

PART III

Form CT-1041, Schedule I, Part III, may be used by Connecticut resident trusts and estates and part-year resident trusts only.

Resident Trusts and Estates: Use **Form CT-1041, Schedule I, Part III,** to claim a credit against the net Connecticut minimum tax liability for alternative minimum tax paid during the taxable year to a qualifying jurisdiction.

Part-Year Resident Trusts: Use **Form CT-1041, Schedule I, Part III,** to claim a credit against the net Connecticut minimum tax liability for alternative minimum tax paid to a qualifying

jurisdiction for the residency portion of the taxable year on items of income, gain, loss, or deduction attributable to that jurisdiction during the period of Connecticut residency.

A **qualifying jurisdiction** includes another state of the U.S., a local government within another state, or the District of Columbia. A **qualifying jurisdiction** does not include the State of Connecticut, the U.S., or a foreign country or its provinces (for example, Canada and Canadian Provinces).

No credit is allowed for any of the following:

- Alternative minimum tax paid to a jurisdiction that is not a qualifying jurisdiction;
- Alternative minimum tax paid to a qualifying jurisdiction, if you claimed credit for alternative minimum tax paid to Connecticut on that qualifying jurisdiction's alternative minimum tax return or income tax return; **or**
- Payments of alternative minimum tax made to a qualifying jurisdiction on income not subject to the Connecticut alternative minimum tax.

The allowed credit must be computed separately for each qualifying jurisdiction. Use separate columns for each qualifying jurisdiction for which you are claiming a credit. You **must** attach a copy of all alternative minimum tax returns filed with qualifying jurisdictions directly following **Form CT-1041, Schedule I**.

Form CT-1041, Schedule I, Part III, provides two columns, A and B, to compute the credit for two qualifying jurisdictions. If you need more than two columns, create a worksheet identical to *Schedule I, Part III*, and attach it to the back of your **Form CT-1041, Schedule I**.

If you are claiming credit for alternative minimum tax paid to a qualifying jurisdiction **and** to one of its political subdivisions, follow these rules to determine your credit:

A. If the **same amount** of adjusted alternative minimum taxable income is taxed by both the city and the state:

1. Use only **one** column of **Form CT-1041, Schedule I, Part III**, to calculate your credit;
2. Enter the same amount of adjusted alternative minimum taxable income taxed by both city and state in that column on **Form CT-1041, Schedule I, Part III**; **and**
3. Combine the amounts of alternative minimum tax paid to the city and the state and enter the total on Line 53 of that column.

B. If the **amounts** of adjusted alternative minimum taxable income taxed by both the city and state **are not the same**:

1. Use **two** columns on **Form CT-1041, Schedule I, Part III**;
2. Include only the same amount of adjusted alternative minimum taxable income taxed by both jurisdictions in the first column; **and**
3. Include the excess amount of adjusted alternative minimum taxable income taxed by only one of the jurisdictions in the next column.

Line 47 - Modified Adjusted Federal Alternative Minimum Taxable Income

Resident Trusts and Estates: Enter the amount of adjusted federal alternative minimum taxable income from **Form CT-1041, Schedule I, Part I, Line 5e**. However, if this amount includes a net loss derived from or connected with sources in more than one qualifying jurisdiction, the taxpayer must add the net loss to the amount of adjusted federal alternative minimum taxable income from Line 5e, and enter the result.

Part-Year Resident Trusts: Enter the amount of adjusted federal alternative minimum taxable income from **Form CT-1041, Schedule I, Part I, Line 5e**, that is attributable to the residency portion of the taxable year. However, if a part-year resident trust's adjusted federal alternative minimum taxable income includes a net loss derived from or connected with sources in more than one qualifying jurisdiction, the taxpayer must add the net loss to the amount of adjusted federal alternative minimum taxable income from Line 5e, that is attributable to the residency portion of the taxable year and enter the result.

Line 48 - Qualifying Jurisdiction(s)

Enter the name and two letter code of each qualifying jurisdiction to which you paid alternative minimum tax for which you are claiming credit. These codes are found below **Form CT-1041, Schedule I, Part III**.

Line 49 - Non-Connecticut Adjusted Federal Alternative Minimum Taxable Income

Enter the amount of the non-Connecticut adjusted federal alternative minimum taxable income included on Line 47 that is subject to a qualifying jurisdiction's alternative minimum tax.

Line 50

Divide the amount on Line 49 by the amount on Line 47. The result may not exceed 1.0000. Round to four decimal places.

Line 51 - Net Connecticut Minimum Tax

Resident Trusts and Estates: Enter the amount from **Form CT-1041, Schedule I, Line 23**.

Part-Year Resident Trusts: Enter the portion of the 2004 net Connecticut minimum tax liability attributable to the residency portion of the taxable year.

Line 53 - Alternative Minimum Tax Paid to Qualifying Jurisdiction

Resident Trusts and Estates: Enter the total amount of alternative minimum tax paid to a qualifying jurisdiction.

Part-Year Resident Trusts: Enter the amount of alternative minimum tax paid to a qualifying jurisdiction on items of income, gain, loss, or deduction derived from or connected with sources in that jurisdiction during the residency portion of the taxable year.

If the alternative minimum tax paid to that jurisdiction was also based on income earned during the nonresidency portion of the taxable year, you must prorate the amount of tax for which you are claiming credit. The proration is based upon the relationship that the income earned in that jurisdiction during the period of Connecticut residency bears to the total amount of income that the trust earned in that jurisdiction in the taxable year.

Alternative minimum tax paid means the lesser of the tax liability to that jurisdiction or the tax paid to that jurisdiction, excluding penalties and interest.

Line 55 - Total Credit

Add the amounts from Line 54, Column A; Line 54, Column B; and Line 54 of any additional worksheets. The amount on Line 55 may not exceed the amount on Line 52. Enter the total on Line 55.

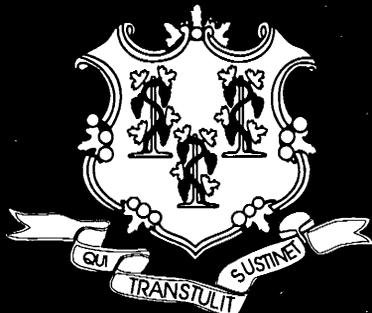
Important: Attach a copy of the alternative minimum tax return filed with each qualifying jurisdiction to the back of your **Form CT-1041, Schedule I**.

2004 FORM CT-1041

This booklet
contains:

- Form CT-1041
- Schedule B
- Schedule C
- Schedule CT-1041FA
- Form CT-1041 EXT
- Form CT-1041ES

Note: Line references to federal Form 1041 are based on information available to us from the Internal Revenue Service's Web site through October 29, 2004.



Connecticut Income Tax Return for Trusts and Estates

- Resident Trusts and Estates
- Nonresident Trusts and Estates
- Part-Year Resident Trusts

Dear Customer:

Each year, the Connecticut Department of Revenue Services (DRS) strives to create quality products that give you, the taxpayer, the information you need to make tax filing as easy as possible. This booklet contains important information about tax changes that may affect you. Please read it carefully. It will also tell you about electronic methods that can make it easier for you to file and pay some state taxes.

This booklet also contains information about electronic filing methods that make filing and paying taxes even easier. I encourage you to review the filing criteria for WebFile and Telefile on Page 4. Those who qualify and expect a refund could see that money in their bank account in only four days.

At DRS, our goal is to provide taxpayers with excellent customer service and a user-friendly approach to tax administration. If you have questions about Connecticut taxes or filing this return, you can reach DRS Taxpayer Services staff by e-mail, phone, or letter. The back cover of this booklet lists all the ways you can access this Agency including the DRS Web site, which is available anytime to provide you with access to forms, publications, and information.

As always, we welcome your comments and ideas about how we can improve the way we do business.

Sincerely,

Pam Law
Commissioner of Revenue Services

Taxpayer information is available on our Web site:
www.ct.gov/DRS

Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.

CONN-TAX

If you have a touch-tone phone, you can obtain important income tax information anytime from CONN-TAX, the Department of Revenue Services information line. Call **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere), press **4** to be connected to the recorded tax information menu, then press **1** to select *Recorded Income Tax Information*. Enter the three-digit number next to the topic of your choice shown below, or follow the prerecorded instructions.

General Income Tax Information

- | | | | |
|-----|--------------------------------------------------|-----|---------------------------------------------------------------------------------|
| 101 | Important income tax changes | 107 | Amending a Connecticut return |
| 102 | How to choose the correct form and filing method | 108 | Getting a copy of a previously filed return |
| 103 | Where to get forms and assistance | 109 | Offsets of state income tax refunds |
| 104 | Requesting a filing extension | 110 | Deducting Connecticut income tax when completing your federal income tax return |
| 105 | Filing a decedent's return | | |
| 106 | Filing an error-free return | | |

Income Tax Filing Requirements, Residency, and Filing Status

- | | | | |
|-----|--------------------------------------------------------|-----|------------------------------------------|
| 201 | Who must file a Connecticut return? | 205 | Members of the armed forces |
| 202 | What is gross income? | 206 | Student's filing requirements |
| 203 | Who is a resident, nonresident, or part-year resident? | 207 | Dependent children's filing requirements |
| 204 | What is Connecticut source income of a nonresident? | 208 | What is your filing status? |
| | | 209 | Title 19 recipients |

Individual Use Tax, Gift Tax, and Other Income Tax Returns

- | | | | |
|-----|----------------------------------------------------|-----|------------------------------------------------------------|
| 301 | Individual use tax | 305 | Partnership information and composite income tax |
| 302 | Gift tax | 306 | Group return for shareholders, partners, and beneficiaries |
| 303 | Income tax on trusts and estates | | |
| 304 | S corporation information and composite income tax | | |

Completing Form CT-1040 or Form CT-1040NR/PY

- | | | | |
|-----|-------------------------------------------------------------------------------|-----|------------------------------------------------------------------------------|
| 401 | Tax status of U.S. government obligations | 405 | Pension income, Social Security benefits, and Individual Retirement Accounts |
| 402 | Tax status of state or local obligations | 406 | Modifications to federal adjusted gross income |
| 403 | Residents and part-year residents who paid income tax to another jurisdiction | 407 | Connecticut alternative minimum tax |
| 404 | Deferred compensation | 408 | Property tax credit |
| | | 409 | Questions about a state tax refund |

Estimated Income Tax Requirements

- | | | | |
|-----|-----------------------------------------|-----|---------------------------|
| 501 | Who must estimate? | 505 | Annualization of income |
| 502 | Withholding instead of making estimates | 506 | Interest on underpayments |
| 503 | Estimated income tax form | 507 | Farmers and fishermen |
| 504 | When to file and how much to pay | | |

Questions on Telefiling and Web Filing

- | | | | |
|-----|--------------------------------------------|-----|--------------------------------------------|
| 601 | Who is eligible to Telefile? | 604 | Web Filing |
| 602 | Tips for successful Telefiling | 605 | What if I make a mistake while Web Filing? |
| 603 | What if I make a mistake while Telefiling? | | |

Extended Telephone Hours for the 2003 Filing Season:

Monday,	January 31	(until 7 p.m.)
Monday,	February 7	(until 7 p.m.)
Monday,	February 14	(until 7 p.m.)

Extended Telephone Assistance and Walk-in Hours:

(25 Sigourney Street, Hartford Only)

Friday,	April 15	(until 8 p.m.)
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WHAT'S NEW

Threshold for Estimated Payments Changed

For taxable years beginning on or after January 1, 2004, the threshold for imposing an addition to tax for an underpayment of estimated tax has been increased from *more than \$500 to \$1,000 or more*. Thus, no interest for the underpayment of estimated tax can be imposed for the taxable year if the tax shown on the return reduced by the tax withheld is less than \$1,000.

New Form

Schedule CT K-1, *Member's Share of Certain Connecticut Items*, is a new form the trust or estate will receive for calendar year 2004 if the trust or estate is a member of a pass-through entity. Use both the federal Schedule K-1 and the new Connecticut form to complete the CT-1041 return.

OTHER TAXES FOR WHICH THE TRUST OR ESTATE MAY BE LIABLE

The information that follows is intended to be a general description of other Connecticut taxes for which a trust or estate may be liable. Failure to pay these or any other taxes may subject the trust or estate to civil and criminal penalties.

To register for Connecticut income tax withholding, as well as most other Connecticut taxes administered by the Department of Revenue Services (DRS), the fiduciary of the trust or estate must complete **Form REG-1, *Business Taxes Registration Application***. Visit the DRS Web site to register on-line. If the trust or estate already has a Connecticut Tax Registration Number, the fiduciary may register for any additional taxes for which it is liable by contacting the DRS Registration Unit at 860-297-4885.

Connecticut Income Tax Withholding

Any trust or estate that maintains an office or transacts business in Connecticut (regardless of the location of the payroll department) and that is considered an employer for federal income tax withholding purposes must withhold Connecticut

income tax from Connecticut wages, as defined in Conn. Agencies Regs. §12-706(b)-1. (See *Circular CT*.)

Business Entity Tax (FORM OP-424)

There is an annual business entity tax (BET) of \$250. The BET applies to each of the following entities, if required to file an annual report with the Connecticut Secretary of the State:

- S Corporation;
- Limited Liability Partnership;
- Limited Partnership; or
- Limited Liability Company, which is, 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.

See **Special Notice 2002(11), *Business Entity Tax***, and **Informational Publication 2003(15), *Q & A on the Business Entity Tax***, for more information.

DEFINITIONS

For Connecticut income tax purposes, an **estate** is either a resident estate or a nonresident estate. A **trust** is either a resident trust, nonresident trust, or part-year resident trust. **The residence of the fiduciary or the beneficiary does not affect the status of a trust or estate as resident or nonresident.**

Fiduciary applies to a person who occupies a position of special confidence toward others, such as a trustee, executor, or administrator. A fiduciary is a person who holds in trust property in which another person has a beneficial interest or who receives and controls the income of another.

Note: Any reference to "you" in this booklet refers to the fiduciary.

Resident estate is where a decedent was a resident of Connecticut at the time of his or her death. A resident estate also includes a bankruptcy estate of an individual who, at the beginning of the bankruptcy case, is a Connecticut resident.

Nonresident estate is an estate that is not a resident estate for any part of the year.

Trust means an arrangement that is ordinarily created either by a will or by an *inter vivos* declaration whereby a trustee or trustees take title to property to protect or conserve it for beneficiaries, and that is classified and treated as a trust for federal income tax purposes.

Testamentary trust is a trust or portion of a trust created by the will of a decedent. **Inter vivos trust** is a trust created other than by the will of a decedent.

Resident trust is any trust or portion of a trust consisting of property transferred by the will of a decedent who, at the time of death, was a resident individual. If an irrevocable trust consists of property of a grantor who is a resident of this state when the trust became irrevocable, it is a *resident trust*.

The criteria used to determine whether a decedent or grantor is a resident of this state, for Connecticut income tax purposes, are the same criteria used to determine whether an individual is a resident of this state.

The term *resident trust* also includes a trust or a portion of a trust consisting of the property of: (i) a person who was a resident of this state at the time the property was transferred to the trust, if the trust was then irrevocable; (ii) a person who, if the trust was revocable at the time the property was transferred to the trust and has not subsequently become irrevocable, was a resident of this state at the time the property was transferred to the trust; or (iii) a person who, if the trust was revocable when the property was transferred to the trust but the trust has subsequently become irrevocable, was a resident of this state at the time the trust became irrevocable.

For this purpose, a trust is *revocable* if it is subject to a power, exercisable immediately or at any future time, to revest title in the person (the grantor) whose property constitutes the trust. A trust becomes *irrevocable* when the possibility that such power may be exercised has ended.

Nonresident trust is a trust that is not a resident trust for any part of the year. **Part-year resident trust** is a trust that meets the definition of resident trust or nonresident trust for only part of the year.

Grantor trust is a legal trust under applicable state law that is not recognized as a separate taxable entity for income tax purposes because the grantor or other substantial owners have not relinquished complete dominion and control over the trust.

Connecticut alternative minimum tax is a tax imposed on certain individuals, trusts, and estates in addition to their regular income tax. Fiduciaries who have a federal alternative minimum tax liability are subject to the Connecticut alternative minimum tax. The tax rate is the lesser of 19% of adjusted federal tentative minimum tax or 5½% of adjusted federal alternative minimum taxable income. For information on how to calculate the adjusted federal alternative minimum taxable income of an inter vivos trust with one or more nonresident noncontingent beneficiaries, see *Connecticut Taxable Income for Certain Inter Vivos Trusts*.

Noncontingent beneficiary is a beneficiary whose interest is not subject to a condition precedent and includes every individual to whom a trustee of an inter vivos trust during the taxable year: (i) is required to currently distribute income or corpus (or both); or (ii) properly pays or credits income or corpus (or both); or (iii) may, in the trustee's discretion, distribute income or corpus (or both). **Noncontingent beneficiary** includes every beneficiary to whom or to whose estate any of the trust's income for the taxable year must be distributed at a specified future date or event; **and** every beneficiary who has the unrestricted lifetime or testamentary power, exercisable currently or at some future specified date or event, to withdraw any of the trust's income for the taxable year, or to appoint such income to any person, including the estate of such beneficiary. This also applies to a noncontingent beneficiary which is a trust or an estate. Wherever reference is made to an individual who is a noncontingent beneficiary, that reference includes a trust or estate that is a noncontingent beneficiary, but does not include a corporation that is a noncontingent beneficiary.

Contingent beneficiary is an individual (or trust or estate) who is a beneficiary, but not a noncontingent beneficiary, of a resident inter vivos trust.

GENERAL INFORMATION

How to Get Help

DRS is ready to help you and offers several resources where you can get answers to your Connecticut tax questions. Visit the DRS Web site at www.ct.gov/DRS or for personal assistance, refer to the back cover of this booklet for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m. If you visit, be sure to bring:

- The **state copy** of federal Forms W-2 and any other forms showing Connecticut income tax withheld; **and**
- The **completed** federal Form 1041.

Personal telephone assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. Extended hours are offered see Page 2. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line, or visit the DRS Web site for details.

How to Get Additional Forms and Publications

Download and print Connecticut tax forms and publications anytime from the DRS Web site at www.ct.gov/DRS. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet. You may also photocopy the forms you need from the *2004 Connecticut Package X*, which is available at most public libraries.

Who Must File Form CT-1041

The fiduciary of a Connecticut **resident estate or trust**, or **part-year resident trust** must file **Form CT-1041**, *Connecticut Income Tax Return for Trusts and Estates*, if the trust or estate:

- Is required to file a federal fiduciary income tax return for the taxable year; **or**
- Had any Connecticut taxable income for the taxable year.

The fiduciary of a **nonresident trust or estate** must file Form CT-1041 if the trust or estate:

- Had income derived from or connected with sources within Connecticut;
- Incurred a net operating loss for Connecticut income tax purposes, but not for federal income tax purposes; **or**
- Incurred a net passive activity loss or net capital loss for Connecticut income tax purposes, but did not incur a net passive activity loss or net capital loss, respectively, for federal income tax purposes.

Income derived from or connected with sources within Connecticut includes income:

- Attributable to ownership or disposition of real or tangible personal property within Connecticut including, but not limited to, the income from the rental or sale of such property;
- Attributable to compensation for services performed in Connecticut or income from a business, trade, profession, or occupation carried on in Connecticut;
- From a partnership doing business in Connecticut;
- From an S corporation doing business in Connecticut;
- From a trust or estate with income derived from or connected with sources within Connecticut; **or**
- From reportable Connecticut Lottery Winnings. Winnings from the Connecticut Lottery, including Powerball, are reportable if the winner was issued a federal Form W-2G by the Connecticut Lottery Corporation. In general, the Connecticut Lottery Corporation is required to issue a federal Form W-2G to a winner if the Connecticut Lottery winnings, including Powerball, are \$600 or more and at least 300 times the amount of the wager. See **Informational Publication 2003(21)**, *Connecticut Income Tax Treatment of State Lottery Winnings Received by Residents and Nonresidents of Connecticut*.

A trust or estate carries on a business, trade, profession, or occupation within Connecticut if:

- It maintains or operates desk space, an office, shop, store, warehouse, factory, agency, or other place **in Connecticut** where its affairs are systematically and regularly carried on; **or**
- Business activities are conducted **in Connecticut** with a fair measure of permanency and continuity for livelihood or profit, as distinguished from isolated or incidental transactions.

A *grantor trust* required to file federal Form 1041 must file **Form CT-1041** in the same manner.

Federal Form 1041-A and 5227 Filers

A fiduciary required to file federal Form 1041-A or federal Form 5227, or both, is not required to file **Form CT-1041**. However, the fiduciary must give appropriate information to the beneficiaries to enable them to complete their individual Connecticut income tax returns. The fiduciary must disclose to the nonresident beneficiaries the amount of income derived from or connected with Connecticut sources.

Group Returns

A group return may be filed and taxes paid using **Form CT-G, Connecticut Group Income Tax Return**, on behalf of electing beneficiaries only by trusts or estates with two or more qualified electing nonresident individual beneficiaries in each taxable year. All qualified electing nonresident beneficiaries must have the same taxable year.

A **qualified electing nonresident beneficiary** is one who meets **all** of the following conditions:

1. The beneficiary was a nonresident individual for the entire taxable year;
2. The beneficiary did not maintain a permanent place of abode in Connecticut at any time during the taxable year;
3. The beneficiary (or his or her spouse if a joint federal income tax return is or will be filed) did not have income derived from or connected with Connecticut sources, other than the beneficiary's share of trust or estate income derived from or connected with sources within Connecticut;
4. The beneficiary waives the right to claim any Connecticut personal exemption and any Connecticut personal credit;
5. The beneficiary does not have a Connecticut alternative minimum tax liability for the taxable year; **and**
6. The beneficiary elects to be included in **Form CT-G** by completing and delivering **Form CT-2NA, Connecticut Nonresident Income Tax Agreement/Election to be Included in a Group Return**, to the trust or estate prior to the filing of **Form CT-G** by the trust or estate. By making this election, the beneficiary expressly consents to personal jurisdiction in Connecticut for Connecticut income tax purposes and waives his or her right to request, on his or her own behalf or with others making the election, an extension of time to pay Connecticut income tax.

Connecticut Tax Returns for Individuals

Every fiduciary who acts for an individual whose entire income is in his or her control (for example, a guardian or conservator for an incompetent person) must file a return for: (1) a resident individual on **Form CT-1040, Connecticut Resident Income Tax Return**, or (2) a nonresident or part-year resident on **Form CT-1040NR/PY, Connecticut Nonresident or Part-Year Resident Income Tax Return**. In these cases, the fiduciary must pay the tax due.

Tax returns for decedents - The executor, administrator, or other representative of a taxpayer who died during the taxable year must file **Form CT-1040, Form CT-1040EZ, Connecticut Resident EZ Income Tax Return**, or **Form CT-1040NR/PY**, depending upon the decedent's resident status.

Change of Residence of the Grantor of a Revocable Trust

If the grantor of a revocable trust changes his or her domicile from or to Connecticut between the time of transfer of the property to the trust and the time it becomes irrevocable, the residence of the trust is considered changed at the date it ceases to be revocable. In this case the fiduciary must, for the taxable year in which the change of status of the trust occurs, file **Schedule CT-1041FA, Fiduciary Allocation**. The change of residency of a beneficiary does not affect the status of the trust.

Connecticut Taxable Income for Certain Inter Vivos Trusts

If any resident trust or portion of a resident trust, other than a testamentary trust, has one or more nonresident *noncontingent beneficiaries*, the Connecticut taxable income of the trust is the sum of all income derived from or connected with sources within this state **and** that portion of all other income which is derived by applying a fraction to all other income. The numerator of the fraction is the number of resident noncontingent beneficiaries and the denominator is the total number of noncontingent beneficiaries.

How Part-Year Resident Trusts Are Taxed

The income of a part-year resident trust derived from or connected with sources within Connecticut is the sum of the following:

1. The fiduciary's share of Connecticut taxable income for the period of residence, computed as if the taxable year for federal income tax purposes was limited to the period of residence;
2. The fiduciary's share of Connecticut taxable income derived from or connected with sources within Connecticut for the period of nonresidence, determined as if the taxable year for federal income tax purposes was limited to the period of nonresidence; **and**
3. The amount of special accruals. See *Special Accruals*.

Connecticut Income Taxation of the Bankruptcy Estate of an Individual

The Bankruptcy Code provides that, for state and local income tax purposes, in any case of an individual under chapters 7, 11, or 12 of the Bankruptcy Code, any income of the bankruptcy estate is computed in the same manner as the income of an estate, and the tax on a bankruptcy estate is computed in the same manner as the tax on an estate. Thus, the income of the bankruptcy estate of an individual in a case under chapters 7, 11, or 12 of the Bankruptcy Code on which

Connecticut income tax is imposed on its Connecticut taxable income. The starting point in computing the bankruptcy estate's Connecticut taxable income is its federal taxable income. Items deductible in computing the federal taxable income of the bankruptcy estate of an individual, including the exemption amount deductible by the bankruptcy estate under I.R.C. §151(d)(1), are taken into account. Items not deductible in computing the federal taxable income of the bankruptcy estate of an individual, including the deduction under I.R.C. §642(b), are not taken into account. The estate's share of the Connecticut fiduciary adjustment is added to or subtracted from the estate's federal taxable income, and the estate's share of the Connecticut fiduciary adjustment is 100%. The bankruptcy estate of an individual in a case under chapters 7, 11, or 12 of the Bankruptcy Code is also subject to the Connecticut alternative minimum tax.

Because federal Form 1041 is used only as a transmittal for the individual's federal Form 1040 by a bankruptcy estate of an individual in a case under chapters 7 or 11 of the Bankruptcy Code, the bankruptcy estate's federal taxable income is computed on the individual's federal Form 1040. Therefore, where **Form CT-1041** is filed for a bankruptcy estate of an individual in a case under chapters 7 or 11 of the Bankruptcy Code, references in Form CT-1041 to federal taxable income of fiduciary (from federal Form 1041, Line 22) are references to the federal taxable income computed on the individual's federal Form 1040.

The Bankruptcy Code also provides that, for the estate of an individual in a case under chapter 7 of the Bankruptcy Code, the trustee must file a state or local income tax return for the estate only if the estate has **net taxable income for the entire period after the order for relief under chapter 7 during which the case is pending**. If the bankruptcy estate of an individual in a case under chapter 7 has net taxable income for the entire period, the trustee must file Form CT-1041 for each taxable year during this period as long as the trustee would otherwise have to file a Connecticut income tax return. If the bankruptcy estate of an individual in a case under chapter 7 does not have net taxable income for the entire period, the trustee is not required to file Form CT-1041 for each taxable year during the period, even if the trustee would otherwise have to file a Connecticut income tax return.

Net taxable income. A bankruptcy estate has **net taxable income** for the entire period if the estate's income and gains during the period exceed its deductions and losses during the period.

Entire period after the order for relief under chapter 7 during which the case is pending. The entire period begins with the order for relief and terminates with the conversion, dismissal, or closing of the case under chapter 7 of the

Bankruptcy Code. In a voluntary case under chapter 7, beginning the case constitutes an order for relief. In an involuntary case under chapter 7, the bankruptcy court enters an order for relief. The bankruptcy case is pending until it is converted to a case under another chapter of the Bankruptcy Code, dismissed, or closed. The entire period may encompass more than one taxable period.

Qualified Funeral Trusts

A trustee that makes the election to be taxed as a qualified funeral trust (QFT), for federal income tax purposes, and files federal Form 1041-QFT, U.S. Income Tax Return for Qualified Funeral Trusts, will file **Form CT-1041** in the same manner as any other inter vivos trust. (See *Form CT-1041 Quick-File Requirements*. If you do not meet the Quick-File Requirements, see *Form CT-1041 Line Instructions*.) The trustee should write "**QFT election**" in the Type of Entity section at the top of the front of Form CT-1041.

Wherever reference is made in this booklet and on Form CT-1041 to federal Form 1041, Line 22, substitute in the case of a QFT, federal Form 1041-QFT, Line 12.

Composite Return

A trustee that files one aggregate federal Form 1041-QFT for all QFTs of which he or she is the trustee, must provide an attachment with **Form CT-1041** to provide the following information:

- The number of QFTs included in the aggregate return;
- The name, address, and Social Security Number of the grantor(s) for each QFT; **and**
- All corresponding beneficiaries for each QFT.

A trustee may file one aggregate Form CT-1041 for all Connecticut resident QFTs. The trustee must be able to provide to DRS, upon request, detailed information for each separate QFT that would have been reported on **Form CT-1041, Schedule B, Part 1** and, if applicable, *Schedule B, Part 2; Schedule C; and Schedule CT-1041FA*. A trustee may file one aggregate Form CT-1041 for all nonresident QFTs that have Connecticut source income. The trustee must be able to provide to DRS, upon request, detailed information for each separate QFT that would have been reported on Form CT-1041, *Schedule B, Part 1* and *Schedule CT-1041FA, Part 3, 2, and 1*.

Reporting for a Portion of a Resident Trust

If a QFT has both **resident and nonresident grantors**, the trustee shall show how the resident percentage is arrived at for the QFT. This percentage should then be multiplied by the federal taxable income to arrive at the amount to report on **Form CT-1041, Schedule C, Line 4**.

Special Accruals

A part-year resident trust must recognize and report items of income, gain, loss, or deduction on the accrual basis regardless of the method of accounting normally used. In general, an item of income is subject to special accrual if the right to receive it is fixed and the amount to be paid is determinable with reasonable accuracy at the time the trust changes residency status.

Example: A part-year resident trust sold property on an installment basis prior to changing from a resident trust to a nonresident trust accrues the entire gain on the sale of that property to the residency portion of the year.

If the trust became a Connecticut resident trust during the taxable year, it must accrue to the nonresidency portion of the year any item of income, gain, loss, or deduction which, under an accrual method of accounting, would be reportable at the time it changed its residence. No accrual is required or allowed for items of income, gain, loss, or deduction derived from or connected with sources within Connecticut.

If the trust ceases to be a Connecticut resident trust, it must accrue any item of income, gain, loss, or deduction which, under an accrual method of accounting, would be reportable at the time the residence was changed. This includes income or gain it elected to report on the installment basis.

Surety Bond in Lieu of Special Accruals

The fiduciary may elect to defer the payment of Connecticut income tax on items of special accrual by filing a surety bond with DRS for an amount not less than the additional Connecticut income tax that would be payable if no surety bond or other security were filed. If you choose this option, you must file **Form CT-1041** for the taxable year when the trust changed its residence and include a separate statement showing the nature and amount of each item of accrual as of the date of change of residence, together with a computation of the additional Connecticut income tax that would be due if the election to file a surety bond had not been made. For further information on the requirements for a surety bond, contact DRS and request a copy of Conn. Agencies Regs. §12-717(c)(4)-1, **Form CT-12-717A, Change of Resident Status - Special Accruals Connecticut Surety Bond Form**, and **Form CT-12-717B, Change of Resident Status - Special Accruals Other Acceptable Security Form**.

Taxable Year and Method of Accounting

The fiduciary of a trust or estate must use the same taxable year and method of accounting for Connecticut income tax purposes that is used for federal income tax purposes.

If the trust's or estate's taxable year or method of accounting is changed for federal income tax purposes, the same changes must be made for Connecticut income tax purposes. If a return for a period of less than 12 months is filed for federal income tax purposes, the fiduciary must also file a short period return for Connecticut income tax purposes.

When to File Form CT-1041

Form CT-1041 is due on or before April 15, 2005. If the trust or estate is not a calendar year filer, the return is due no later than the fifteenth day of the fourth month following the close of the taxable 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:

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

This list is subject to change. See **Policy Statement 2002(4), Designated Private Delivery Services and Designated Types of Service**.

Using the 2004 Form CT-1041 for a Taxable Year Beginning in 2005

The 2004 **Form CT-1041** may be used for a taxable year beginning in 2005 if:

1. The trust or estate has a taxable year of less than 12 months that begins and ends in 2005; **and**
2. The 2005 **Form CT-1041** is not available by the time the trust or estate is required to file its tax return. However, the trust or estate must enter the beginning and ending dates of the taxable year on the 2004 **Form CT-1041** and incorporate any tax law changes that are effective for taxable years beginning on or after January 1, 2005.

The fiduciary must attach an explanatory note to the front of the return if the return is for a short year beginning and ending in 2005.

If you file your return late or do not pay all the tax due with your return, see *Interest and Penalties* to determine if you must report interest and penalty with this return.

Extension Requests

Extension of Time to File

If the trust or estate cannot meet the filing deadline, the fiduciary must file **Form CT-1041 EXT**, *Application for Extension of Time to File Connecticut Income Tax Return for Trusts and Estates*, and pay all of the tax the trust or estate expects to owe on or before the due date. Form CT-1041 EXT is contained in this booklet. Filing this form will automatically extend the due date for **six months** if a federal Application for Automatic Extension of Time (federal Form 2758 or Form 8736) has been filed. If federal Form 2758 or federal Form 8736 was not filed, the fiduciary can apply for a six-month extension to file Form CT-1041 provided there is reasonable cause for the request. You are not required to attach a copy of the federal extension request to Form CT-1041 EXT.

Form CT-1041 EXT only extends the time to file Form CT-1041; it **does not** extend the time to pay the tax due. See *Interest and Penalties* if you do not pay all the tax due with your request for extension.

If the fiduciary is unable to request an extension because of illness, absence, or other good cause, any person standing in a close personal or business relationship to the fiduciary (including an attorney, accountant, or enrolled agent) may sign the request on the fiduciary's behalf. This person is considered a duly authorized agent for this purpose, provided the request states the reason(s) for a signature other than that of the fiduciary and states the relationship existing between the fiduciary and the signer.

Extension of Time to Pay the Tax

The fiduciary may be eligible for a six-month extension of time to pay the tax due if it can be shown that paying the tax by the due date will cause undue hardship. The fiduciary may request an extension by filing **Form CT-1127**, *Application for Extension of Time for Payment of Income Tax*, on or before the due date of the original return.

Attach Form CT-1127 to the front of Form CT-1041 or Form CT-1041 EXT, and send it on or before the due date. As evidence of the need for extension, the fiduciary must attach:

- A statement of assets and liabilities;
- An itemized list of receipts and disbursements for the preceding three months; **and**
- An explanation of why the fiduciary cannot borrow money to pay the tax due.

If an extension of time to pay is granted and the fiduciary pays all the tax due by the end of the extension period, a penalty will not be imposed. However, interest will accrue on any unpaid tax from the original due date. The fiduciary should make payments as soon as possible to reduce the interest the trust or estate would otherwise owe. Write the Social Security Number or Federal Employer Identification Number (if applicable), and "**2004 Form CT-1041**" on the check or money order. Mail payments to:

**Department of Revenue Services
Accounts Receivable Unit
PO Box 5088
Hartford CT 06102-5088**

Where to File

Use the pre-addressed envelope enclosed with the return or mail to:

**Department of Revenue Services
PO Box 2934
Hartford CT 06104-2934**

Estimated Tax Payments

Estates and certain trusts are required to make estimated income tax payments for any taxable year ending two or more years after the date of the decedent's death. (For additional information on when certain trusts are required to make estimated income tax payments see I.R.C. §§671 through 679.)

A payment of estimated Connecticut income tax is generally required if the Connecticut income tax (after tax credits) **minus** Connecticut tax withheld is **\$1,000 or more** and it is expected the Connecticut income tax withheld will be less than the required annual payment.

Required Annual Payment

The required annual income tax payment for the 2005 taxable year is the lesser of:

- 90% of the income tax shown on the 2005 Connecticut income tax return; or
- 100% of the income tax shown on the 2004 Connecticut income tax return, if the fiduciary filed a 2004 income tax return that covered a full 12-month period.

The fiduciary of a trust or estate is not required to make estimated income tax payments if a 2004 income tax return was not filed for a:

- Resident trust or estate because the resident trust or estate had no Connecticut income tax liability; or
- Nonresident estate or trust or part-year resident trust with Connecticut source income during the 2004 taxable year because the nonresident estate or trust or part-year resident trust had no Connecticut income tax liability.

If a nonresident estate or trust or part-year resident trust did not have Connecticut source income in 2004, the fiduciary must use 90% of the income tax shown on the 2005 Connecticut income tax return as the required annual payment.

Annualized Income Installment Method

If the trust or estate income varies throughout the year, the trust or estate may be able to reduce or eliminate the amount of an estimated tax payment for one or more periods by using the annualized income installment method. See **Informational Publication 2004(17)**, *A Guide to Calculating Your Annualized Estimated Tax Installments and Worksheet CT-1040 AES*, and **Form CT-2210**, *Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates*.

Filing Form CT-1041ES

Use **Form CT-1041ES**, *Estimated Connecticut Income Tax for Trusts and Estates*, to make estimated Connecticut income tax payments for 2005.

Guidelines for Banking Institutions

Banking institutions that wish to file multiple estimated Connecticut income tax payments, see **Informational Publication 94(7)**, *A Guide for Filers of Multiple Forms CT-1041ES*.

Special Rules for Farmers and Fishermen

If the trust or estate is classified as a farmer or fisherman (as defined in the I.R.C. §6654(i)(2)) who is required to make estimated income tax payments, you must make only one payment. Your payment is due on or before January 15, 2006, for the 2005 taxable year. The required installment is the lesser of 66 $\frac{2}{3}$ % of the income tax shown on the 2005 Connecticut income tax return or 100% of the income tax shown on the 2004 Connecticut income tax return.

A farmer or fisherman who files a 2005 Connecticut income tax return on or before March 1, 2006, and pays in full the amount computed on the return as payable on or before that date, will not be charged interest for underpayment of estimated tax.

Farmers or fishermen who use these special rules must complete and attach **Form CT-2210**, *Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates*, to their Connecticut income tax return to avoid being billed for interest on the underpayment of estimated income tax. **Form CT-2210**, Part I, Box D, must be checked as well as the box for Form CT-2210 on the front of **Form CT-1041**. See **Informational Publication 2004(14)**, *Farmer's Guide to Sales and Use Taxes, Motor Vehicle Fuels Tax, Estimated Income Tax, and Withholding Tax*, and **Informational Publication 2004(10)**, *Fisherman's Guide to Sales and Use Taxes and Estimated Income Tax*.

Interest on Underpayment of Estimated Tax

If the fiduciary did not pay enough tax through withholding or estimated payments, or both, by any installment due date, the fiduciary may be charged interest. This is true even if the fiduciary is due a refund on the income tax return. Interest is calculated separately for each installment. Therefore, the fiduciary may owe interest for an earlier

2005 Estimated Tax Due Dates

Due dates of installments and the amount of required payments for 2005 calendar year taxpayers are:

April 15, 2005	25% of your required annual payment
June 15, 2005	25% of your required annual payment (A total of 50% of your required annual payment should be paid by this date.)
September 15, 2005	25% of your required annual payment (A total of 75% of your required annual payment should be paid by this date.)
January 15, 2006	25% of your required annual payment (A total of 100% of your required annual payment should be paid by this date.)

An estimate will be considered timely filed if received on or before the due date, or if the date shown by the U.S. Postal Service cancellation mark is on or before the due date. Taxpayers who report on other than a calendar year basis, should use their federal estimated tax installment due dates.

installment, even if the fiduciary paid enough tax later to make up the underpayment. Interest at 1% (.01) per month or fraction of a month will be added to the tax due until the **earlier of April 15, 2005, or the date on which the underpayment is paid.**

A fiduciary who files a 2004 Connecticut income tax return on or before January 31, 2005, and pays in full the amount computed on the return as payable on or before that date, will not be charged interest for failing to make the estimated payment due January 15, 2005.

Filing Form CT-2210

The fiduciary may be charged interest if the 2004 Connecticut income tax (after tax credits) minus Connecticut tax withheld, is \$1,000 or more. Use **Form CT-2210, *Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates***, to calculate interest on the underpayment of estimated tax. Form CT-2210 and detailed instructions are available from DRS. However, this is a complex form and you may prefer to have DRS calculate the interest and send you a bill.

Interest and Penalties

In general, interest and penalty apply to any portion of the tax not paid on or before the original due date of the return.

Interest

If the fiduciary does not pay the tax when due, the fiduciary will owe interest at the rate of 1% (.01) per month or fraction of a month until the tax is paid in full.

If the fiduciary did not pay enough tax through withholding or estimated payments, or both, by any installment due date, interest may be charged. This is true even if you are due a refund when the income tax return is filed. See *Interest 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 income tax is 10% (.10) of the tax due. If a request for an extension of time has been granted, the fiduciary can avoid a penalty for failure to pay the full amount due by the original due date if the fiduciary:

- Pays at least 90% (.90) of the income tax shown to be due on the return on or before the original due date of the return; **and**
- Pays the balance due with the return 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 Failure to File

If the fiduciary does not file the return and DRS files a return for the fiduciary, the penalty for failure to file is 10% (.10) of the balance due or \$50, whichever is greater. If the fiduciary was required to file an amended **Form CT-1041** and failed to do so, a penalty may be imposed. See *Amended Returns*.

Waiver of Penalty

The fiduciary may be able to have the penalty waived if the failure to file or pay tax on time was due to a reasonable cause and was not intentional or due to neglect. Interest **cannot** be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests must include:

- A clear and complete explanation;
- The name of the trust or estate, Federal Employer Identification Number, and Social Security Number (if applicable);
- The name of the original form filed or billing notice received;
- The taxable filing period; **and**
- Documentation supporting your explanation.

Attach the penalty waiver request to the **front** of the tax return or mail separately to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

Recordkeeping

Make a copy of the tax return, worksheets you used, and records of all items appearing on the return (such as W-2 and 1099 forms) 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. You may need this information to prepare future returns or to file amended returns.

Copies of Returns

Copies of previously filed Connecticut income tax returns may be requested from DRS by completing **LGL-002, *Request for Disclosure of Tax Return or Tax Return Information***. Requests are normally processed in three weeks.

Order in Which to Complete Form CT-1041 and Schedules

For trusts or estates that do not meet the Quick-File Requirements. (See Form CT-1041 Quick-File Requirements.)

The order in which to complete **Form CT-1041** and the schedules for resident and nonresident estates, full-year resident and nonresident trusts, and part-year resident trusts is listed below.

1. Resident trust or estate with resident beneficiaries:

- *Schedule A*;
- *Schedule B*, Part 1;
- *Schedule C*;
- The front of Form CT-1041 excluding Line 3; **and**
- *Schedule I*, Parts 1 and 2, as necessary.

2. Resident estate or full-year resident testamentary trust with any nonresident beneficiaries, or a full-year resident inter vivos trust with nonresident contingent beneficiaries but without nonresident noncontingent beneficiaries:

- *Schedule A*;
- *Schedule B*, Part 1;
- *Schedule CT-1041FA*, Parts 3 and 2;
- *Schedule C*;
- The front of Form CT-1041 excluding Line 3; **and**
- *Schedule I*, Parts 1 and 2, as necessary.

3. Full-year resident inter vivos trust with nonresident noncontingent beneficiaries:

- *Schedule A*;
- *Schedule B*, Parts 1 and 2;
- *Schedule CT-1041FA*, Parts 3 and 2;
- *Schedule C*;
- The front of Form CT-1041 excluding Line 3; **and**
- *Schedule I*, Parts 1 and 2, as necessary.

4. Nonresident estate, full-year nonresident trust, or part-year resident inter vivos trust without nonresident noncontingent beneficiaries:

- *Schedule A*;
- *Schedule B*, Part 1;
- *Schedule CT-1041FA*, Parts 3, 2, and 1;
- The front of Form CT-1041 starting at Line 3; **and**
- *Schedule I*, Parts 1 and 2, as necessary.

5. Part-year resident inter vivos trust with nonresident noncontingent beneficiaries:

- *Schedule A*;
- *Schedule B*, Parts 1 and 2;
- *Schedule CT-1041FA*, Parts 3, 2, and 1;
- The front of Form CT-1041 starting at Line 3; **and**
- *Schedule I*, Parts 1 and 2, as necessary.

Form CT-8801, *Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts, and Estates*, must be completed as necessary for all types of trusts and estates that expect a credit or credit carryforward of alternative minimum tax paid in a prior year.

INSTRUCTIONS FOR FORM CT-1041

Filing Year

All information on **Form CT-1041** should be for the calendar year January 1 through December 31, 2004, or any other fiscal year beginning in 2004. If filing for a fiscal year or short taxable year, enter the month and day the taxable year began, and the month, day, and year that it ended at the top of the front page.

Name and Address

Enter in the spaces at the top of the return the name of the trust or estate and the name and address of the fiduciary. Also, enter the Federal Employer Identification Number of the trust or estate in the space provided to the right of the address box. If it is necessary to file without a Federal Employer Identification Number, notify DRS once the number has been obtained. If an estate, also enter the decedent's Social Security Number.

Important: Enter name of trust or estate and Federal Employer Identification Number on all applicable schedules in the spaces provided.

Type of Return

Final return

Check this box if this is a final return because the trust or estate has been terminated.

Amended return

Check this box if this is an amended return.

Residency Status

Enter the date the trust or estate was created and the date the trust or estate was terminated (if applicable) in the space provided.

Check only one applicable box to identify the resident status of the trust or estate.

The trust would be a *part-year resident trust* if:

- A trust was revocable when property was transferred to the trust but subsequently has become irrevocable, **and**
- The residency status of the grantor (whether as a resident or nonresident individual) during the taxable year the trust became irrevocable differs from the residency status of the grantor during the taxable year that property was transferred to the trust.

Type of Entity

Check the applicable box to identify the type of trust or estate. If a trust was created by the will of a decedent, check the additional box.

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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 when adding and round off only the total.

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.

Negative Numbers

When entering a negative number, you must precede the number with a minus sign or bracket the amount.

Form CT-1041 Quick-File Requirements

The fiduciary of a resident estate or full-year resident trust may Quick-File **Form CT-1041** if all of the following are true for taxable years beginning on or after January 1, 2000. The resident estate or full-year resident trust has no:

- Nonresident beneficiaries;
- *Schedule A* Connecticut fiduciary adjustments;
- Connecticut alternative minimum tax; **and**
- Adjusted net Connecticut minimum tax credit.

A trustee that files one aggregate federal Form 1041-QFT, U.S. Income Tax Return for Qualified Funeral Trusts, for all QFTs, may Quick-File one aggregate Form CT-1041 for all Connecticut resident QFTs as long as all grantors and all beneficiaries of every QFT are Connecticut residents.

Form CT-1041 Quick-File Line Instructions

Line 1 - Connecticut Taxable Income of Fiduciary

Enter federal taxable income of fiduciary (from federal Form 1041, *Line 22*).

Line 2 - Connecticut Income Tax

Multiply Line 1 by 5% (.05) and enter the result on Line 2.

Line 3 - Allocated Connecticut Income Tax

Do not complete Line 3.

Line 4 - Credit for Income Tax Paid to Qualifying Jurisdictions (Resident Estates and Full-Year Resident Trusts Only)

Enter the amount from *Worksheet for Credit for Income Taxes Paid to Qualifying Jurisdictions*, Line 8. You must attach a copy of all income tax returns filed with qualifying jurisdictions to the back of your **Form CT-1041**.

Line 5

Subtract Line 4 from Line 2. If Line 4 is greater than Line 2, enter "0."

Line 6 - Connecticut Alternative Minimum Tax

Do not complete Line 6.

Line 7

Enter the amount from Line 5.

Line 8 - Adjusted Net Connecticut Minimum Tax Credit

Do not complete Line 8.

Line 9 - Connecticut Income Tax

Enter the amount from Line 7.

Lines 10 - 23

To complete Lines 10 through 23, see *Form CT-1041 Line Instructions*.

See *Who Must Sign the Return, Paid Preparer Signature, and Mailing the Return*.

Form CT-1041 Line Instructions

For trusts or estates that do not meet the Quick-File Requirements.

Line 1 - Connecticut Taxable Income of Fiduciary (Resident Estate or Full-Year Resident Trust Only)

Enter the amount from **Form CT-1041, Schedule C**, Line 14.

Line 2 - Connecticut Income Tax (Resident Estate or Full-Year Resident Trust Only)

Multiply Line 1 by 5% (.05) and enter the result on Line 2.

Line 3 - Allocated Connecticut Income Tax (Nonresident Estates or Trusts and Part-Year Resident Trusts Only)

Enter the amount from *Schedule CT-1041FA*, Part 1, Line 12.

Line 4 - Credit for Income Tax Paid to Qualifying Jurisdictions (Resident Estates and Full or Part-Year Resident Trusts Only)

Enter the amount from *Worksheet for Credit for Income Taxes Paid to Qualifying Jurisdictions*, Line 8. You must attach a copy of all income tax returns filed with qualifying jurisdictions to the back of your **Form CT-1041**.

Line 5

Resident estates and trusts: Subtract Line 4 from Line 2.
Part-year resident trusts: Subtract Line 4 from Line 3.
If the result is less than zero, enter "0."

Line 6 - Connecticut Alternative Minimum Tax

If you were required to pay federal alternative minimum tax for 2004, you must file **Form CT-1041, Schedule I**. Enter the amount from **Form CT-1041, Schedule I**, Part 1, Line 25. *Schedule I* may be obtained by contacting the DRS Forms Unit. See *How to Get Additional Forms and Publications*.

Line 7

Add Line 5 and Line 6, and enter the total on Line 7.

Line 8 - Adjusted Net Connecticut Minimum Tax Credit

Enter the amount from Line 11 of **Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts, and Estates**. If you did not pay Connecticut alternative minimum tax in a prior year or you entered an amount on Line 6 of this form, enter "0."

Line 9 - Connecticut Income Tax

Subtract Line 8 from Line 7. Enter the result on Line 9.

Line 10 - Connecticut Tax Withheld

This amount must total the income taxes withheld for the State of Connecticut as indicated on your copies of W-2, W-2G, and certain 1099 forms. Enter only income tax withheld for the State of Connecticut. Be sure you staple the "state copy" of all W-2 forms and any other forms showing Connecticut tax withheld to the front of your return or your claim of amounts withheld will not be allowed.

Line 11 - Estimated Tax Paid

Enter on Line 11 the total of all 2004 estimated income tax payments and any 2003 income tax overpayment credited to 2004. Be sure to include any 2004 estimated income tax payments made in 2005.

Line 12 - Payments Made With Extension Request

If you filed **Form CT-1041 EXT, Application for Extension of Time to File Connecticut Income Tax Return for Trusts and Estates**, for 2004, enter on Line 12 the amount you paid with **Form CT-1041 EXT**.

If this is an amended return, also include the amount paid with the original return.

Designated Charities

<p>AIDS RESEARCH EDUCATION FUND This fund assists research, education, and community service programs related to Acquired Immune Deficiency Syndrome (AIDS). The fund is administered by the Connecticut Department of Public Health.</p> <p>To contribute directly send to: <i>Department of Public Health AIDS and Chronic Diseases Division MS#11APV PO Box 340308 Hartford CT 06134-0308</i></p> <p>Make check payable to: "Treasurer, State of Connecticut/AIDS Fund"</p>	<p>ORGAN TRANSPLANT FUND This fund assists Connecticut residents in paying all or part of any costs associated with a medically required organ transplant. The fund is administered by the Connecticut Department of Social Services.</p> <p>To contribute directly send to: <i>Department of Social Services Accounts Receivable 25 Sigourney Street Hartford CT 06106-5003</i></p> <p>Make check payable to: "Commissioner of Social Services/Organ Transplant Fund"</p>	<p>ENDANGERED SPECIES, NATURAL AREA PRESERVES, AND WATCHABLE WILDLIFE FUND This fund helps preserve, protect, and manage Connecticut's endangered plants and animals, wildlife and their habitats. The fund is administered by the Connecticut Department of Environmental Protection.</p> <p>To contribute directly send to: <i>Department of Environmental Protection-Bureau of Administration Financial Management 79 Elm Street Hartford CT 06106-5127</i></p> <p>Make check payable to: "DEP-Endangered Species/Wildlife Fund"</p>	<p>BREAST CANCER RESEARCH AND EDUCATION FUND This fund assists research, education, and community service programs related to breast cancer. The fund is administered by the Connecticut Department of Public Health.</p> <p>To contribute directly send to: <i>Department of Public Health Breast and Cervical Cancer Early Detection Program AIDS and Chronic Diseases Division MS#11 HLS PO Box 340308 Hartford CT 06134-0308</i></p> <p>Make check payable to: "Treasurer, State of Connecticut/ Breast Cancer Fund"</p>	<p>SAFETY NET SERVICES FUND This fund protects the children of families who are no longer eligible for public assistance benefits. The fund is administered by the Connecticut Department of Social Services.</p> <p>To contribute directly send to: <i>Department of Social Services Accounts Receivable 25 Sigourney Street Hartford CT 06106-5003</i></p> <p>Make check payable to: "Commissioner of Social Services/Safety Net Fund"</p>
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Line 13 - Total Payments

Add Lines 10, 11, and 12. Enter the total on Line 13.

Line 14 - Amount Overpaid

If Line 13 is greater than Line 9, subtract Line 9 from Line 13 and enter the result on Line 14. This is the amount of your overpayment. To properly allocate your overpayment, go to Lines 15, 17, and 18. If Line 13 is less than Line 9, go to Line 19.

Line 15 - Amount of Line 14 to Be Applied to Your 2005 Estimated Tax

Enter the amount of your 2004 overpayment you wish to apply to your 2005 Connecticut estimated income tax. It will be treated as an estimate filed on April 15, 2005, if your return is filed on time or if you filed a timely request for extension and your return is filed within the extension period. For fiscal year filers, it will be treated as an estimate filed on the fifteenth day of the fourth month of the 2005 taxable year.

Important: Your decision to apply this amount to 2005 estimated income tax is irrevocable.

Line 16 - Balance of Overpayment

Subtract Line 15 from Line 14 and enter the result on Line 16.

Line 17 - Amount of Line 16 You Want to Contribute

You may contribute all or a portion of your refund to one or more of five designated funds described above. Write in a whole dollar amount for each fund to which you wish to contribute. Add your contributions and enter the total amount on Line 17. Your decision to make this contribution is irrevocable.

Important: You may only choose a contribution amount if you are entitled to a refund. Your contribution is limited to your refund amount. You may contribute directly to these funds by mailing a check to the addresses shown.

Line 18 - Amount to Be Refunded to You

Subtract Line 17 from Line 16. Enter the result on Line 18. This is the amount of your refund.

Line 19 - Amount of Tax You Owe

If Line 9 is greater than Line 13, subtract Line 13 from Line 9 and enter the result on Line 19.

Line 20 - Penalty for Late Payment or Filing

If you are making a late payment or filing the return after the due date of the return, see *Interest and Penalties*.

Line 21 - Interest for Late Payment or Filing

If you fail to pay the tax when due, see *Interest and Penalties*.

Line 22 - Interest on Underpayments of Estimated Tax

If Line 9 minus Line 10 is \$1,000 or more, you may owe interest on estimated income tax you either underpaid or paid late. **Form CT-2210, Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates**, can help you find out if you did underestimate and will help you calculate the interest.

If you prefer to have DRS calculate the interest, do not file Form CT-2210; leave Line 22 blank and we will bill you. Interest on underpayment of estimated income tax stops accruing on the **earlier** of the day you pay your tax or April 15, 2005.

Line 23 - Amount Due

Add Lines 19 through 22 and enter the total on Line 23. Pay the amount in full with the return. Make your check or money order payable to **Commissioner of Revenue Services**. Write the Federal Employer Identification Number and "2004 Form CT-1041" on the check or money order in the lower left corner. Do not send cash.

Form CT-1041, Questions A, B, and C

The fiduciary must complete Questions A, B, and C on Page 2 of Form CT-1041. All inter vivos trusts claiming a resident noncontingent beneficiary percentage on Schedule B, Part 2, must complete Question A or this percentage could be disallowed.

Who Must Sign the Return

The fiduciary or an officer representing the fiduciary must sign and date Form CT-1041 on the back of the return.

Paid Preparer Signature

Anyone the fiduciary pays to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number (SSN) or Preparer Tax Identification Number (PTIN), their firm's Federal Employer Identification Number (FEIN), and their firm's address and telephone number in the spaces provided.

Mailing the Return

Make a copy of this return for the records of the trust or estate. Attach to this return copies of any required schedules and forms. Do **not** attach copies of the federal income tax return or federal schedules. Use the envelope provided when mailing the return.

Credit for Income Taxes Paid to Qualifying Jurisdictions

Resident estates, full-year resident trusts, and part-year resident trusts use this worksheet to claim a credit against Connecticut income tax liability for income taxes paid for the taxable year to another state or a political subdivision of that state, or to the District of Columbia. Credit may only be claimed if the income on which taxes were paid was derived from or connected with sources within the qualifying jurisdiction. For part-year resident trusts, the credit is allowed only for that portion of the taxable year in which a taxpayer was a Connecticut resident trust.

No credit is allowed for any of the following:

- Income tax payments made to a qualifying jurisdiction on income not included in Connecticut taxable income;
- Income tax paid to a jurisdiction that is not a qualifying jurisdiction, including a foreign country or its provinces (for example, Canada and Canadian provinces);

- Alternative minimum tax paid to a qualifying jurisdiction;
- Income tax paid to a qualifying jurisdiction if the fiduciary claimed credit on that other jurisdiction's income tax return for income taxes paid to Connecticut; **or**
- Penalties or interest on income taxes the fiduciary paid to a qualifying jurisdiction.

The allowed credit must be separately computed for each qualifying jurisdiction. Use separate columns for each jurisdiction for which you are claiming a credit. If you need more than two columns, you should create an identical worksheet. Attach a copy of all income tax returns filed with qualifying jurisdictions to the back of your Form CT-1041 or the credit will be disallowed.

If you are claiming credit for income taxes paid to another state **and** to one of its political subdivisions, follow these rules to determine your credit:

- A. If the **same amount** of income is taxed by both the city and state:
 1. Use only **one** column of the worksheet to calculate your credit;
 2. Enter the same income taxed by both city and state in that column on the worksheet; **and**
 3. Combine the amounts of tax paid to the city and the state on that income and enter the total on Line 6 of that column.
- B. If the **amounts** of income taxed by both the city and state **are not the same**:
 1. Use two columns on the worksheet;
 2. Include only the same income taxed by both jurisdictions in the first column; **and**
 3. Include the excess income taxed by only one of the jurisdictions in the next column.

The credit claimed cannot exceed the amount of tax due to Connecticut on that portion of income taxed in another jurisdiction.

Worksheet Instructions

Line 1 - Connecticut Taxable Income of Fiduciary

• Resident Trust or Estate

Enter on Line 1 of the worksheet:

1. The Connecticut taxable income of the fiduciary from Form CT-1041, Line 1; **and**
2. Any net loss derived from or connected with sources in more than one qualifying jurisdiction where you were subject to income taxation (whether or not income tax was actually paid to the jurisdictions).

WORKSHEET FOR CREDIT FOR INCOME TAXES PAID TO QUALIFYING JURISDICTIONS

Resident estates and full or part-year resident trusts only.

1. Connecticut taxable income of fiduciary 1.
Enter name of each qualifying jurisdiction
2. Non-Connecticut income included on Line 1 above 2.
3. Divide Line 2 by Line 1 (may not exceed 1.0000) 3.
4. Connecticut tax liability 4.
5. Multiply Line 3 by Line 4 5.
6. Income tax paid to a qualifying jurisdiction 6.
7. Enter the lesser of Line 5 or Line 6 7.
8. Total Credit (Add the amount on Line 7, for each column) 8.

COLUMN A	COLUMN B
.	.
	.00

Example: Taxpayer B, a resident trust, has taxable income of \$70,000, which includes income of \$15,000 from business activities conducted in Massachusetts, and a net loss of \$15,000 from a business conducted in Rhode Island. The fiduciary of this trust must add the \$15,000 net loss to the \$70,000 and enter \$85,000 on Line 1.

• Part-Year Resident Trust

Enter on Line 1 of the worksheet the amount from *Schedule CT-1041FA, Fiduciary Allocation*, Part 1, Line 9, with the following exceptions:

1. Add to the amount from *Schedule CT-1041FA*, Part 1, Line 9, any net loss during the residency portion of the year derived from or connected with sources in more than one qualifying jurisdiction where you were subject to income taxation (whether or not income tax was actually paid to the jurisdictions).
2. For the period the trust is a Connecticut resident trust, add back any item of loss or deduction and subtract any item of income or gain that is an item of special accrual.

Enter the modified amount on Line 1 of the worksheet.

Example: Taxpayer L, a part-year resident trust, has taxable income from its residency period of \$60,000, which includes income of \$15,000 from business activities conducted in Massachusetts, and a net loss of \$20,000 from a business conducted in Rhode Island. The fiduciary of this trust must add the \$20,000 net loss to the \$60,000 and enter \$80,000 on Line 1.

Line 2 - Non-Connecticut Income

- **Resident Trust or Estate**
Enter on Line 2 of the worksheet the total non-Connecticut income included on Line 1 and reported on another jurisdiction's income tax return.
- **Part-Year Resident Trust**

Enter on Line 2 of the worksheet the total non-Connecticut income for the period of Connecticut residency included on Line 1 and reported on another jurisdiction's income tax return.

For the period the trust is a Connecticut resident trust, add back any item of loss or deduction and subtract any item of income or gain that is an item of special accrual.

Line 3

- **Resident and Part-Year Resident Trust**
Divide Line 2 by Line 1. The result cannot exceed 1.0000. Round to four decimal places.

Line 4 - Connecticut Income Tax Liability

- **Resident Trust or Estate**
Enter on Line 4 of the worksheet the Connecticut tax liability as shown on **Form CT-1041**, Line 2.
- **Part-Year Resident Trust**

Enter on Line 4 of the worksheet, the allocated Connecticut income tax liability as shown on *Schedule CT-1041FA, Fiduciary Allocation*, Line 12. To determine the Connecticut income tax liability of a part-year resident trust, the tax applies to the "income derived from or connected with sources within this state." The income derived from or connected with

sources within this state for a part-year resident trust is the sum of: (1) the trust's Connecticut taxable income during the residency portion of the taxable year, and (2) the trust's income derived from or connected with sources within Connecticut during the nonresidency portion of the taxable year.

Line 5

Multiply Line 3 by Line 4. Enter the result on Line 5.

Line 6 - Income Tax Paid to Qualifying Jurisdictions

• **Resident Trust or Estate**

Enter on Line 6 of the worksheet the total amount of income tax paid to a qualifying jurisdiction for the taxable year.

Income tax paid means the lesser of the trust's or estate's tax liability to that jurisdiction or the tax the trust or estate paid to that jurisdiction as reported on a return filed with that jurisdiction, excluding any penalty or interest. Do not report taxes withheld for the qualifying jurisdiction.

• **Part-Year Resident Trust**

Enter on Line 6 of the worksheet the total amount of income tax paid to a qualifying jurisdiction for the period of Connecticut residency only.

If the tax the trust paid to that jurisdiction was also based on income earned during the nonresidency period, prorate the amount of tax for which you are claiming credit. The proration is based upon the relationship that the income earned in that jurisdiction during the period of Connecticut residency bears to the total amount of income the trust earned in that jurisdiction in the taxable year.

Example: Taxpayer H, a part-year resident trust, conducted business in Rhode Island all year and paid \$1,200 in Rhode Island tax in 2004. The trust's total Rhode Island income for 2004 was \$20,000 of which \$15,000 was earned while the trust was a Connecticut resident trust. The income tax paid to Rhode Island during the Connecticut residency period is:

$$\frac{\$15,000}{\$20,000} \times \$1,200 = \$900$$

The fiduciary of this trust should enter \$900 on Line 6.

Income tax paid means the lesser of the trust's tax liability to the qualifying jurisdiction or the tax the trust paid to that jurisdiction as reported on a return filed with that jurisdiction, excluding any penalty or interest. Do not report taxes withheld for the qualifying jurisdiction.

Line 7

Enter on Line 7 of the worksheet the lesser of Line 5 or Line 6.

Line 8 - Total Credit for Income Taxes Paid to Qualifying Jurisdictions

Add the amounts from Line 7A, Line 7B, and Line 7 of any additional worksheets. The amount on Line 8 cannot exceed the amount on Line 5. Enter the total on Line 8 and on Line 4 of Form CT-1041.

Important: Attach a copy of the income tax return filed with each qualifying jurisdiction to your Connecticut income tax return or the credit will be disallowed.

Connecticut Fiduciary Adjustment

Use *Schedule A* to compute the Connecticut fiduciary adjustment, which is then allocated among the trust or estate and its beneficiaries in *Schedule B*, Part 1. The fiduciary adjustment is the total of the additions and subtractions enumerated on Form CT-1041, *Schedule A*, which relate to items of income, gain, loss, or deduction of the trust or estate.

Amount paid or set aside for charitable purposes - When calculating the fiduciary adjustment on Form CT-1041, *Schedule A*, do not include the modifications for any amount paid or set aside for a charitable purpose during the taxable year. (See instructions for federal Form 1041-A, U.S. Information Return Trust Accumulation of Charitable Amounts, and federal Form 5227, Split-Interest Trust Information Return, for information on charitable deductions.)

Member of a pass-through entity - If the trust or estate has income as a member of a pass-through entity, any of the additions or subtractions that apply to the income should be included on Form CT-1041, *Schedule A*. You may obtain the trust's or estate's share of the entity's items from Schedule CT K-1, *Member's Share of Certain Connecticut Items*.

Beneficiary of another trust or estate - If the trust or estate is a beneficiary of another trust or estate, you may generally obtain the share of the fiduciary adjustment of the other trust or estate to be included on Form CT-1041, *Schedule A*, from its fiduciary.

The trust or estate must make the additions and subtractions for its taxable year within which the taxable year of any S corporation, partnership, or trust or estate of which it is a shareholder, partner, or beneficiary, respectively, ends.

Entering Additions and Subtractions

Enter on Line 11, any expense related to the amounts entered on *Schedule A*, Lines 1 through 4, to the extent deductible in determining federal taxable income prior to the deductions related to distributions to beneficiaries. Do not net the expenses against the amounts entered on Lines 1 through 4.

Enter on Line 5, any expense related to the amounts entered

on *Schedule A*, Lines 7 through 10, to the extent deductible in determining federal taxable income prior to the deductions related to distributions to beneficiaries. Do not net the expenses against the amounts entered on Lines 7 through 10.

Example: To the extent deductible in determining federal taxable income prior to the deductions relating to distributions to beneficiaries, interest expenses on indebtedness incurred to purchase:

1. State and local government bonds, the interest from which is subject to Connecticut income tax, but exempt from federal income tax, is entered on Line 11 (and not netted against the amount that is entered on Line 1).
2. U.S. government bonds, the interest from which is subject to federal income tax, but exempt from Connecticut income tax, is entered on Line 5 (and not netted against the amount that is entered on Line 7).

INSTRUCTIONS FOR SCHEDULE A

See **Policy Statement 2003(6)**, *Connecticut Income Tax on Bonds or Obligations Issued by the United States Government, by State Governments, or Municipalities*, to determine if you are required to make an adjustment.

ADDITIONS TO FEDERAL TAXABLE INCOME

Enter All Amounts as Positive Numbers.

Line 1 - Interest on State and Local Government Obligations Other Than Connecticut

Enter the total amount of interest income derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities, which is not taxed for federal income tax purposes. Do not enter interest income derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 2 - Exempt-Interest Dividends Received From a Mutual Fund Derived From State or Municipal Government Obligations Other Than Connecticut

Enter the total amount of exempt-interest dividends received from a mutual fund derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities. If the exempt-interest dividends are derived from obligations of Connecticut or other states, enter only the percentage derived from non-Connecticut obligations. Do not enter exempt-interest dividends derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Example: A fund invests in obligations of many states, including Connecticut. Assuming that 20% of the distribution is from Connecticut obligations, the remaining 80% would be added back on Line 2.

Line 3 - Loss on Sale of Connecticut State and Local Government Bonds

Enter the total amount of losses from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities.

Line 4 - Connecticut Income Tax Payments Deducted in Determining Federal Taxable Income

Add back any Connecticut income tax paid or accrued to the extent deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries.

Line 5 - Other

Use Line 5 to add back any:

1. Expenses paid or incurred for the production (including management, conservation, and maintenance of property held for the production) or collection of income exempt from Connecticut income tax, to the extent deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries;
2. Amortizable bond premium on bonds producing interest income exempt from Connecticut income tax, to the extent deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries;
3. Interest or dividend income on obligations or securities of any authority, commission, or instrumentality of the United States which federal law exempts from federal income tax but does not exempt from state income taxes; **or**
4. Interest expenses on indebtedness incurred or continued to purchase or carry obligations or securities, the income from which is exempt from Connecticut income tax, to the extent deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries.

Line 6 - Total Additions

Add Lines 1 through 5. Enter the total on Line 6.

SUBTRACTIONS TO FEDERAL TAXABLE INCOME

Enter All Amounts as Positive Numbers.

Line 7 - Interest on U.S. Government Obligations

Enter the total of any interest income (to the extent includable in federal taxable income) derived from U.S. government obligations, which federal law prohibits states from taxing (for example, U.S. government bonds such as Savings Bonds Series EE and Series HH, U.S. Treasury bills and notes).

Do not enter the amount of interest earned on Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing

interest income derived from these obligations and this interest income is taxable for Connecticut income tax purposes. Do not enter the amount of interest paid to you on any federal income tax refund.

Line 8 - Exempt Dividends From Certain Mutual Funds Derived From U.S. Government Obligations

Enter the total amount of exempt dividends received from a qualifying mutual fund derived from U.S. government obligations. A mutual fund is a qualifying fund if, **at the close of each quarter of its taxable year**, at least 50% of the value of its assets consists of U.S. Government obligations. The percentage of dividends exempt dividends should be reported to you by the mutual fund. (See Line 7 instructions above.)

Line 9 - Gain on Sale of Connecticut State and Local Government Bonds

Enter the total amount of all gains from the sale or exchange of notes, bonds, or other obligations of the State of Connecticut or its municipalities.

Line 10 - Refunds of Connecticut Income Tax

Enter the amount of taxable refunds of Connecticut income tax reported on federal Form 1041, Line 8.

Line 11 - Other

Use Line 11 to report any of the following modifications to subtract:

- Any interest paid on indebtedness incurred to acquire investments that provide income taxable in Connecticut but not taxable for federal purposes;
- Expenses paid or incurred for the production (including management, conservation, and maintenance of property held for production) or collection of income taxable in Connecticut but exempt from federal income tax; **or**
- Any amortizable bond premium on bonds that provide interest income taxable in Connecticut but exempt from federal income tax;

to the extent not deductible in determining federal taxable income prior to deductions relating to distributions to beneficiaries.

Do **not** use Line 11 to subtract income subject to tax in another jurisdiction. See *Worksheet for Credit for Income Taxes Paid to Qualifying Jurisdictions*, Form CT-1041, Line 4.

Line 12 - Total Subtractions

Add Lines 7 through 11. Enter the total on Line 12.

Line 13 - Connecticut Fiduciary Adjustment

Subtract Line 12 from Line 6. Enter here and on Form CT-1041, Schedule B, Part 1, Line f, Column 5. This amount may be positive or negative.

INSTRUCTIONS FOR SCHEDULE B

If you have a Connecticut fiduciary adjustment, complete Schedule B, Part 1, to calculate the fiduciary's and each beneficiary's share of the Connecticut fiduciary adjustment.

Schedule B, Part 2, should only be completed by full-year resident or part-year resident inter vivos trusts with any nonresident noncontingent beneficiaries to calculate the percentage of resident noncontingent beneficiaries. The status of the beneficiaries is determined as of year end.

Part 1 - Shares of Connecticut Fiduciary Adjustment

Part 1 shows the distribution of the Connecticut fiduciary adjustment among the beneficiaries and the fiduciary of the trust or estate. The shares of the beneficiaries and of the fiduciary in the Connecticut fiduciary adjustment, Form CT-1041, Schedule A, Line 13, are in proportion to their respective shares of federal distributable net income of the trust or estate.

Report on Part 1 the names and addresses of all beneficiaries, both resident and nonresident, to whom income is distributable, whether or not the income is taxable to the nonresident beneficiaries. **Complete this section even if there is no distribution to the beneficiaries.**

Columns 1 and 2

Enter in Columns 1 and 2, the name, address, and identifying number of each beneficiary of the trust or estate. If the mailing address differs from the home address, give both. If a beneficiary is a nonresident, check the appropriate box to the right of the beneficiary's name. If there are more than four beneficiaries, attach a schedule identical to Part 1 for the additional beneficiaries.

Column 3

Enter the respective share of federal distributable net income of each beneficiary and of the fiduciary on the appropriate lines of Column 3. Entries must be made for all beneficiaries, both resident and nonresident.

If the distributable net income of a trust or estate for the taxable year is zero or less than zero, each beneficiary's share in the Connecticut fiduciary adjustment is in proportion to that beneficiary's share of the income of the trust or estate for the taxable year, and any other amounts that are properly paid or credited or required to be distributed during the taxable year. Any balance of the fiduciary adjustment not allocable to any beneficiary is allocated to the trust or estate.

Column 4

Determine the percentage interest of each beneficiary and of the fiduciary in federal distributable net income of the trust or estate, based upon amounts in Column 3. Enter that percentage on the appropriate line of Column 4.

Column 5

Enter the amount of the Connecticut fiduciary adjustment (from **Form CT-1041, Schedule A**, Line 13) as the total on Line f, Column 5. The share of each beneficiary and of the fiduciary in the total amount is determined by multiplying the total fiduciary adjustment by the Column 4 percentage.

If the trust or estate has no federal distributable net income, each beneficiary's share in the fiduciary adjustment must be in proportion to his or her share of the trust or estate income for the taxable year, under local law or the governing instrument, which is required to be distributed currently, and any amounts of the income distributed during the year. Any balance of the fiduciary adjustment not allocable to beneficiaries must be allocated to the trust or estate. If the shares in the Connecticut fiduciary adjustment are apportioned in accordance with this paragraph, show the apportionment in a schedule attached to the return.

Important: The fiduciary must provide each beneficiary with a schedule of modifications to include on *Schedule 1* of his or her **Form CT-1040** or **Form CT-1040NR/PY**.

Part 2 - Percentage of Resident Noncontingent Beneficiaries

Complete Part 2 to calculate the resident noncontingent beneficiary percentage of a full-year resident or part-year resident inter vivos trust with nonresident noncontingent beneficiaries. These trusts are taxed on income derived from or connected with sources within Connecticut and all other income earned during the period of residency multiplied by the resident noncontingent beneficiary percentage. The percentage is a fraction, the numerator of which is the total number of resident noncontingent beneficiaries, and the denominator of which is the sum of both resident noncontingent and nonresident noncontingent beneficiaries. An example follows the line instructions. (For an explanation of inter vivos trust and noncontingent beneficiary, see *Definitions*.)

Line 1

Enter the number, if any, of resident noncontingent beneficiaries on Line 1.

Line 2

Enter the number of nonresident noncontingent beneficiaries on Line 2.

Line 3

Add Line 1 and Line 2 and enter the result on Line 3.

Line 4

Divide Line 1 by Line 3 and enter the result as a decimal on Line 4. Round to four decimal places.

If the trust is a full-year resident inter vivos trust, enter this decimal on Form CT-1041, *Schedule C*, Line 11.

If the trust is a part-year resident inter vivos trust, enter this decimal on Form CT-1041, *Schedule CT-1041FA, Fiduciary Allocation*, Part 1, Line 5.

Example: Mr. Jones, a Connecticut resident, established an irrevocable trust in 2002 for the benefit of his three grandchildren, beneficiaries A, B, and C. Since the trust consists of property transferred from a Connecticut resident, the trust is considered a *resident trust*. Because the trust was not created by the will of the decedent, the trust is an *inter vivos trust*. The trust agreement permits the trustee to distribute income or corpus (or both) to all three beneficiaries during the year. This makes all three beneficiaries *noncontingent beneficiaries*. Beneficiaries A and B are Connecticut residents but beneficiary C is a Vermont resident. Since there are one or more nonresident noncontingent beneficiaries, the fiduciary of this trust must complete Form CT-1041, *Schedule B*, Part 2 as follows:

1. Indicate the number, if any, of resident noncontingent beneficiaries.	2
2. Indicate the number of nonresident noncontingent beneficiaries.	1
3. Add Lines 1 and 2.	3
4. Divide Line 1 by Line 3 and enter as a decimal to four places.	0.6667

The decimal on Line 4 (rounded to four decimal places) is entered on Form CT-1041, *Schedule C*, Line 11.

If the trust in the example is a part-year resident trust, the amount on Line 4 is entered on Form CT-1041, *Schedule CT-1041FA*, Part 1, Line 5.

INSTRUCTIONS FOR SCHEDULE C

Important: Verify line references from federal Form 1041 at time of completing this schedule. See note on cover.

Resident estates or full-year resident trusts must complete this schedule to calculate Connecticut taxable income.

Lines 1, 2, and 3

Each **resident estate or full-year resident trust**, except for Quick-Filers, must select one of the applicable boxes pertaining to the status of its beneficiaries. Inter vivos trusts with nonresident noncontingent beneficiaries calculate Connecticut taxable income differently than other trusts. (See *Connecticut Taxable Income for Certain Inter Vivos Trusts*.)

Check Box 1 for a **resident trust or estate without any nonresident beneficiaries**. Proceed to Line 4 of the instructions. (Skip Lines 7 through 13.)

Check Box 2 for a **resident estate or a resident testamentary trust with one or more nonresident beneficiaries or an inter vivos trust with nonresident contingent beneficiaries but without any nonresident noncontingent beneficiaries**.

- Complete *Schedule CT-1041FA*, Parts 3 and 2, before proceeding to Line 4 of the instructions. (Skip Lines 7 through 13.)

Check Box 3 for a **resident inter vivos trust with one or more nonresident noncontingent beneficiaries**.

- Complete *Schedule CT-1041FA*, Parts 3 and 2, before proceeding to Line 4 of the instructions. (Complete Lines 7 through 14.)
- You must complete Questions A, B, and C on Page 2 of **Form CT-1041**. All inter vivos trusts claiming a resident noncontingent beneficiary percentage on *Schedule B*, Part 2, must complete Question A or this percentage could be disallowed.

Line 4 - Federal Taxable Income of Fiduciary

Enter on Line 4 the amount of federal taxable income of the fiduciary as reported on federal Form 1041, Line 22.

Line 5 - Fiduciary's Share of Connecticut Fiduciary Adjustment

Enter on Line 5, the fiduciary's share of the Connecticut fiduciary adjustment from *Schedule B*, Part 1, Line e, Column 5. This may be a positive or negative number.

Line 6 - Gross Taxable Income of Fiduciary as Modified

Combine Line 4 and Line 5 and enter the result on Line 6.

Full-year resident inter vivos trusts with one or more nonresident noncontingent beneficiaries complete Lines 7 through 14 — all others go to Line 14 instructions.

Line 7 - Fiduciary's Share of Income From Connecticut Sources

Enter the fiduciary's share of income derived from or connected with sources within Connecticut from *Schedule CT-1041FA*, Part 2, Line e, Column 3.

Line 8

Enter on Line 8a, the amount from *Schedule CT-1041FA*, Part 3, Line 4, Column b. Enter on Line 8b, the amount from *Schedule CT-1041FA*, Part 3, Line 18, Column b. Subtract Line 8b from Line 8a and enter the result on Line 8c.

Line 9 - Income From Connecticut Sources of Fiduciary as Modified

Add Line 7 and Line 8c and enter the result on Line 9.

Line 10 - Connecticut Taxable Income of Fiduciary From Non-Connecticut Sources as Modified

Subtract Line 9 from Line 6 and enter the result on Line 10.

Line 11 - Percentage of Resident Noncontingent Beneficiaries

Enter on Line 11 the decimal, rounded to four places, from **Form CT-1041**, *Schedule B*, Part 2, Line 4.

Line 12 - Connecticut Taxable Portion of Non-Connecticut Source Income of Fiduciary

Multiply Line 10 by Line 11 and enter the result on Line 12.

Line 13 - Connecticut Taxable Income of Fiduciary of a Resident Inter Vivos Trust With One or More Nonresident Noncontingent Beneficiaries

Add Line 9 and Line 12 and enter the result on Line 13.

Line 14 - Connecticut Taxable Income of Fiduciary

If the taxpayer is a resident inter vivos trust with one or more nonresident noncontingent beneficiaries, enter the amount from Line 13. Otherwise, enter the amount from Line 6.

The amount on Line 14 must also be entered on **Form CT-1041**, Line 1.

INSTRUCTIONS FOR SCHEDULE CT-1041FA

Important: Verify line references from federal Form 1041. See note on cover.

Schedule CT-1041FA, Fiduciary Allocation, must be completed and attached to **Form CT-1041** that is filed for a:

1. Nonresident trust or estate having income derived from or connected with sources within Connecticut;
2. Part-year resident trust;
3. Resident trust or estate with a nonresident beneficiary; **or**
4. Resident inter vivos trust with one or more nonresident noncontingent beneficiaries.

Refer to the front page of *Schedule CT-1041FA* to determine which parts must be completed and in what order.

Part 1 - Computation of Connecticut Tax of a Nonresident Estate or Trust and Part-Year Resident Trust

Line 1 - Federal Taxable Income of Fiduciary

Enter the federal taxable income of the fiduciary as reported on federal Form 1041, Line 22.

Line 2 - Fiduciary's Share of Connecticut Fiduciary Adjustment

Enter on Line 2 the amount from **Form CT-1041, Schedule B**, Part 1, Line e, Column 5. This may be a positive or negative number.

Line 3 - Gross Taxable Income of Fiduciary as Modified

Add Line 1 and Line 2 and enter the total on Line 3.

Line 4 - Connecticut Taxable Income of Fiduciary From Connecticut Sources

To determine the Connecticut taxable income of the fiduciary from Connecticut sources, complete the *Schedule CT-1041FA - Line 4 Worksheet* below:

Schedule CT-1041FA - Line 4 Worksheet	
a. Fiduciary's share of income from Connecticut sources from <i>Schedule CT-1041FA</i> , Part 2, Line e, Column 3.	
b. Subtract the amount on <i>Schedule CT-1041FA</i> , Part 3, Line 18, Column b from the amount on Part 3, Line 4, Column b. Enter result here.	
c. Subtotal (Add Line a and Line b).	.00

Part-year resident inter vivos trusts with nonresident noncontingent beneficiaries, complete Lines a through i. All others, enter Subtotal from Line c on Schedule CT-1041FA, Part 1, Line 4, and go to Line 9 of Schedule CT-1041FA.

The amount entered on Line c includes the fiduciary's share of distributable net income and certain gains derived from or connected with Connecticut sources for the residency and nonresidency portions of the taxable year, and the share for the residency portion of the taxable year may include income not from Connecticut sources. If so, complete Lines d through i to determine the amount to be subtracted from the amount entered on Line c.

d. Enter the portion of the amount on <i>Schedule CT-1041FA</i> , Part 3, Line 24, Column b, that was non-Connecticut source income during the residency portion of the taxable year.	
e. Enter the percentage from Form CT-1041, Schedule B , Part 1, Line e, Column 4.	
f. Multiply Line d by Line e.	
g. Enter the portion of Line b that was non-Connecticut source income during the residency portion of taxable year.	.00
h. Subtotal (Add Line f and Line g).	
i. Total (Subtract Line h from Line c and enter the result here and on <i>Schedule CT-1041FA</i> , Part 1, Line 4).	.00

Complete Lines 5 through 8 only for part-year resident inter vivos trusts with nonresident noncontingent beneficiaries.

Line 5 - Percentage of Resident Noncontingent Beneficiaries

Enter on Line 5 the decimal (rounded to four places) from **Form CT-1041, Schedule B**, Part 2, Line 4.

Line 6 - Connecticut Taxable Income of Fiduciary From Non-Connecticut Sources During the Residency Portion of the Taxable Year as Modified

Enter on Line 6 the amount from *Schedule CT-1041FA - Line 4 Worksheet*, Line h above.

Line 7 - Connecticut Taxable Portion of Non-Connecticut Source Income of Fiduciary

Multiply Line 6 by Line 5 and enter the result on Line 7.

Line 8 - Connecticut Taxable Income of Fiduciary of a Part-Year Resident Inter Vivos Trust With Nonresident Noncontingent Beneficiaries

Add Line 4 and Line 7 and enter the total on Line 8.

Line 9

For a part-year resident inter vivos trust with nonresident noncontingent beneficiaries, enter the amount from Line 8. Otherwise, enter the greater of Line 3 or Line 4.

Line 10 - Connecticut Income Tax

Multiply Line 9 by 5% (.05) and enter the result on Line 10. If Line 9 is less than zero, enter "0."

Line 11

Part-year resident inter vivos trusts with one or more nonresident noncontingent beneficiaries:

- If Line 9 is greater than zero, enter 1.0000.
- If Line 9 is less than or equal to zero, enter "0."

All others:

- If Line 4 is greater than zero and Line 4 is greater than or equal to Line 3, enter 1.0000.
- If Line 4 is greater than zero and less than Line 3, divide Line 4 by Line 3, and enter the result as a decimal on Line 11. Round to four decimal places.
- If Line 4 is less than or equal to zero, enter "0."

Line 12 - Allocated Connecticut Tax

Multiply Line 10 by Line 11. Enter the result here and on Form CT-1041, Line 3.

Part 2 - Fiduciary's and Beneficiary's Share of Income From Connecticut Sources

The federal distributable net income derived from or connected with sources within Connecticut (Part 3, Line 24, Column b) is allocated in Part 2 to the trust or estate (fiduciary) and its beneficiaries in proportion to their respective shares in the federal distributable net income of the trust or estate. If Part 3, Line 24, Column b is zero, do not complete Part 2.

Columns 1 and 2

Using Columns 3 and 4 of Form CT-1041, Schedule B, Part 1, enter the respective amount and percentage of federal distributable net income of each beneficiary and of the fiduciary on the appropriate lines of Columns 1 and 2. List beneficiaries in the same order as used on Form CT-1041, Schedule B, Part 1, Column 1. The entries on Schedule B, Part 1, Columns 3 and 4, and Schedule CT-1041FA, Part 2, Columns 1 and 2 are identical.

For resident beneficiaries, their entire distributable share of trust or estate income, not just the portion derived from or connected with Connecticut sources, is included in their Connecticut adjusted gross income.

Column 3

Enter on the Total Line of Column 3, the amount entered on Part 3, Line 24, Column b.

Determine the share of each nonresident beneficiary or of the fiduciary of a nonresident estate or trust or part-year resident trust in the total amount by multiplying the total in Column 3 by the percent in Column 2. For part-year resident trusts, the amounts in Column 3 for nonresident beneficiaries should not include amounts received during the residency portion of the taxable year that were not derived from or connected with sources within Connecticut.

Important: The fiduciary must provide each nonresident beneficiary with a schedule of income derived from or connected with sources within Connecticut to include on his or her Form CT-1040NR/PY, Schedule CT-SI.

Part 3 - Details of Federal Distributable Net Income and Amounts of Income Derived From or Connected With Sources Within Connecticut

Enter in Column a the amount reported on federal Form 1041 as modified for the applicable items reported on Form CT-1041, Schedule A, Connecticut Fiduciary Adjustments. For information on federal amounts which may be modified, such as the gain or loss on the sale of Connecticut state and local government bonds, see Instructions For Schedule A. Enter in Column b the portion of each amount in Column a that is income or deductions derived from or connected with sources within Connecticut.

Passive Activity Loss Limitations

In completing Column b, recompute any deduction for passive activity losses to determine the amounts that would be allowed if the federal taxable income took into account only items of income, gain, loss, or deduction of income derived from or connected with sources within Connecticut.

Part-Year Resident Trusts Only

For a part-year resident trust, include in Column b all income during the residency portion of the taxable year and all income derived from or connected with sources within Connecticut during the nonresidency portion of the taxable year. If the trust was a part-year resident trust, include in Column b all items of special accruals. See Special Accruals.

Do not include in Column b any capital loss carried over from taxable years prior to 1991.

Part-year resident inter vivos trusts with one or more nonresident noncontingent beneficiaries should create a

worksheet for *Schedule CT-1041FA*, Part 3, Column b. This worksheet should indicate the amount from Column b that is attributable to non-Connecticut source income during the residency portion of the taxable year. Use this determination to complete the worksheet for *Schedule CT-1041FA*, Part 1, Line 4.

Line 1 and Line 2 - Interest Income and Dividends

Report on Line 1 and Line 2 of Column b, income from interest and dividends included in Column a from a trade or business carried on in Connecticut. Also include amounts which relate to items of income, gain, loss, or deduction of the trust or estate derived from or connected with sources within Connecticut. Include in Column a, and if applicable Column b, interest on state and local obligations other than Connecticut and exempt-interest dividends on state and local obligations other than Connecticut.

However, do not include in Column a or Column b any income exempt from state taxes under the laws of the U.S. or of Connecticut, such as interest on U.S. government bonds or dividends from qualifying mutual funds derived from U.S. government obligations. A mutual fund is a qualifying fund if at the close of each quarter of its taxable year, at least 50% of the value of its assets consists of U.S. government obligations.

Line 3 - Business Income (or Loss)

Enter in Column b the net profit from a trade or business carried on in Connecticut by the trust or estate. If business is carried on both within and outside of Connecticut and the Connecticut income can be adequately determined from the books and records of the business, enter on Line 3, Column b, the net profit from business carried on in Connecticut. If the Connecticut income cannot be adequately determined from the books and records of the business, refer to **Form CT-1040NR/PY, Schedule CT-1040BA**, for instructions on how to determine the portion related to the Connecticut business operations.

Line 4 - Capital Gain (or Loss)

Enter in Column b, the amount of capital gain (or loss) from income derived from or connected with sources within Connecticut.

Part-Year Residents and Nonresidents: Do not include in Column b a capital loss carried over from taxable years prior to 1991. (See *Conn. Agencies Regs. §12-711(b)-6*)

Line 5 - Rents, Royalties, Flow-through Entities (Partnerships, S Corporations), and Other Trusts and Estates

Include in Column b net rents and royalties from:

1. Real property situated in Connecticut whether or not used in or connected with a business;

2. Tangible personal property not used in or connected with a business, if such property has an actual location in Connecticut; **and**
3. Tangible and intangible personal property used in or connected with a trade or business carried on in Connecticut by the trust or estate.

If the estate or trust received a federal Schedule K-1 and a **Schedule CT K-1** from a partnership, S corporation, or other flow-through entity, use the corresponding lines on Form CT-1041FA to report the interest, dividends, capital gains, etc., from the flow-through entity.

Line 6 - Farm Income (or Loss)

Enter in Column b, the net profit from farming carried on in Connecticut by the trust or estate. If farming is carried on both within and outside of Connecticut and the Connecticut income can be adequately determined from the books and records of the farm, enter on Line 6, Column b, the net profit from farming carried on in Connecticut. If the Connecticut income cannot be adequately determined from the books and records of the farm, refer to **Form CT-1040NR/PY, Schedule CT-1040BA**, for instructions on how to determine the portion related to the Connecticut business operations.

Line 7 - Ordinary Gain (or Loss)

Enter in Column b, the amount of any ordinary gain (or loss) from federal Form 4797 derived from or connected with sources within Connecticut.

Line 8 - Other Income

Enter in Column b any income derived from or connected with sources within Connecticut not reportable elsewhere in Part 3.

Part-Year Residents and Nonresidents: Do not include in Column b any net operating loss carried over from taxable years prior to 1991.

Line 9

Add Lines 1 through 8 and enter the total on Line 9.

Lines 10 through 14

Enter in Column b only that portion of each item of deduction reported in Column a that relates to income derived from or connected with sources within Connecticut (as reported in Column b on Lines 1 through 8).

Line 15

Enter on Line 15, Column a, the deduction allowed to trusts and estates under I.R.C. §642(b). Use the following calculation to determine the amount of the §642 deduction to be reported on Line 15, Column b:

$\text{Line 15, Column b} = \frac{\text{Part 3, Line 9, Column b}}{\text{Part 3, Line 9, Column a}} \times \text{Line 15, Column a}$

Line 16

Add Lines 10 through 15 and enter the total on Line 16.

Line 17 - Adjusted Total Income (or Loss)

Subtract Line 16 from Line 9 and enter the result on Line 17.

For Lines 18 through 24 enter in Column b only that portion of Column a that relates to Connecticut sources.

Line 18

Enter on Line 18, Column a, the amount from federal Form 1041, Schedule D, Line 15(1).

Line 19

Enter on Line 19, Column a, the amount from federal Form 1041, Schedule A, Line 1 (long term and short term capital gain portion only).

Line 20

Enter on Line 20, Column a, the amount from federal Form 1041, Schedule A, Line 4.

Line 21

If the amount on Line 4 of this schedule is a loss, enter that amount on Line 21, Column a (as a positive figure). Otherwise, enter "0."

Line 22

Add Lines 17 through 21 and enter the total on Line 22.

Line 23

If Line 4 above is a gain, enter that amount on Line 23. Otherwise, enter "0."

Line 24 - Distributable Net Income

Subtract Line 23 from Line 22 and enter the result on Line 24. Enter the amount from Part 3, Line 24, Column b on Part 2, TOTAL Line, Column 3.

Amended Returns

Use **Form CT-1041** to amend a previously filed Connecticut income tax return. Check the *Amended Return* box on the front of Form CT-1041. Enter the amount paid with the original return on Line 12. If an amended Form CT-1041 is filed to have an overpayment of Connecticut income tax refunded or credited, it must be filed before the Connecticut statute of limitations expires. Generally, the Connecticut statute of limitations for refunding or crediting any Connecticut income tax overpayment expires three years after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If an amended return is not timely filed, a penalty may be imposed. If additional tax is due, interest will apply. See *Interest and Penalties*. The following circumstances require the filing of an amended Form CT-1041.

1. The IRS or federal courts change or correct the federal income tax return, and the change or correction results in the trust's or estate's Connecticut income tax being overpaid or underpaid.	File no later than 90 days after the final determination. If the fiduciary files an amended Form CT-1041 no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to the trust or estate, even if the Connecticut statute of limitations has otherwise expired.
2. The fiduciary of the trust or estate filed a timely amended federal income tax return, and the amendment results in the Connecticut income tax being overpaid or underpaid.	File no later than 90 days after the date you filed a timely amended federal income tax return. If the fiduciary files an amended Form CT-1041 no later than 90 days after the date of filing the timely amended federal income tax return, any Connecticut income tax overpayment resulting from filing the timely amended federal income tax return will be refunded or credited to the trust or estate, even if the Connecticut statute of limitations has otherwise expired.
3. The fiduciary claimed a credit for income tax paid to a qualifying jurisdiction on the original income tax return and the tax officials or courts of that qualifying jurisdiction made a change or correction to the income tax return and the change or correction results in the Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of the allowable credit).	File no later than 90 days after the final determination. If the fiduciary files an amended Form CT-1041 no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to the trust or estate, even if the Connecticut statute of limitations has otherwise expired.
4. The fiduciary claimed a credit for income tax paid to a qualifying jurisdiction on the original income tax return and the fiduciary filed a timely amended income tax return with that qualifying jurisdiction, and the amendment results in the Connecticut income tax being overpaid or underpaid (by increasing or decreasing the amount of the allowable credit).	File no later than 90 days after the date you filed an amended return with the qualifying jurisdiction. If the fiduciary files an amended Form CT-1041 no later than 90 days after the final determination, any Connecticut income tax overpayment resulting from the final determination will be refunded or credited to the trust or estate, even if the Connecticut statute of limitations has otherwise expired.
5. None of the above circumstances apply, but the fiduciary made a mistake or omission on the Connecticut income tax return, and the mistake or omission results in the Connecticut income tax being overpaid or underpaid.	File no later than three years after the due date of the return, or if you filed a timely request for an extension of time to file, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.

Do not file an amended **Form CT-1041** to have an overpayment refunded instead of applied to next year's estimated tax or to change contributions made to designated charities. The elections you made on the original return cannot be changed by filing an amended Form CT-1041.

Financial Disability

If you are financially disabled, as defined in I.R.C. §6511(h)(2), the time for having an overpayment of

Connecticut income tax refunded or credited to you is extended for as long as you are financially disabled. You are considered financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not considered financially disabled during any period that your spouse or any other person is authorized to act on your behalf in financial matters.

**ELECTRONIC
FILING
OPTIONS**



File Form CT-1040 EXT over the internet using WebFile.
Visit: www.ct.gov/DRS

Check this booklet for additional details!



File your federal and Connecticut returns together using e-file!

Visit: www.irs.gov/efile

CONNECTICUT TAX ASSISTANCE

	FOR TAX INFORMATION	FORMS AND PUBLICATIONS	
Internet	DRS Web site:		
	www.ct.gov/DRS		
Telephone	CONN-TAX 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere) TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.	From a touch-tone phone call: 1-800-382-9463 (in-state) and select Option 2 , or 860-297-4753 (from anywhere) DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.	
	Department of Revenue Services Taxpayer Services Division 25 Sigourney Street Hartford CT 06106-5032		
Write			
Walk-in Offices Free personal taxpayer assistance and forms are available by visiting our offices, Monday through Friday, 8:00 a.m. to 5:00 p.m. Call CONN-TAX for directions to DRS offices.	Location	Address	Phone
	Bridgeport	10 Middle Street	203-336-7890
	Hartford	25 Sigourney Street	860-297-5962
	Norwich	2 Cliff Street	860-889-2669
	Hamden	3074 Whitney Avenue, Building #2	203-287-8243
	Waterbury	55 West Main Street, Suite 100	203-805-6789
* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *			
FEDERAL TAX INFORMATION		STATEWIDE SERVICES	
For questions about federal taxes , contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit: www.irs.gov		For information on statewide services and programs, visit the ConneCT Web site at www.ct.gov	
To order federal tax forms , call: 1-800-829-3676.			

Department of Revenue Services
State of Connecticut
25 Sigourney Street
Hartford CT 06106-5032

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Application for Extension of Time to File Connecticut Income Tax Return for Trusts and Estates

IMPORTANT! PLEASE READ INSTRUCTIONS ON REVERSE BEFORE COMPLETING THIS APPLICATION

TAXPAYER (Please Type or Print)	Name of Trust or Estate		Federal Employer Identification Number
	Name and Title of Fiduciary		DRS USE ONLY
	Address of Fiduciary Number and Street		- 20
	PO Box		Decedent's Social Security Number (For Estates Only)
	City, Town, or Post Office	State	ZIP Code

This is not an extension of time to pay your tax. You must include payment of any tax due or penalty and interest may apply (see instructions). However, if you expect to owe **no additional** Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld or estimated Connecticut income tax payments you made, or both, and you **requested an extension of time to file your 2004 federal income tax return**, you are not required to file **Form CT-1041EXT**.

I request a **six-month extension** of time to **October 15, 2005**, to file my Connecticut Income Tax Return for Trusts and Estates for calendar year 2004, or until _____, _____, for fiscal year ending ► _____, _____

I have requested a federal extension on either federal Form 2758, *Application for Extension of Time to File Certain Excise, Income, Information, and Other Returns*, or federal Form 8736, *Application for Automatic Extension of Time to File U.S. Return for a Partnership, REMIC, or for Certain Trusts*, for calendar year 2004 or fiscal year beginning _____, _____ and ending _____, _____. Yes No

If **No**, the reason for the Connecticut extension is _____

YOU WILL BE NOTIFIED ONLY IF YOUR EXTENSION REQUEST IS DENIED.

1. Total Connecticut income tax liability for 2004 (You may estimate this amount) Note: An amount must be entered on Line 1. If you do not expect to owe income tax, enter "0." 1	00
2. Connecticut income tax withheld 2	00
3. 2004 estimated Connecticut income tax payments including any 2003 overpayments credited to 2004 3	00
4. Add Line 2 and Line 3 4	00
5. Connecticut income tax balance due (Subtract Line 4 from Line 1). Pay in full with this form. If Line 4 is greater than Line 1, enter "0." ► 5	00

Make check or money order payable to: **Commissioner of Revenue Services.**

Write the Federal Employer Identification Number of the trust or estate and "2004 Form CT-1041 EXT" on the check or money order.

Mail to: Department of Revenue Services
 PO Box 2934
 Hartford CT 06104-2934

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy of this form for your records	Signature of Fiduciary or Officer Representing Fiduciary	Date	Telephone Number ()
	Paid Preparer's Signature	Date	Preparer's PTIN or SSN
	Firm's Name and Address		Federal Employer Identification Number
			Telephone Number ()

FORM CT-1041 EXT Instructions

Purpose

Use **Form CT-1041 EXT** to request a **six-month extension to file** your Connecticut income tax return for trusts and estates. It will not be necessary to include a reason for the Connecticut extension request if you have already filed an extension on federal Form 2758 or federal Form 8736 with the Internal Revenue Service. If federal Form 2758 or federal Form 8736 was not filed, the fiduciary can apply for a six-month extension to file a Connecticut income tax return provided there is reasonable cause for the request.

Important: If you expect to owe no additional Connecticut income tax for the 2004 taxable year, after taking into account any Connecticut income tax withheld or any estimated Connecticut income tax payments you have made (or both), and you have requested an extension of time to file your 2004 federal income tax return, you are not required to file Form CT-1041 EXT.

How to Get an Extension to File

To obtain a Connecticut extension of time to file, the fiduciary **must:**

1. Complete **Form CT-1041 EXT** in its entirety;
2. File it on or before the due date of the return; **and**
3. Pay the amount shown on Line 5.

The Department of Revenue Services (DRS) will notify you **only** if your request is denied.

Form CT-1041 EXT only extends the **time to file** the Connecticut income tax return. **Form CT-1041 EXT does not** extend the **time** to pay the income tax.

You may qualify for a six-month extension of time to pay your tax. To request this extension you must file **Form CT-1127, Application for Extension of Time for Payment of Income Tax**, with your timely filed Connecticut income tax return or extension.

Interest and Penalty

In general, interest and penalty apply to any portion of the tax not paid on or before the original due date of the return. Interest is computed at 1% (.01) per month or fraction of a month on the underpayment of tax from the original due date to the date of payment.

Late Payment Penalty: The penalty for underpayment of tax is 10% (.10) of the tax due.

Late Filing Penalty: 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.

When to File Form CT-1041 EXT

File **Form CT-1041 EXT** on or before April 15, 2005. If the taxable year is other than the calendar year, file **Form CT-1041 EXT** on or before the fifteenth day of the fourth month following the close of the taxable year. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

Required Information

The following information must be provided when completing **Form CT-1041 EXT:**

1. Name of the trust or estate;
2. Federal Employer Identification Number (FEIN) of the trust or estate;
3. Name and title of the fiduciary;
4. Address of the fiduciary; **and**
5. Decedent's Social Security Number (SSN) (for estates only).

Signature

The fiduciary or an officer representing the fiduciary must sign this form.

Paid Preparer Information

Anyone the fiduciary pays to prepare the return must sign and date it. 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.

Others Who May Sign

Anyone with a signed Power of Attorney on file may sign on your behalf.

If a fiduciary is unable, by reason of illness, absence, or other good cause, to sign a request for an extension, any person standing in a close personal or business relationship to the fiduciary (including attorneys, accountants, and enrolled agents) may sign the request on his or her behalf, and will be considered as a duly authorized agent for this purpose, provided the request sets forth the reasons for a signature other than that of the fiduciary and states the relationship existing between the fiduciary and the signer.

Where to File

Make a copy of this form for your records.

Mail to: **Department of Revenue Services**
PO Box 2934
Hartford CT 06104-2934

FORM CT-1041ES



2005 Estimated Connecticut Income Tax Payment Coupon for Trusts and Estates

General Instructions

Who Should File This Coupon: Use this coupon if you must make estimated income tax payments for 2005.

Nonresident Trusts and Estates and Part-Year Resident Trusts: Nonresident trusts and estates are subject to Connecticut income tax on their Connecticut source income. Part-year resident trusts are taxed on all income received while a resident trust of Connecticut and on income received from Connecticut sources while a nonresident trust. **Connecticut source income** includes, but is not limited to, income from a business, profession, occupation, or trade conducted in this state, as well as income from the rental or sale of real or tangible property located in Connecticut.

Who Must Make Estimated Payments: In most cases, a payment of estimated income tax is required if your Connecticut income tax (after tax credits) minus Connecticut tax withheld is \$1,000 or more, and you expect your Connecticut income tax withheld to be less than your required annual payment.

Your required annual payment is the **lesser** of:

- 90% of the income tax shown on your 2005 Connecticut income tax return; or
- 100% of the income tax shown on your 2004 Connecticut income tax return, if you filed a 2004 Connecticut income tax return that covered a 12-month period.

You do **not** have to make estimated income tax payments if:

- You were a Connecticut resident in 2004 and you did not file a 2004 income tax return because you had no Connecticut income tax liability; or
- You were a nonresident or part-year resident with Connecticut source income in 2004 and you did not file a 2004 income tax return because you had no Connecticut income tax liability.

If you were a nonresident or part-year resident and you did not have Connecticut source income in 2004, then you must use 90% of the income tax shown on your 2005 Connecticut income tax return as your required annual payment.

Decedents' estates and certain trusts must make estimated Connecticut income tax payments for any taxable year ending two or more years after the date of the decedent's death. See Conn. Gen. Stat. §12-722(n)(2).

When to File: Estimated payments for the 2005 taxable year are due April 15, June 15, September 15, 2005, and January 15, 2006. (Fiscal year filers should follow federal filing due dates. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.) An estimate is considered timely filed if received or if the date shown by the U.S. Postal Service cancellation mark is on or before the due date.

Note: Taxpayers can use certain private delivery services, in addition to the U.S. Postal Service, for delivering returns, claims, statements or other documents, or payments, and meet the timely mailing as timely filing/payment rules. DRS has accepted the list of private delivery services that is currently

published by the Internal Revenue Service. The following is the current list of designated private delivery services: Airborne Express (Airborne), DHL Worldwide Express (DHL), Federal Express (FedEx), and United Parcel Service (UPS). This list is subject to change. See **Policy Statement 2002(4), Designated Private Delivery Services and Designated Types of Service.**

How Much Should I Pay: Complete the *2005 Estimated Connecticut Income Tax Worksheet* on the back to calculate your required annual payment.

Estimated Payment Rules for Farmers or Fishermen: If the trust or estate is classified as a farmer or fisherman (as defined in I.R.C. §6654(i)(2)) who is required to make estimated income tax payments, you are required to make only one payment. Your installment is due on or before January 15, 2006, for the 2005 taxable year. The required installment is the lesser of 66 $\frac{2}{3}$ % of the Connecticut income tax shown on your 2005 return or 100% of the Connecticut income tax shown on your 2004 return. See **Informational Publication 2004(14), Farmer's Guide to Sales and Use Taxes, Motor Vehicles Fuels Tax, Estimated Income Tax, and Withholding Tax.**

A farmer or fisherman, who files a 2005 Connecticut income tax return on or before March 1, 2006, and pays the full amount computed on the return as payable on or before that date, will not be charged interest for underpayment of estimated tax.

Annualized Income Installment Method: If the trust's or estate's income varies throughout the year, using the **annualized income installment method** may help you reduce or eliminate the amount of the estimated tax payment for one or more periods. See **Informational Publication 2004(17), A Guide To Calculating Your Annualized Estimated Income Tax Installments and Worksheet CT-1040 AES.**

Interest: If you did not pay enough tax through withholding or estimated payments, or both, by any installment due date, you will be charged interest, even if you are due a refund when you file your tax return. Interest is figured separately for each installment. Therefore, you may owe interest for an earlier installment, even if you paid enough tax later to make up for the underpayment. Interest at 1% (.01) per month or fraction of a month will be added to the tax due until the earlier of April 15, 2006, or the date on which the underpayment is paid.

If you file your income tax return for the 2005 taxable year on or before January 31, 2006, and pay the full amount computed on the return as payable for the taxable year, no interest will be calculated on the underpayment of estimated income tax for the fourth required installment. (This does not apply to taxpayers paying estimated Connecticut income taxes as farmers or fishermen.)

How to Get Help: Visit the DRS Web site at www.ct.gov/DRS or for personal assistance, contact the Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.

COMPLETE THE PAYMENT COUPON

Complete the payment coupon below. Be sure to complete all the required taxpayer identification information. Enter the payment amount on Line 1 of this coupon. In determining your payment amount, you may subtract from your installment amount any available overpayment of 2004 income tax.

..... cut here

CT-1041ES ESTIMATED CONNECTICUT INCOME TAX PAYMENT FOR TRUSTS AND ESTATES		2005
Federal Employer Identification Number ▶ _____	PAYMENT 1	FOR TAXABLE YEAR ENDING
Name of Trust or Estate	DRS USE ONLY ▶ _____ 20	
Name and Title of Fiduciary	1. Payment Amount ▶	00
Address (Number and Street) PO Box		
City or Town, State, and ZIP Code		

Send completed coupon and payment to:

**Department of Revenue Services
 PO Box 2934
 Hartford CT 06104-2934**

- See instructions for filing requirements.
- Print all information.
- Make check or money order payable to: **Commissioner of Revenue Services.**
- Write the Federal Employer Identification Number of the trust or estate and "2005 Form CT-1041ES" on the check or money order.

2005 ESTIMATED CONNECTICUT INCOME TAX WORKSHEET

1. Federal taxable income of trust or estate you expect in 2005	1.		00
2. Allowable Connecticut fiduciary adjustments (additions or subtractions, see instructions)	2.		00
3. Connecticut taxable income (Add Line 1 and Line 2)	3.		00
Nonresident trusts and estates, and part-year resident trusts without any nonresident noncontingent beneficiaries: Enter your income from Connecticut sources if greater than your Connecticut taxable income.			
4. Connecticut income tax (Multiply Line 3 by .05)	4.		00
5. Apportionment factor (Connecticut resident trusts and estates enter 1.0000. Nonresident trusts and estates, and part-year resident trusts, see instructions)	5.		
6. Multiply Line 4 by Line 5	6.		00
7. Net credit for income taxes due to qualifying jurisdictions (See instructions)	7.		00
8. Subtract Line 7 from Line 6	8.		00
9. Estimated Connecticut Alternative Minimum Tax (See instructions)	9.		00
10. Add Line 8 and Line 9	10.		00
11. Adjusted Net Connecticut Minimum Tax Credit (See instructions)	11.		00
12. Total estimated income tax (Subtract Line 11 from Line 10)	12.		00
13. Multiply Line 12 by 90% (0.90)	13.		00
14. Enter 100% of the income tax shown on your 2004 Connecticut income tax return (See instructions)	14.		00
15. Enter the lesser of Line 13 or Line 14. (If Line 14 is blank, enter the amount from Line 13.) This is your required annual payment. (See caution below)	15.		00

CAUTION: Generally, if you do not prepay (through timely estimates or withholding, or both) the lesser of 100% of the income tax shown on your 2004 Connecticut income tax return, or 90% of the income tax shown on your 2005 Connecticut income tax return, you may owe interest. To avoid interest charges, make sure your estimate is as accurate as possible. You may prefer to pay 100% of the income tax shown on your 2004 Connecticut income tax return.

16. Connecticut income tax withheld or expected to be withheld in 2005	16.		00
If Line 12 minus Line 16 is \$1,000 or less, no estimated payment is required.			
17. Subtract Line 16 from Line 15. If the result is zero or less, no estimated payment is required	17.		00
18. Installment percentage	18.	.25	
19. Multiply Line 17 by Line 18. Pay this amount for each installment	19.		00

INSTRUCTIONS FOR COMPLETING WORKSHEET

Line 2: Enter the total of your estimated allowable Connecticut fiduciary adjustments. (See instructions for Form CT-1041, Schedule A, Connecticut Fiduciary Adjustments, for information about allowable adjustments.)

Line 3: Nonresident trusts and estates, and part-year resident trusts without any nonresident noncontingent beneficiaries: If your Connecticut source income is greater than your Connecticut taxable income, enter your Connecticut source income on this line.

RESIDENT OR PART-YEAR RESIDENT INTER VIVOS TRUSTS WITH NONRESIDENT NONCONTINGENT BENEFICIARIES:

$$\text{CT taxable income} = \text{CT source income} + \left(\frac{\text{Non-Connecticut source income during total period of Connecticut residency}}{\text{Total noncontingent beneficiaries}} \times \frac{\text{Resident noncontingent beneficiaries}}{\text{Total noncontingent beneficiaries}} \right)$$

Line 5: Nonresident trusts and estates, and part-year resident trusts without any nonresident noncontingent beneficiaries: If your Connecticut source income is less than your Connecticut adjusted gross income, complete the following calculation and enter the result on Line 5.

$$\frac{\text{Connecticut Source Income}}{\text{Connecticut Taxable Income (Line 3)}} = \text{Line 5}$$

Do not enter a number that is less than zero or greater than 1. If the result is less than zero, enter "0," if greater than 1, enter 1.0000. Round to four decimal places.

Line 7: Resident estates and trusts, and part-year resident trusts only: Enter estimated allowable net credit for income taxes due and paid to other jurisdictions. Enter "0," if not applicable. (See Form CT-1041, Credit for Income Taxes Paid to Qualifying Jurisdictions, Worksheet Instructions.)

Line 9: If you expect to owe federal alternative minimum tax in 2005, you may also owe Connecticut alternative minimum tax. Enter your estimated Connecticut alternative minimum tax liability. (See instructions for Form CT-1041, Schedule I, Connecticut Alternative Minimum Tax Return Computation of Trusts and Estates.)

Line 11: Enter estimated allowable adjusted net Connecticut minimum tax credit. Enter "0" if you are not entitled to a credit, or if you entered an amount on Line 9. (See instructions for Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts, and Estates.)

Line 14: If your 2004 Connecticut income tax return covered a 12-month period, enter 100% of the income tax shown on your return (from Form CT-1041, Line 9). If you were a resident in 2004 and you did not file a 2004 Connecticut income tax return because you had no Connecticut income tax liability, enter "0." If you were a nonresident or part-year resident in 2004 with Connecticut source income and you did not file a 2004 Connecticut income tax return because you had no Connecticut income tax liability, enter "0." All other taxpayers must leave Line 14 blank.

CT-1041ES ESTIMATED CONNECTICUT INCOME TAX PAYMENT FOR TRUSTS AND ESTATES		2005
Federal Employer Identification Number ▶ _____ : _____	PAYMENT 4	FOR TAXABLE YEAR ENDING
Name of Trust or Estate	DRS USE ONLY ▶ _____ — 20	
Name and Title of Fiduciary	1. Payment Amount ▶	00
Address (Number and Street) PO Box		
City or Town, State, and ZIP Code		

- See instructions for filing requirements.
- Print all information.
- Make check or money order payable to: **Commissioner of Revenue Services.**
- Write the Federal Employer Identification Number of the trust or estate and "2005 Form CT-1041ES" on the check or money order.

Send completed coupon and payment to:

**Department of Revenue Services
PO Box 2934
Hartford CT 06104-2934**



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CT-1041ES ESTIMATED CONNECTICUT INCOME TAX PAYMENT FOR TRUSTS AND ESTATES		2005
Federal Employer Identification Number ▶ _____ : _____	PAYMENT 3	FOR TAXABLE YEAR ENDING
Name of Trust or Estate	DRS USE ONLY ▶ _____ — 20	
Name and Title of Fiduciary	1. Payment Amount ▶	00
Address (Number and Street) PO Box		
City or Town, State, and ZIP Code		

- See instructions for filing requirements.
- Print all information.
- Make check or money order payable to: **Commissioner of Revenue Services.**
- Write the Federal Employer Identification Number of the trust or estate and "2005 Form CT-1041ES" on the check or money order.

Send completed coupon and payment to:

**Department of Revenue Services
PO Box 2934
Hartford CT 06104-2934**



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CT-1041ES ESTIMATED CONNECTICUT INCOME TAX PAYMENT FOR TRUSTS AND ESTATES		2005
Federal Employer Identification Number ▶ _____ : _____	PAYMENT 2	FOR TAXABLE YEAR ENDING
Name of Trust or Estate	DRS USE ONLY ▶ _____ — 20	
Name and Title of Fiduciary	1. Payment Amount ▶	00
Address (Number and Street) PO Box		
City or Town, State, and ZIP Code		

- See instructions for filing requirements.
- Print all information.
- Make check or money order payable to: **Commissioner of Revenue Services.**
- Write the Federal Employer Identification Number of the trust or estate and "2005 Form CT-1041ES" on the check or money order.

Send completed coupon and payment to:

**Department of Revenue Services
PO Box 2934
Hartford CT 06104-2934**

Form CT-1065/CT-1120SI
Connecticut Composite
Income Tax Return

CT-1065/CT-1120SI
2004

See instructions before completing this form.

For calendar year 2004, or other taxable year beginning _____, 2004, and ending _____

Name of Pass-through Entity (PE)		Federal Employer ID Number
Number and Street		DRS USE ONLY
PO Box	- 20	
City or Town	State	ZIP Code
		Connecticut Tax Registration Number

A PE is a partnership, LLC treated as a partnership for federal income tax purposes, or S corporation.

Type of PE: Partnership (including LLC treated as a partnership) S Corporation

Pass-through Entity Information (Complete this section first and then complete Part I, Schedule B.)

- A. Check here if: Amended Return Final Return (out of business in Connecticut)
- B. Change of Address (See instructions, Page 11)
- C. Total number of noncorporate members as of the close of the PE's taxable year:
 Resident Nonresident
- D. Enter the amount from federal Form 1065 or federal Form 1120S, Schedule K, Line 1:
- E. Date business began: _____ Date business began in Connecticut: _____
- F. Does this PE own, directly or indirectly, an interest in Connecticut real property? YES NO
- G. Was a controlling interest in the PE transferred? YES NO
 If "YES," enter transferor name _____
 and Social Security Number or Federal Employer ID Number _____
- H. Did this PE transfer a controlling interest in an entity that owns, directly or indirectly, an interest in Connecticut real property? YES NO
 If "YES," enter entity name _____
 and Federal Employer ID Number _____

PART I Schedule A - PE Computation of Composite Tax Due

1. Total Connecticut source income included in composite return (From Part I, Schedule B, Line 8, Column B)	1	00
2. Tax liability: Multiply Line 1 by 5.0% (.05)	2	00
3. Payments made with Form CT-1065/CT-1120SI ES	3	00
4. Payment made with Form CT-1065/CT-1120SI EXT	4	00
5. Total payments - Add Line 3 and Line 4	5	00
6. Overpayment (If Line 5 is more than Line 2, Subtract Line 2 from Line 5)	6	00
7. Amount of tax owed (If Line 2 is more than Line 5, Subtract Line 5 from Line 2)	7	00
8. If late: Enter Penalty (See instructions)	8	00
9. If late: Enter Interest (1% (.01) X number of months late, or fraction thereof, X amount on Line 7)	9	00
10. Interest on underpayment of estimated tax (Attach Form(s) CT-2210, if applicable)	10	00
11. Balance due with this return (Add Lines 7 through 10)	11	00

PARTNERSHIP - ATTACH A COMPLETE COPY OF FEDERAL FORM 1065 (EXCLUDING K-1s)
S CORPORATION - ATTACH A COMPLETE COPY OF FEDERAL FORM 1120S INCLUDING ALL SCHEDULES (EXCLUDING K-1s)

PART I Schedule B – PE Member Composite Return (See instructions)									
A		B		C		D		E	
Name of member who is a nonresident noncorporate member or PE		Identification No. (See instructions)	Connecticut Source Income (See instructions)		Tax Liability (Col. B X .05)		Payments Made		Interest (Form CT-2210)
1.				00		00		00	00
2.				00		00		00	00
3.				00		00		00	00
4.				00		00		00	00
5.				00		00		00	00
6.				00		00		00	00
7.	Subtotal from additional schedules (if needed)			00		00		00	00
8.	Total Connecticut source income (Add Lines 1 - 7, Column B)			00					
9.	Total composite return tax liability (Add Lines 1 - 7, Column C)					00			
10.	Total tax payments made (Add Lines 1 - 7, Column D)							00	
11.	Total interest due (Form CT-2210) (Add Lines 1 - 7, Column E)								00

PART II Allocation and Apportionment of Income (See instructions, Page 13)
 Complete this part ONLY if ALL of the following apply:

- There are one or more nonresident noncorporate members or one or more members which are PEs;
- The PE carries on business both within and outside Connecticut; and
- The books and records do not satisfactorily disclose the portion of income derived from or connected with Connecticut sources.

		Column A Totals Everywhere		Column B Connecticut Only		Column C Fraction (entered as a decimal)	
1.	Real property owned	1	00		00	Divide Column B by Column A	
2.	Real property rented from others	2	00		00		
3.	Tangible personal property owned or rented	3	00		00		
4.	Property owned or rented (Add Lines 1, 2, and 3)	4	00		00		
5.	Employee wages and salaries	5	00		00		
6.	Gross income from sales and services	6	00		00		
7.	Total (Add Lines 4, 5, and 6, Column C)	7					
8.	Apportionment fraction (Divide Line 7 by three or actual number of fractions)	▶ 8					

PART III Place(s) of Business

Attach a schedule to the back of this return listing all places, both within and outside Connecticut, where the PE carries on business.

PART IV Member Information				
Member #	Member Name and Address (See instructions for order in which to list and Member Type Codes)	Member Type Code	Federal ID Number or Social Security Number	% Ownership
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶

Part V Member's Share of Connecticut Modifications

		Member		Member		Member	
		▶ # _____	▶ # _____	▶ # _____	▶ # _____	▶ # _____	▶ # _____
Additions (enter all amounts as positive numbers)							
1. Interest on state and local government obligations other than Connecticut	1. ▶	00	▶	00	▶	00	▶
2. Mutual fund exempt-interest dividends from non-Connecticut state or municipal government obligations	2. ▶	00	▶	00	▶	00	▶
3. Certain deductions relating to income exempt from Connecticut income tax	3. ▶	00	▶	00	▶	00	▶
4. Special depreciation allowance for qualified property placed in service prior to September 11, 2004	4. ▶	00	▶	00	▶	00	▶
5. Other - specify: _____	5. ▶	00	▶	00	▶	00	▶
Subtractions (enter all amounts as positive numbers)							
6. Interest on U.S. government obligations	6. ▶	00	▶	00	▶	00	▶
7. Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations	7. ▶	00	▶	00	▶	00	▶
8. Certain expenses related to income exempt from federal income tax but subject to Connecticut tax ..	8. ▶	00	▶	00	▶	00	▶
9. Special depreciation allowance for qualified property placed in service during the preceding year(s)	9. ▶	00	▶	00	▶	00	▶
10. Other - specify: _____	10. ▶	00	▶	00	▶	00	▶

Part VI Member's Share of Connecticut-sourced Portion of Items From Federal Schedule K-1 (Form 1065 or Form 1120S)

		Member		Member		Member	
		▶ # _____	▶ # _____	▶ # _____	▶ # _____	▶ # _____	▶ # _____
1. Ordinary business income (loss)	1. ▶	00	▶	00	▶	00	▶
2. Net rental real estate income (loss)	2. ▶	00	▶	00	▶	00	▶
3. Other net rental income (loss)	3. ▶	00	▶	00	▶	00	▶
4. Guaranteed payments	4. ▶	00	▶	00	▶	00	▶
5. Interest income	5. ▶	00	▶	00	▶	00	▶
6a. Ordinary dividends	6a. ▶	00	▶	00	▶	00	▶
6b. Qualified dividends	6b. ▶	00	▶	00	▶	00	▶
7. Royalties	7. ▶	00	▶	00	▶	00	▶
8. Net short-term capital gain (loss)	8. ▶	00	▶	00	▶	00	▶
9a. Net long-term capital gain (loss)	9a. ▶	00	▶	00	▶	00	▶
9b. Collectibles (28%) gain (loss)	9b. ▶	00	▶	00	▶	00	▶
9c. Unrecaptured section 1250 gain	9c. ▶	00	▶	00	▶	00	▶
10. Net section 1231 gain (loss)	10. ▶	00	▶	00	▶	00	▶
11. Other income (loss) (attach schedule)	11. ▶	00	▶	00	▶	00	▶
12. Section 179 deduction	12. ▶	00	▶	00	▶	00	▶
13. Other deductions: _____	13. ▶	00	▶	00	▶	00	▶

The PE must furnish Schedule CT K-1 to each nonresident noncorporate member and each member which is a PE.

Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Mail to: Department of Revenue Services, PO Box 2967, Hartford CT 06104-2967

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

SIGN HERE Keep a copy of this return for your records	Signature of General Partner or Corporate Officer	Date	May DRS contact the preparer shown below about this return? Yes <input type="checkbox"/> No <input type="checkbox"/> (See instructions, Page 19)
	Title	Telephone Number ()	
	Paid Preparer's Signature	Date	Preparer's SSN or PTIN ▶
	Firm's Name and Address	Federal Employer ID Number ▶	Telephone Number ()

Check if you used a paid preparer and do not want forms sent to you next year. Checking this box does not relieve you of your responsibility to file.

2004

FORM

CT-1065/ CT-1120SI

This booklet
contains:

Form CT-1065/
CT-1120SI

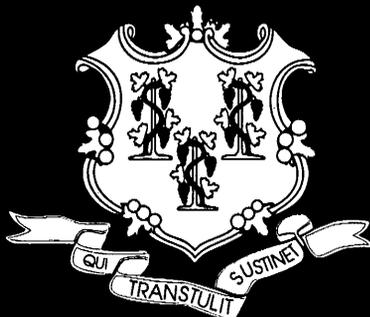
Form CT-1065/
CT-1120SI EXT

Form CT-2NA

Form CT-1065/
CT-1120SI ES

Schedule CT K-1

Form CT-1065/
CT-1120SI
Supplemental
Attachment



Connecticut Composite Income Tax Return and Instructions

Dear Customer:

At the Connecticut Department of Revenue Services (DRS), our goal is to provide you with the most complete resource for state business tax information. Recent legislative changes have resulted in the combining of the 2004 CT-1065 and CT-1120SI tax forms. This booklet contains important information about those legislative changes, how they will affect Connecticut taxpayers, and how this new form will be filed. Please read it carefully.

DRS values its partnerships with Connecticut businesses and continues to focus on providing excellent customer service with a user-friendly approach to tax administration. If you need assistance, DRS Taxpayer Services personnel can answer your questions by phone, letter, or e-mail. The back cover of this booklet provides all the ways you can access this Agency including the DRS Web site, which is a valuable resource available anytime for you to download Connecticut tax forms, DRS publications, and other information you may need.

Comments and ideas on how we can improve the way we do business are always welcomed, so please feel free to contact us.

Sincerely,

Pam Law

Commissioner of Revenue Services

Taxpayer information is available on our Web site:

www.ct.gov/DRS

Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.

CONN-TAX

If you have a touch-tone phone, you can obtain important income tax information anytime from CONN-TAX, the Department of Revenue Services information line. Call 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere), press 4 to be connected to the recorded tax information menu, then press 1 to select *Recorded Income Tax Information*. Enter the three-digit number next to the topic of your choice shown below, or follow the prerecorded instructions.

GENERAL INCOME TAX INFORMATION

- | | | | |
|-----|--------------------------------------------------|-----|---------------------------------------------------------------------------------|
| 101 | Important income tax changes | 106 | Filing an error-free return |
| 102 | How to choose the correct form and filing method | 107 | Amending a Connecticut return |
| 103 | Where to get forms and assistance | 108 | Getting a copy of a previously filed return |
| 104 | Requesting a filing extension | 109 | Offsets of state income tax refunds |
| 105 | Filing a decedent's return | 110 | Deducting Connecticut income tax when completing your federal income tax return |

INCOME TAX FILING REQUIREMENTS, RESIDENCY, AND FILING STATUS

- | | | | |
|-----|--------------------------------------------------------|-----|------------------------------------------|
| 201 | Who must file a Connecticut return? | 205 | Members of the armed forces |
| 202 | What is gross income? | 206 | Student's filing requirements |
| 203 | Who is a resident, nonresident, or part-year resident? | 207 | Dependent children's filing requirements |
| 204 | What is Connecticut source income of a nonresident? | 208 | What is your filing status? |
| | | 209 | Title 19 recipients |

INDIVIDUAL USE TAX, GIFT TAX, AND OTHER INCOME TAX RETURNS

- | | | | |
|-----|----------------------------------------------------|-----|------------------------------------------------------------|
| 301 | Individual use tax | 305 | Partnership information and composite income tax |
| 302 | Gift tax | 306 | Group return for shareholders, partners, and beneficiaries |
| 303 | Income tax on trusts and estates | | |
| 304 | S corporation information and composite income tax | | |

COMPLETING FORM CT-1040 OR FORM CT-1040NR/PY

- | | | | |
|-----|-------------------------------------------------------------------------------|-----|------------------------------------------------|
| 401 | Tax status of U.S. government obligations | 406 | Modifications to federal adjusted gross income |
| 402 | Tax status of state or local obligations | 407 | Connecticut alternative minimum tax |
| 403 | Residents and part-year residents who paid income tax to another jurisdiction | 408 | Property tax credit |
| 404 | Deferred compensation | 409 | Questions about a state tax refund |
| 405 | Pension income, Social Security benefits, and Individual Retirement Accounts | | |

ESTIMATED INCOME TAX REQUIREMENTS

- | | | | |
|-----|-----------------------------------------|-----|---------------------------|
| 501 | Who must estimate? | 505 | Annualization of income |
| 502 | Withholding instead of making estimates | 506 | Interest on underpayments |
| 503 | Estimated income tax form | 507 | Farmers and fishermen |
| 504 | When to file and how much to pay | | |

QUESTIONS ON TELEFILING AND WEBFILING

- | | | | |
|-----|--------------------------------------------|-----|-------------------------------------------|
| 601 | Who is eligible to Telefile? | 604 | WebFiling |
| 602 | Tips for successful Telefiling | 605 | What if I make a mistake while WebFiling? |
| 603 | What if I make a mistake while Telefiling? | | |

Extended Telephone Hours for the 2004 Filing Season:

Monday, January 31 (until 7 p.m.)

Monday, February 7 (until 7 p.m.)

Monday, February 14 (until 7 p.m.)

Extended Telephone Personal Assistance and Walk-in Hours:

(25 Sigourney Street, Hartford Only)

Friday, April 15 (until 8 p.m.)

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OTHER TAXES FOR WHICH THE PASS-THROUGH ENTITY (PE) MAY BE LIABLE

The information that follows is intended to be a general description of certain other Connecticut taxes for which a pass-through entity (PE) may be liable. For further information about these taxes, contact the Department of Revenue Services (DRS), Taxpayer Services Division. See the back cover for a list of DRS walk-in offices and telephone numbers.

Registration

To register for sales and use taxes and Connecticut income tax withholding, as well as most other Connecticut taxes administered by DRS, a PE must complete **Form REG-1, Business Taxes Registration Application**. Visit the DRS Web site to register on-line. If a PE already has a Connecticut Tax Registration Number, additional taxes for which the PE is liable may be added to the registration by contacting the DRS Registration Unit at 860-297-4885.

Connecticut Sales and Use Taxes

A PE 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 PE which maintains an office or transacts business in Connecticut (regardless of the location of the payroll department) and is considered an employer for federal income tax withholding purposes must withhold Connecticut income tax from Connecticut wages, as defined in Conn. Agencies Reg. §12-706(b)-1. (See **Circular CT.**)

Business Entity Tax

The BET applies to each of the following entities, if required to file an annual report with the Connecticut Secretary of the State:

- S corporation;
- Limited liability partnership;
- Limited partnership; **or**
- Limited liability company, which is, 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.

See **Special Notice 2002(11), Business Entity Tax**, and **Informational Publication 2003(15), Q & A on the Business Entity Tax**, for more information.

Controlling Interest Transfer Taxes

There is a tax imposed 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**. See **Special Notice 2003(11), Legislation Affecting the Controlling Interest Transfer Tax**, for more information.

Real Estate Conveyance Tax

If a PE transfers real estate in Connecticut, it must complete and file **Form OP-236, Real Estate Conveyance Tax Return**, in the town in which the real estate is situated.

WHAT'S NEW

New Form

For taxable years beginning on or after January 1, 2004, a PE is required to file **Form CT-1065/CT-1120SI**, *Connecticut Composite Income Tax Return*, where it is required to file federal Form 1065, U.S. Return of Partnership Income, or federal Form 1120S, U.S. Income Tax Return for an S Corporation, and has any income, gain, loss, or deduction derived from or connected with sources within Connecticut. **Form CT-1065**, *Connecticut Partnership Income Tax Return*, and **Form CT-1120SI**, *Connecticut S Corporation Composite and Income Tax Return*, are obsolete. A PE is required to make a Connecticut composite income tax payment on behalf of a member where:

- The member's share of the PE's income derived from or connected with Connecticut sources is **\$1,000 or more**;
- An election to be included on a **group return** (Form CT-G) **has not been made** by the member; **and**
- The member is a **nonresident noncorporate member or a PE**.

Previously, a PE was not required to make a composite Connecticut income tax payment on behalf of any nonresident member who elected to pay Connecticut income tax by filing **Form CT-1NA**, *Nonresident Income Tax Agreement*, with the PE. *2004 Conn. Pub. Acts 216, §54* precludes that election, and, if the election was previously made, nullifies that election for taxable years of PEs beginning on or after January 1, 2004.

A PE is required to make *estimated* composite income tax payments on behalf of a member where:

- The member's share of the PE's income derived from or connected with Connecticut sources is \$20,000 or more;
- An election to be included on a group return has not been made by the member; **and**
- The member is a nonresident noncorporate member or a PE.

Form CT-G

For taxable years beginning on or after January 1, 2004, a PE with **two or more qualified electing nonresident members** may file a group return. A group return may also be filed by a trust or estate with

two or more qualified electing nonresident beneficiaries. All qualified electing nonresident members must have the same taxable year. Previously, a group return could only be filed by a PE (or by a trust or estate) with ten or more qualified electing nonresident members.

Underpayment of Estimated Tax

For taxable years beginning on or after January 1, 2004, the threshold for imposing an addition to tax for an underpayment of estimated tax has been **increased from more than \$500, to \$1,000 or more**.

New Coding for Part IV Member Information

A two-letter *Member Type Code* is required on Part IV of **Form CT-1065/CT-1120SI**. The PE must enter a code for each member. The codes are used to identify the type of member and, for some members, their residency. The codes are as follows:

Member	Member Type Code
Nonresident or part-year resident individual	NI
Nonresident or part-year resident trust	NT
Nonresident estate	NE
Pass-through entity	PE
Resident individual	RI
Resident trust	RT
Resident estate	RE
Corporate member	CM

Schedule CT K-1

For taxable years beginning on or after January 1, 2004, each PE is required to complete and furnish **Schedule CT K-1**, *Member's Share of Certain Connecticut Items*, to each member listed in **Form CT-1065/CT-1120SI**, Part IV, other than a corporate member.

The PE is required to furnish **Schedule CT K-1** on or before the fifteenth day of the fourth month (April 15 for calendar year filers) to each resident and nonresident noncorporate member and each member which is a PE.

DEFINITIONS

Pass-through entity (PE) means a partnership or an S corporation.

Partnership means and includes a general partnership, limited partnership, limited liability partnership, publicly traded partnership, or limited liability company (LLC) treated as a partnership for federal income tax purposes.

S corporation means a corporation which is an S corporation for federal income tax purposes.

Member means and includes a partner of a partnership, a member of a LLC treated as a partnership for federal income tax purposes, or a shareholder of an S corporation.

Member's share means a partner's distributive share of partnership income, gain, loss, or deduction; a member's distributive share of LLC income, gain, loss, or deduction; or a shareholder's pro rata share of S corporation income, gain, loss, or deduction.

Noncorporate member means each member that is a resident individual, resident trust, resident estate, nonresident individual, nonresident trust, nonresident estate, part-year resident individual, or part-year resident trust.

Nonresident noncorporate member means each noncorporate member who is a nonresident individual, nonresident trust, nonresident estate, part-year resident individual, or part-year resident trust.

Resident noncorporate member means each noncorporate member who is a resident individual, resident trust, or resident estate.

Corporate member means each member which is a C corporation for federal income tax purposes, LLC that has elected to be taxed as a C corporation for federal income tax purposes, real estate investment trust, real estate mortgage investment conduit, regulated investment company, or organization exempt from federal income tax.

GENERAL INFORMATION

How to Get Help

DRS is ready to help you and offers several resources where you can get answers to Connecticut tax questions. Visit the DRS Web site at www.ct.gov/DRS or for personal assistance, see the back cover for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m. If you visit, be sure to bring your **completed** federal Form 1065, Partnership Return of Income, or Form 1120S, U.S. Income Tax Return for an S corporation.

Personal telephone assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. Extended hours are offered, see Page 2. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line, or visit the DRS Web site for details.

How to Get Additional Forms and Publications

Download and print Connecticut tax forms and publications anytime from the DRS Web site at www.ct.gov/DRS. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet. You may also photocopy the forms you need from the *2004 Connecticut Package X*, which is on file at most public libraries.

Who Must File Form CT-1065/CT-1120SI

Every PE doing business in Connecticut, or having income derived from or connected with sources within Connecticut, must file **Form CT-1065/CT-1120SI**, regardless of the amount of its income (or loss).

The PE must first complete either federal Form 1065, U.S. Partnership Return of Income, or Form 1120S, U.S. Income Tax Return for an S corporation. Information on the federal return is needed to complete **Form CT-1065/CT-1120SI**.

Important: If the PE files **Form CT-G** and pays Connecticut income tax on behalf of its qualified electing nonresident members, it must also complete **Form CT-1065/CT-1120SI**.

What Information Must be Provided to the Members

On or before the fifteenth day of the fourth month following the close of the taxable year (April 15 for calendar year filers), the PE must furnish **Schedule CT K-1** to each resident and nonresident noncorporate member and each member which is a PE. (See Page 19 for more information on completing **Schedule CT K-1**.)

How Do Members Report Income

Resident Noncorporate Members

If the member is a resident individual, his or her share of PE income or loss is included in his or her federal adjusted gross income and is, therefore,

includable in the federal adjusted gross income reported on the member's **Form CT-1040**. The PE must provide the member with a **Schedule CT K-1** reporting Connecticut modifications that the member must include on his or her **Form CT-1040, Schedule 1**.

If the member is a resident trust or estate, its share of PE income or loss is included in its federal taxable income and is, therefore, includable in the federal taxable income reported on the member's **Form CT-1041**. The PE must provide the member with a **Schedule CT K-1**, reporting Connecticut modifications that the member must include on its **Form CT-1041, Schedule A**.

Nonresident Noncorporate Members

If the member is a nonresident individual, his or her share of PE income or loss is included in his or her federal adjusted gross income and is, therefore, includable in the federal adjusted gross income reported on the member's **Form CT-1040NR/PY**. The PE must provide the member with a **Schedule CT K-1**, reporting Connecticut modifications that the member must include on his or her **Form CT-1040NR/PY, Schedule 1**, and amounts of PE income or loss derived from or connected with Connecticut sources that the member must include on his or her **Form CT-1040NR/PY, Schedule CT-SI**.

If the member is a nonresident trust or estate, its share of PE income or loss is included in its federal taxable income and is, therefore, includable in the federal taxable income reported on the member's **Form CT-1041**. The PE must provide the member with a **Schedule CT K-1**, reporting Connecticut modifications that the member must include on its **Form CT-1041, Schedule A**, and amounts of PE income or loss derived from or connected with Connecticut sources that the member must include on its **Form CT-1041, Schedule CT-1041FA**.

For further information on whether a member is a resident or nonresident, see the instructions for **Form CT-1040, Connecticut Resident Income Tax Return**, or **Form CT-1041, Connecticut Income Tax Return for Trusts and Estates**.

Members Which Are Themselves Pass-through Entities

If the member is a PE, it is referred to here as a parent PE, and the PE of which it is a member is referred to here as a subsidiary PE. The parent PE's share of the subsidiary PE's income or loss is included in the income or loss reported on the parent PE's federal Form 1065 or federal Form 1120S, as the case may be, and is, therefore, included in the income or loss reported on the parent PE's **Form CT-1065/CT-1120SI**. The subsidiary PE must furnish a **Schedule CT K-1** to the parent PE, reporting:

- Connecticut modifications that the parent PE must include on its **Form CT-1065/CT-1120SI, Part V**;
- Amounts of the subsidiary PE's income or loss derived from or connected with Connecticut sources that the parent PE must include on its **Form CT-1065/CT-1120SI, Part VI**;
- The amount of Connecticut income tax paid by the subsidiary PE on behalf of the parent PE that the parent PE must include on its **Form CT-1065/CT-1120SI, Part I, Schedule A, Lines 3, 4, and 7**; and
- The amount of interest paid by the subsidiary PE on behalf of the parent PE that the parent PE must include on its **Form CT-1065/CT-1120SI, Part I, Schedule A, Line 10**.

The parent PE must, in turn, provide its members with a **Schedule CT K-1**, reporting their share of the Connecticut modifications, as reported on the parent PE's **Form CT-1065/CT-1120SI, Part V**, their share of the amounts of the parent PE's income or loss derived from or connected with Connecticut sources, as reported on the parent PE's **Form CT-1065/CT-1120SI, Part VI**, their share of the Connecticut income tax paid by the subsidiary PE on behalf of the parent PE, as reported on the parent PE's **Form CT-1065/CT-1120SI, Part I, Schedule A**, and their share of the amount of interest paid by the subsidiary PE on behalf of the parent PE, as reported on the parent PE's **Form CT-1065/CT-1120SI, Part I, Schedule A**.

Composite Payment of Tax

A PE is required to make a Connecticut composite income tax payment on behalf of each member where:

- A member's share of the PE's income derived from or connected with Connecticut sources is \$1,000 or more;
- A member is a nonresident noncorporate member or a PE; and
- If the member is a nonresident individual, the member has not elected to be included in a group return (**Form CT-G, Connecticut Group Income Tax Return**).

Group Returns for Nonresident Members Who Are Individuals

Two or more qualified electing nonresident individuals may elect to file **Form CT-G** for a taxable year in lieu of having to file their own **Form CT-1040NR/PY**. A qualified electing nonresident member **must meet all** of the following conditions. The member:

- Was a nonresident **individual** for the **entire** taxable year;
- Did not maintain a permanent place of abode in Connecticut at any time during the taxable year;
- Has the same taxable year as the other qualified electing nonresident members;

- (Or his or her spouse, if a joint federal income tax return is or will be filed) Did not have income or loss derived from or connected with sources within Connecticut other than from one or more pass-through entities;
- Waives the right to claim any Connecticut personal exemption (under Conn. Gen. Stat. §12-702) and any Connecticut personal credit (under Conn. Gen. Stat. §12-703);
- Does not have a Connecticut alternative minimum tax liability for the taxable year; and
- Has completed and filed **Form CT-2NA** with the PE prior to the filing of **Form CT-G**.

By filing **Form CT-2NA**, the member is agreeing to be subject to personal jurisdiction in Connecticut for purposes of the collection of Connecticut income tax, together with any additions to tax, interest, and penalties, and waiving his or her right to request, on his or her own behalf, an extension of time to pay Connecticut income tax. **Form CT-2NA** will be effective for the taxable year and for all following taxable years, unless the member revokes the agreement by providing written notice of the revocation to the PE. No such revocation shall be effective prior to the taxable year that follows the taxable year during which written notice of the revocation was provided to the PE. The PE shall keep and maintain such written notices in its permanent records, and make them available to DRS upon request.

The agreement is binding upon the member's heirs, representatives, assigns, successors, executors, and administrators.

Accounting Period and Method of Accounting

A PE's accounting period and method of accounting for Connecticut income tax purposes must be the same as its accounting period and method of accounting for federal income tax purposes.

If a PE's accounting period or method of accounting is changed for federal income tax purposes, the same change must be made for Connecticut income tax purposes.

When to File Form CT-1065/CT-1120SI

Form CT-1065/CT-1120SI is due on or before the fifteenth day of the fourth month following the close of the taxable year (April 15 for calendar year filers). 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:

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

This list is subject to change. To verify the names of designated PDSs and designated types of service, check the DRS Web site, or call DRS. See **Policy Statement 2002(4), Designated Private Delivery Services and Designated Types of Service**.

If **Form CT-1065/CT-1120SI** is filed late or all the tax due is not paid with the return, see *Interest and Penalties* to determine if interest and penalty must be reported with this return.

Extension Request

To get a six-month extension of time to file **Form CT-1065/CT-1120SI**, and the same extension of time to furnish **Schedule CT K-1** to its members, the PE must file **Form CT-1065/CT-1120SI EXT, Application for Extension of Time to File Connecticut Composite Income Tax Return**, no later than the fifteenth day of the fourth month following the close of the taxable year, together with payment of the total tax due. The timely filing of this form will automatically extend the due date for six months only if federal Form 8736, Application for Automatic Extension of Time to File U.S. Return for Partnership, REMIC, or for Certain Trusts, or federal Form 7004, Application for Automatic Extension of Time to File Corporation Income Tax Return, has been filed with the Internal Revenue Service (IRS). If federal Form 8736 or federal Form 7004 was not filed, the PE may apply for a six-month extension to file **Form CT-1065/CT-1120SI**, only if there is reasonable cause for the request.

Form CT-1065/CT-1120SI EXT extends only the time to file a return. It does not extend the time to pay the amount of income tax due. See *Interest and Penalties*.

If a general partner or corporate officer is unable, by reason of illness, absence, or other good cause, to request an extension, any person standing in a close personal or business relationship (including attorneys, accountants, and enrolled agents) to the general partner or corporate officer may sign the request on his or her behalf, and shall be considered as a duly authorized agent for this purpose, provided the request states the

reasons for a signature other than that of a general partner or corporate officer, and the relationship existing between the general partner or corporate officer and the signer.

Extension of Time to Pay the Tax

A PE making a composite income tax payment may be eligible for a six-month extension of time to pay the tax due if the PE can show that paying the tax on or before the due date will cause undue hardship. The PE may request an extension by filing **Form CT-1127, Application for Extension of Time for Payment of Income Tax**, on or before the due date of the original return.

Attach **Form CT-1127** to the front of **Form CT-1065/CT-1120SI** or **Form CT-1065/CT-1120SI EXT** and send it on or before the due date. As evidence of the need for extension, the PE **must** attach:

- A statement of its assets and liabilities;
- An itemized list of its receipts and disbursements for the preceding three months; **and**
- An explanation of why it could not borrow money to pay the tax due.

If an extension of time to pay is granted and the PE pays all the tax due in full by the end of the extension period, a penalty will not be imposed. However, interest will accrue on any unpaid tax from the original due date. The PE should make payments as soon as

possible to reduce the interest that it would otherwise owe. Write the PE's Federal Employer Identification Number and "**2004 Form CT-1065/CT-1120SI**" on its check or money order. Mail payments to:

**Department of Revenue Services
Accounts Receivable Unit
PO Box 5088
Hartford CT 06102-5088**

Where to File

Use the pre-addressed envelope enclosed with **Form CT-1065/CT-1120SI** or mail to:

**Department of Revenue Services
PO Box 2967
Hartford CT 06104-2967**

Interest and Penalties

In general, interest and penalty apply to any portion of the tax that is not paid on or before the original due date of the return.

Interest

If the PE does not pay the tax when due, it will owe interest of 1% (.01) per month or fraction of a month until the tax is paid in full.

Interest on underpayment or late payment of tax **cannot** be waived.

Amended Returns

Check the "Amended Return" box on the front of **Form CT-1065/CT-1120SI** to amend a previously filed **Form CT-1065/CT-1120SI**. If an amended return is filed to have an overpayment of Connecticut income tax refunded or credited, the overpayment will be refunded or credited to members. However, the amended **Form CT-1065/CT-1120SI** and the amended returns of members (or, if the members did not file original tax returns, the original tax returns of members) must be filed before the Connecticut statute of limitations expires. (Generally, the statute of limitations for refunding or crediting any Connecticut income tax overpayment expires three years after the due date of the return, but if a timely request for an extension of time to file a return was filed, the statute of limitations expires three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier.) If an amended return is filed to report an underpayment of Connecticut income tax, interest will apply and, if the amended return is not timely filed, a penalty may be imposed. See *Interest and Penalties*. The following circumstances require the filing of an amended **Form CT-1065/CT-1120SI** and of amended returns by members (or, if the members did not file original tax returns, the filing of original tax returns by members) and the time period to do so.

<p>1. The IRS or federal courts change or correct the PE's federal income tax return, and the change or correction results in the Connecticut income tax liability of the PE's members being overpaid or underpaid.</p>	<p>File no later than 90 days after the final determination.</p>
<p>2. The PE files a timely amended federal income tax return, and the amendment results in the Connecticut income tax of the PE's members being overpaid or underpaid.</p>	<p>File no later than 90 days after the date of filing the timely amended federal income tax return.</p>
<p>3. If neither of the above circumstances apply, but the PE made a mistake or omission on its Form CT-1065/CT-1120SI, and the mistake or omission results in the Connecticut income tax of the PE's members being overpaid or underpaid.</p>	<p>File no later than three years after the due date of the return, or, if a timely request for an extension of time to file the return was filed, three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier.</p>

Penalty for Late Payment or Late Filing

The penalty for late payment or underpayment of tax is 10% (.10) of the tax due. The PE can avoid a penalty for failure to pay the full amount due by the original due date if it:

- Files **Form CT-1065/CT-1120SI EXT** on or before the due date;
- 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**
- Pays the balance due with the return on or before the extended due date.

If no tax is due, the Commissioner of Revenue Services may impose a \$50 penalty for the late filing of any return or report that is required by law to be filed.

Penalty for Failure to File

If the PE does not file its return and the Commissioner of Revenue Services files a return for it, the penalty for failure to file is 10% (.10) of the balance due or \$50, whichever is greater.

If the PE is required to file an amended **Form CT-1065/CT-1120SI** and fails to timely do so, a penalty may be imposed.

Penalty for Willful Failure to File or Pay

If you willfully fail to pay the tax or file a return, you may 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.

Waiver of Penalty

A PE may be able to have its penalty waived if the failure to file or pay tax on time was due to a reasonable cause and was not intentional or due to neglect. Interest

cannot be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests **must** contain:

- A clear and complete written explanation;
- The PE's name, Federal Employer Identification Number, and Connecticut Tax Registration Number (if applicable);
- The name of the original form filed or billing notice received;
- The taxable filing period; **and**
- Documentation supporting your explanation.

Attach the request to the **front of Form CT-1065/CT-1120SI** or mail separately to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

Estimated Tax Payments

Beginning with estimated Connecticut composite income tax payments due on or after June 15, 2004, a PE is required to make *estimated* Connecticut composite income tax payments for a member where:

- The PE is required to make a Connecticut composite income tax payment on behalf of the member; **and**
- The member's Connecticut income tax liability on the member's share of the PE's income derived from or connected with Connecticut sources is expected to equal or exceed \$1,000. Therefore, estimated Connecticut composite income tax payments will be required if a member's share of the PE's income derived from or connected with Connecticut sources is expected to equal or exceed \$20,000.

In accordance with the above criteria, a PE may be required to make estimated Connecticut composite income tax payments on behalf of all of its members, some of its members, or none of its members. (See **Informational Publication 2004(39), Q & A on Connecticut Income Tax Changes Affecting Pass-through Entities**, for more information.)

2005 Estimated Tax Due Dates		Due dates of installments and the amount of required payments for 2005 calendar year taxpayers are:
April 15, 2005	25% of the required annual payment	
June 15, 2005	25% of the required annual payment (A total of 50% of the required annual payment should be paid by this date.)	
September 15, 2005	25% of the required annual payment (A total of 75% of the required annual payment should be paid by this date.)	
January 15, 2006	25% of the required annual payment (A total of 100% of the required annual payment should be paid by this date.)	

An estimate will be considered timely filed if received on or before the due date, or if the date shown by the U.S. Postal Service cancellation mark is on or before the due date. Taxpayers who report on other than a calendar year basis should use their federal estimated tax installment due dates. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

For each installment, the PE must aggregate the estimated Connecticut composite income tax payments made on behalf of members and file one **Form CT-1065/CT-1120SI ES, Estimated Connecticut Composite Income Tax Payment.**

A member's required annual payment is the lesser of:

- 90% of the tax shown for the member on the 2005 **Form CT-1065/CT-1120SI**; or
- 100% of the tax shown for the member on the 2004 **Form CT-1065/CT-1120SI.**

If the member was a nonresident noncorporate member or a PE and did not have Connecticut source income during the 2004 taxable year, then the required annual payment for that member is 90% of the tax shown for the member on the 2005 **Form CT-1065/CT-1120SI.**

Installment Amounts and Due Dates

For estimated tax purposes there are four required installments for each taxable year. The amount of any required installment is 25% of the required annual payment. See chart on Page 10.

Annualized Income Installment Method

If a member does not receive income evenly throughout the year, the member may be able to lower or eliminate the interest otherwise due for not making estimated payments in four equal installments by

calculating his or her underpayments using the **annualized income method.** The required estimated tax payment using the annualized income method for one or more periods may be less than the amount figured using the equal installment method. If the member establishes that the annualized income installment is less than the equal installment method, the member may use the annualized income method to determine the amount of the estimated tax payments. See **Informational Publication 2004(17), A Guide to Calculating Your Annualized Estimated Income Tax Installments and Worksheet CT-1040ES,** and **Form CT-2210, Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates.**

Recordkeeping

Keep a copy of the tax return, worksheets used, 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. This information may be needed to prepare future returns or to file amended returns.

Copies of Returns

A copy of a previously filed Connecticut income tax return may be requested from DRS by completing **Form LGL-002, Request for Disclosure of Tax Return or Tax Return Information.** You can usually expect your copy in three weeks.

FORM CT-1065/CT-1120SI INSTRUCTIONS

Attach a completed copy of the PE's federal income tax return, including all schedules and attachments as filed with the IRS, to Form CT-1065/CT-1120SI.

Pass-through Entity Information

Enter the PE's name, address, Federal Employer Identification Number, and Connecticut Tax Registration Number. Check the box to indicate type of entity - partnership or S corporation.

Question A

Check the appropriate box(es) for an amended return, final return, or both.

Question B

Check the Change of Address box and file **Form CT-8822, Change of Address,** to indicate a change in the PE's physical or mailing address. If the Change of Address box is checked, a completed **Form CT-8822** must be attached to **Form CT-1065/CT-1120SI.**

Question C

Enter the total number of resident noncorporate members as of the close of the PE's taxable year. Enter the total number of nonresident noncorporate members as of the close of the PE's taxable year. Include part-year noncorporate members as nonresidents.

Question D

Enter the amount from Schedule K, Line 1, federal Form 1065 or federal Form 1120S.

Question E

Enter the date the PE first began business and the date the PE first began business in Connecticut.

Question F

Indicate whether the PE owns, directly or indirectly, an interest in Connecticut real property.

Question G

If this question is answered "Yes," and the PE owned, directly or indirectly, Connecticut real property, the transferor(s) is liable for the controlling interest transfer tax. Enter the name and Social Security Number or Federal Employer Identification Number of the transferor(s).

Question H

If this question is answered "Yes," the PE is liable for the controlling interest transfer tax. Enter the name of the entity in which a controlling interest was

transferred and its Federal Employer Identification Number in the applicable spaces.

For information on the controlling interest transfer tax, see *Other Taxes for Which the Pass-through Entity (PE) May Be Liable*.

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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.

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.

Part I - Schedule A - PE Computation of Composite Tax Due

Do not complete Part I, *Schedule A* and *Schedule B* for members who are:

- Resident noncorporate members;
- Corporate members; or
- Nonresident individuals who elect to be included on Form CT-G.

All other members, including members which are PEs, must be included in Part I, *Schedule A* and *Schedule B*.

Line 1 - Total Connecticut source income included in composite return

Enter the amount from Part I, *Schedule B*, Line 8, Column B.

Line 2 - Tax liability

Multiply the amount entered on Line 1 by 5% (.05) to compute the amount of tax liability. The amount computed should equal the amount entered on Part I, *Schedule B*, Line 9, Column C.

Line 3 - Payments made with Form CT-1065/CT-1120SI ES

Enter the amount of estimated tax paid with Form CT-1065/CT-1120SI ES by the PE on behalf of its nonresident noncorporate members.

Line 4 - Payment made with Form CT-1065/CT-1120SI EXT

If Form CT-1065/CT-1120SI EXT, *Application for Extension of Time to File Connecticut Composite Income Tax Return*, was filed, enter on Line 4 the amount of tax paid with Form CT-1065/CT-1120SI EXT.

Line 5 - Total payments

Add Line 3 and Line 4. Enter the total on Line 5.

Line 6 - Overpayment

If Line 5 is more than Line 2, subtract Line 2 from Line 5, and enter the result on Line 6. This overpayment

will not be refunded or credited to the PE. Any overpayment of a noncorporate member will be refunded or credited **only to the member, and not to the PE**. If the PE has a member that is itself a PE (parent PE), any overpayment of the parent PE will be refunded or credited only to noncorporate members of the parent PE, and not to the parent PE.

A nonresident noncorporate member will file Form CT-1040NR/PY (if a nonresident or part-year resident individual) or Form CT-1041, (if a nonresident trust or estate or a part-year resident trust) to have the overpayment refunded or credited. (If there is any overpayment of a resident noncorporate member, that member will file Form CT-1040 (if a resident individual) or Form CT-1041 (if a resident trust or estate) to have the overpayment refunded or credited.)

Line 7 - Amount of tax owed

If Line 2 is more than Line 5, subtract Line 5 from Line 2, and enter the result on Line 7. This is the amount of tax owed.

Line 8 - Late payment or filing penalty

The penalty for late payment of the tax due is 10% (.10) of the amount due. In the event that no tax is due, the Commissioner of Revenue Services may impose a \$50 penalty for the late filing of any return or report that is required by law to be filed. However, if a request for extension of time to file a tax return has been granted, no late payment penalty will be imposed if the:

- Amount of tax shown to be due on the return minus the amount of tax paid on or before the original due date of the return equals an amount not greater than 10% of the amount of tax shown to be due on the return; **and**
- Balance due is remitted with the return on or before the extended due date of the return.

Line 9 - Late payment interest

If the tax is not paid by the due date, interest is charged at the rate of 1% (.01) per month or fraction of a month from the due date until payment is made.

Line 10 - Interest on underpayment of estimated tax

Enter the amount from Part I, *Schedule B*, Line 11, Column E. This is the total interest due on the underpayment of estimated income tax for all nonresident members entered in Part I, *Schedule B*.

Line 11 - Balance due with this return

Add Lines 7 through 10 and enter the total on Line 11. Pay the balance due with this return. Make check or money order payable to the **Commissioner of Revenue Services**. Write the PE's Federal Employer Identification Number and **2004 Form CT-1065/CT-1120SI** on the front of the check or money order. Do not send cash. Paper clip (do not staple) the check to the front of the return. Be sure to sign the check.

Part I - Schedule B - PE Member Composite Return

Do not complete Part I, *Schedule A* and *Schedule B* for members who are:

- Resident noncorporate members;
- Corporate members; or
- Nonresident individuals who elect to be included on **Form CT-G**.

All other members, including members which are PEs, must be included in Part I, *Schedule A* and *Schedule B*.

If there are more than six members included in Part I, *Schedule B*, use **Form CT-1065/CT-1120SI, Supplemental Attachment**, Part I, *Schedule B*, and Parts IV, V, and VI (included in this booklet).

Column A - Name of member who is a nonresident noncorporate member or PE and Identification Number

Enter the name and Federal Employer Identification Number or Social Security Number of members who are nonresident noncorporate members or PEs.

Column B - Connecticut Source Income

Enter the member's Connecticut source income. This amount is the total of the amounts entered for the member on **Form CT-1065/CT-1120SI**, Part VI, Lines 1 through 13. Enter the total on Line 8, Column B. **The federal rules apply regarding restrictions in netting only similar characters of income.**

Column C - Tax Liability

Multiply Column B by 5% (.05). Enter the total on Line 9, Column C.

Column D - Payments Made

Enter any tax payment made by the PE on behalf of the member (including payments made with **Form CT-1065/CT-1120SI ES**, **Form CT-1065/CT-1120SI EXT**, or **Form CT-1065/CT-1120SI**). Enter the total on Line 10, Column D.

Column E - Interest

Enter the amount of any interest due for the member. Use **Form CT-2210** to calculate the interest on underpayment. Enter the total on Line 11, Column E.

Part II - Allocation and Apportionment of Income

Complete Part II only if **all** of the following apply. The PE:

- Has at least one member who is a nonresident noncorporate member or a PE;
- Carries on business both within and outside Connecticut; **and**
- Does not maintain books and records that satisfactorily disclose the portion of income, gain, loss, or deduction derived from or connected with Connecticut sources.

The apportionment fraction calculated on Line 8 is used to complete Part VI, unless the PE maintains books and records that satisfactorily disclose the portion of income, gain, loss, or deduction derived from or connected with Connecticut sources, in which case those amounts must be used to complete Part VI.

Part II must still be completed even if an approved alternative apportionment method under Conn. Agencies Regs. §§12-711(b)-15 and 12-712(d)-1 is used. A detailed explanation of the approved alternative apportionment method used to determine the Connecticut income must be attached.

Line 1 - Real property owned

Enter in Column A the average value of all real property, wherever located, owned by the PE. Do not include in Column A the average value of real property that was rented to others or that was sold, exchanged, or otherwise disposed of during taxable year. Enter in Column B the average value of real property owned by the PE and located in Connecticut. Do not include in Column B the average value of Connecticut real property that was rented to others or that was sold, exchanged, or otherwise disposed of during the taxable year.

The average value of real property owned by the PE is determined by adding its fair market value at the beginning and at the end of the taxable year and dividing the sum by two.

Line 2 - Real property rented from others

Enter in Column A the value of all real property rented from others by the PE, wherever located. Enter in Column B the value of Connecticut real property rented from others by the PE.

The value of real property rented by the PE from others and to be included on Line 2 is eight times the gross rent payable during the taxable year for which the return is filed.

Gross rent includes:

- Any amount payable for the use or possession of real property, or any part of it, whether designated as a fixed sum of money or as a percentage of sales, profits, or otherwise;
- Any amount payable as additional rent or in lieu of rent such as interest, taxes, insurance, repairs, or any other amount required to be paid by the terms of a lease or other agreement; **and**
- The yearly amortization applicable to any improvement to real property made by or on behalf of the PE which reverts to the owner or lessor upon termination of a lease or other arrangement.

However, if a building is erected on leased land by or on behalf of the PE, the value of the building is determined in the same manner as if it were owned by the PE.

Line 3 - Tangible personal property owned or rented from others

Enter in Column A the average value of all tangible personal property, wherever located and owned by the PE, and the value of all tangible personal property, wherever located and rented from others by the PE.

Enter in Column B the average value of tangible personal property owned by the PE and located in Connecticut, and the value of tangible personal property rented from others by the PE and located in Connecticut.

The average value of tangible personal property owned by the PE is determined by adding its book value at the beginning and at the end of the taxable year and dividing the sum by two.

The value of tangible personal property rented from others is determined by multiplying by eight the gross rents payable during the taxable year for which the return is filed.

Line 4 - Property owned or rented

Add Lines 1, 2, and 3 in Column A and Column B. Enter the result on Line 4 in Column A and Column B. On Line 4 divide the Column B amount by the Column A amount. Carry the result to four decimal places and enter on Line 4 in Column C.

If zeros are entered on Line 4 in both Column A and Column B, do not enter any amount in Column C.

Line 5 - Employee wages and salaries

Enter in Column A the total compensation paid to employees during the taxable year in connection with business operations carried on everywhere. Enter in Column B the total compensation paid to employees during the taxable year in connection with business operations carried on in Connecticut. Only enter wages, salaries, and other personal service compensation paid to **employees** of the PE. Do not include payments to independent contractors, independent sales agents, etc. The compensation paid for services is in connection with operations carried on in Connecticut if the employee works in or travels out of an office or other place of business located in Connecticut.

Divide the Column B amount by the Column A amount. Carry the result to four decimal places and enter in Column C.

If zeros are entered on Line 5 in both Column A and Column B, do not enter any amount in Column C.

Line 6 - Gross income from sales and services

Enter in Column A total gross sales made and charges for services performed by the PE or by its employees, agents, agencies, or independent contractors of the PE, everywhere. Enter in Column B the portion of total gross sales or charges that represents the sales made, or services performed, by the PE or by its employees, agents, agencies, or independent contractors of the PE, in Connecticut. This includes sales made or services

performed by employees, agents, agencies, or independent contractors situated at, connected with, or sent out from offices of the PE (or its agencies) located in Connecticut.

Example: If the sales territory of a salesperson working out of the Connecticut office of the business covers Connecticut, Massachusetts, and Rhode Island, all sales made by the salesperson are to be allocated to Connecticut and included on Line 6, Column B.

Divide the Column B amount by the Column A amount. Carry the result to four decimal places and enter in Column C.

If zeros are entered on Line 6 in both Column A and Column B, do not enter any amount in Column C.

Line 7 - Total (of percentages)

Add Lines 4, 5, and 6 in Column C, and enter the total on Line 7, Column C.

Line 8 - Apportionment fraction

Divide Line 7 by three (or by the actual number of fractions, if less than three). Carry the result to four decimal places and enter on Line 8, Column C. The actual number of fractions is less than 3 if, on Lines 4, 5, or 6, zero was entered in both Column A and Column B.

Part III - Place(s) of Business

Attach a schedule that lists the exact location of each place where the PE carries on business. Briefly describe each place (such as sales office, agency, factory) and identify if the location is rented or owned. Briefly describe the activity at the location shown (such as storage, administration, manufacturing, etc.).

Part IV - Member Information

Complete Part IV for all members.

Assign each member a number and a member type code, and list in sequential order. **Each member must be assigned the same "Member #" for Parts IV, V, and VI. Assign numbers to each member in the following order:**

- 1. Nonresident or part-year resident individual ... NI
- 2. Nonresident or part-year resident trust NT
- 3. Nonresident estate NE
- 4. Pass-through entity PE
- 5. Resident individual RI
- 6. Resident trust RT
- 7. Resident estate RE
- 8. Corporate member CM

Enter each member's name, address, Member Type Code, Federal Employer Identification Number or Social Security Number (whichever is applicable), and percentage of ownership (enter as a decimal and carry to four places).

Example 1: If Mary L. Smith is identified as Member #1 in Part IV, Mary L. Smith must also be identified as Member #1 in Parts V and VI. If Mary L. Smith is a resident individual, no information is entered in Part VI with respect to her. Therefore, no entry would be made in Part VI with respect to a person identified as Member #1.

Example 2: If X Inc., a Corporate member, is identified as Member #49 in Part IV, X Inc. must also be identified as Member #49 in Part VI. Because X Inc. is a C corporation, no information is entered in Part V with respect to it. Therefore, no entry would be made in Part V with respect to a person identified as Member #49.

If there are more than eight members, use the **Form CT-1065/CT-1120SI**, Supplemental Attachment, Part I, *Schedule B*, and Parts IV, V, and VI. The supplemental attachment is included in this booklet.

Part V - Member's Share of Connecticut Modifications

Complete Part V for all noncorporate members or PEs. **Each member must be assigned the same number for Parts IV, V, and VI.**

Enter each member's share of Lines 1 through 10.

ADDITIONS

Enter the amount of each member's share as a positive number.

Line 1 - Interest on state and local government obligations other than Connecticut

Enter the amount of each member's share of interest income derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities, which interest income is not taxed for federal income tax purposes. Do not enter interest income derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Line 2 - Mutual fund exempt-interest dividends from non-Connecticut state or municipal government obligations

Enter the amount of each member's share of exempt-interest dividends received from a mutual fund that are derived from state and municipal government obligations, other than obligations of the State of Connecticut or its municipalities. If the exempt-interest dividends are derived from obligations of Connecticut and other states, enter only the percentage derived from non-Connecticut obligations. Do not enter exempt-interest dividends derived from government obligations of Puerto Rico, Guam, American Samoa, or U.S. Virgin Islands.

Example: A fund invests in obligations of many states, including Connecticut. Assuming that 20% of the distribution is from Connecticut obligations, the remaining 80% would be added back on this line.

Line 3 - Certain deductions relating to income exempt from Connecticut income tax

Enter the amount of each member's share of the amount deducted for federal income tax purposes for:

- Interest expense on loans used to buy bonds and securities whose interest is exempt from Connecticut income tax;
- Expenses related to income exempt from Connecticut income tax; **and**
- Amortizable bond premium on any bond, the interest from which is exempt from Connecticut income tax.

Line 4 - Special depreciation allowance for qualified property placed in service prior to September 11, 2004

If the PE filed federal Form 4562, Depreciation and Amortization (Including Information on Listed Property), enter on Line 4 each member's share of the sum of the following:

- For qualified property placed in service prior to September 11, 2004, for which an additional 50% depreciation allowance applies, 60% of the sum of the amounts entered for that property on federal Form 4562, Line 14 and Line 25. (Do not enter any amount for qualified property placed in service on or after September 11, 2004, and prior to January 1, 2005.)
- For qualified property placed in service prior to September 11, 2004, for which an additional 30% special depreciation allowance applies, (because an election is made to deduct the 30% special depreciation allowance instead of the 50% special depreciation allowance), the sum of the amounts entered for that property on federal Form 4562, Line 14 and Line 25. (Do not enter any amount for qualified property placed in service on or after September 11, 2004, and prior to January 1, 2005.)

See **Special Notice 2003(21)**, *2003 Legislation Affecting the Connecticut Income Tax*.

Line 5 - Other

Use Line 5 to report the amount of each member's share of additions to income which are not listed on Lines 1 through 4. For example, include the amount of each member's share of:

- Any loss recognized on the sale or exchange of bonds or other obligations of the State of Connecticut or its municipalities;
- The PE's share of any positive Connecticut fiduciary adjustment received from a trust or estate of which the PE is a beneficiary;

- Any interest or dividend income on federal obligations or securities the federal government does not prohibit states from taxing;
- Income taxes imposed under Chapter 229 of the Connecticut General Statutes, and paid to Connecticut by the PE with a composite return on behalf of nonresident members, to the extent deductible by such nonresident members in determining their federal adjusted gross income;
- To the extent deductible in determining federal adjusted gross income, expenses paid for the production or collection of Connecticut tax exempt income, or paid for the management, conservation or maintenance of property held for the production of such income; **and**
- Amortizable bond premium for the taxable year on any bond, the interest on which is exempt from Connecticut income tax.

SUBTRACTIONS

Enter the amount of each member's share as a positive number.

Line 6 - Interest on U.S. government obligations

Enter the amount of each member's share of interest income derived from U.S. government obligations (to the extent included in federal adjusted gross income) that federal law prohibits states from taxing; for example all U.S. government bond interest such as Savings Bonds Series EE and Series HH, and U.S. Treasury bills and notes.

Do not enter the amount of interest earned on Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association (Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing income derived from these obligations, and this interest is taxed by Connecticut. For further information, including lists of exempt and taxable obligations, see **Policy Statement 2003(6), Connecticut Income Tax on Bonds or Obligations Issued by the United States Government by State Governments or Municipalities.**

Line 7 - Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations

Enter the amount of each member's share of exempt dividends that are received from a qualifying mutual fund and that are derived from U.S. government obligations. A mutual fund is a qualifying fund if, **at the close of each quarter of its taxable year**, at least 50% of the value of its assets consists of U.S. government obligations. The percentage of dividends that are exempt dividends should be reported to the PE by the mutual fund.

Do not enter the amount of income derived from Federal National Mortgage Association (Fannie Mae) bonds, Government National Mortgage Association

(Ginnie Mae) bonds, and Federal Home Loan Mortgage Corporation (Freddie Mac) securities. Federal law does not prohibit states from taxing income derived from these obligations, and this income is taxable for Connecticut income tax purposes.

Example: A qualifying mutual fund pays a dividend of \$100. Of the \$100 distribution, 55% is attributable to U.S. Treasury bills and 45% to other investments. The amount that should be reported on Line 7 is \$55.

Line 8 - Certain expenses related to income exempt from federal income tax but subject to Connecticut tax

Enter the amount of each member's share of interest expense on money borrowed to purchase or carry bonds or securities, whose interest income is subject to Connecticut income tax but exempt from federal income tax, provided this interest was a business expense for the federal taxable year and was not deducted in determining the PE's income.

Line 9 - Special depreciation allowance for qualified property placed in service during the preceding year(s)

Enter on Line 9 for each member 25% of the share entered for the member on Line 4 of the:

- **2002 Form CT-1065, Schedule D, or 2002 Form CT-1120SI, Part V.** The remaining 50% of the share will be entered (in two equal 25% installments) on the comparable line of the 2005 and 2006 **Form CT-1065/CT-1120SI; and**
- **2003 Form CT-1065, Schedule D, or 2003 Form CT-1120SI, Part V.** The remaining 75% of the share will be entered (in three equal 25% installments) on the comparable line of the 2005, 2006, and 2007 **Form CT-1065/CT-1120SI.**

Line 10 - Other

Use Line 10 to report the amount of each member's share of subtractions not listed on Lines 6 through 9. For example, include the amount of each member's share of:

- Any gain recognized on the sale or exchange of bonds or other obligations issued by the State of Connecticut or its municipalities;
- Interest income from federally taxable Connecticut bonds;
- The PE's share of any negative Connecticut fiduciary adjustment received from a trust or estate of which the PE is a beneficiary;
- Any refund or credit for the overpayment of income taxes imposed by any state of the United States or a political subdivision thereof, or the District of Columbia, to the extent such amount was included in federal adjusted gross income;
- Business expenses incurred in connection with the income, or property held to produce income, that is subject to Connecticut income tax but exempt from federal income tax, provided these expenses were not deducted in determining PE income; **and**

- Amortization of bond premium on any bond, the interest from which is subject to Connecticut income tax but exempt from federal income tax, provided this amortization was business expense for the taxable year and was not deductible in determining PE income.

Part VI - Member's Share of Connecticut-sourced Portion of Items From Federal Schedule K-1 (Form 1065 or Form 1120S)

Complete Part VI for all members who are nonresident noncorporate members or PEs.

Each member must be assigned the same number for Parts IV, V, and VI.

Any PE carrying on business both within and outside Connecticut must apportion the amount of each member's share of items of income, gain, loss, or deduction and the related Connecticut modifications to arrive at the Connecticut source income reported in Part VI.

The character of the income (loss) for Connecticut income tax purposes must mirror the character of such income (loss) for federal income tax purposes.

The amounts entered on Lines 1 through 13 should also reflect the amount of the member's share of Connecticut modifications (as reported on Part V, Lines 1 through 10), to the extent the modifications are derived from or connected with Connecticut sources.

Line 1 - Ordinary business income (loss)

Enter the Connecticut portion of each member's share of nonseparately stated income or loss.

A PE that maintains books and records that satisfactorily disclose the portion of its nonseparately stated income or loss that is derived from or connected with Connecticut sources must enter (on Line 1 in the appropriate column) the amount of each member's share of that nonseparately stated income or that nonseparately stated loss, as determined from those books and records. The portion of the PE's nonseparately stated income or loss that is derived from or connected with Connecticut sources (as determined from the PE's books and records) will be multiplied by the member's share (%) of that income or loss.

A PE that does not maintain books and records that satisfactorily disclose the portion of its nonseparately stated income or loss that is derived from or connected with Connecticut sources must use the apportionment fraction computed on Part II, Line 8, or an authorized alternative apportionment method, to determine the portion of any item that is derived from or connected with Connecticut sources. This is accomplished by multiplying the amount of each member's share of nonseparately stated income or nonseparately stated loss by the PE's apportionment fraction as reported on Part II, Line 8, and entering the result on Part VI.

Example 1: Assume that a PE, whose nonseparately stated income is entirely derived from its retail business, maintains books and records that satisfactorily disclose the portion of such income that is derived from or connected with each of its retail stores (including its stores in Connecticut). Assume that the PE has nonseparately stated income of \$500,000; Member #1's share of the PE's nonseparately stated income is 10% (.10); and the PE's books and records disclose that the portion of its nonseparately stated income that is derived from or connected with Connecticut sources is \$150,000. The PE must enter \$15,000 ($\$150,000 \times .10$) on Line 1 as the amount of Member #1's share of the PE's nonseparately stated income that is derived from or connected with Connecticut sources.

Example 2: The facts are the same as in Example 1, except that the PE does not maintain books and records that satisfactorily disclose the portion of its nonseparately stated income that is derived from or connected with each of its retail stores. Assume that the PE's apportionment fraction as reported on Part II, Line 8, is 40% (.40). The PE must enter \$20,000 ($(\$500,000 \times .10) \times .40 = \$20,000$) on Line 1 as the amount of Member #1's share of the PE's nonseparately stated income that is derived from or connected with Connecticut sources.

Line 2 - Net rental real estate income (loss)

Enter the Connecticut portion of the amount of the member's share attributable to rental activities (gain or loss). The Connecticut portion of amounts attributable to real property located in Connecticut is 100%. The Connecticut portion of amounts attributable to real property located outside Connecticut is 0%.

Line 3 - Other net rental income (loss)

Enter the Connecticut portion of the amount of the member's share attributable to rental activities (gain or loss). Unless the PE maintains books and records that satisfactorily disclose the portion of income, gain, loss, or deduction derived from or connected with Connecticut sources, the Connecticut portion is calculated by multiplying the amount of the member's share of such amount from federal Schedule K-1 by the apportionment fraction on Part II, Line 8.

Line 4 - Guaranteed payments (Partnerships and LLCs treated as Partnerships only)

Enter the Connecticut portion of the amount of each member's share of guaranteed payments made to the member. Unless the PE maintains books and records that satisfactorily disclose the portion of income, gain, loss, or deduction derived from or connected with Connecticut sources, the Connecticut portion is calculated by multiplying the amount of the member's distributive share of guaranteed payments from federal Form 1065, Schedule K-1, by the apportionment fraction on Part II, Line 8.

Line 5 - Interest income

Enter the Connecticut portion of the member's share of interest income. Items of income, gain, loss, and deduction derived from or connected with sources within Connecticut do not include such items attributable to intangible personal property except to the extent such intangible personal property is employed in a business, trade, profession or occupation carried on in Connecticut. Unless the PE maintains books and records that satisfactorily disclose the portion of the interest income that is derived from or connected with Connecticut sources, the Connecticut portion is calculated by multiplying the amount of the member's share of the income from federal Schedule K-1 by the apportionment fraction entered on Part II, Line 8.

Line 6a - Ordinary dividends

Enter the Connecticut portion of the member's share of dividend income. Items of income, gain, loss, and deduction derived from or connected with sources within Connecticut do not include such items attributable to intangible personal property except to the extent such intangible personal property is employed in a business, trade, profession, or occupation carried on in Connecticut. For example, dividends from stock used as collateral to secure a business loan (for a Connecticut business) would be income from intangible personal property employed in a Connecticut trade or business and therefore would be subject to Connecticut income tax. Unless the PE maintains books and records that satisfactorily disclose the portion of the dividend income that is derived from or connected with Connecticut sources, the Connecticut portion is calculated by multiplying the amount of the member's share of the income from federal Schedule K-1 by the apportionment fraction entered on Part II, Line 8.

Line 6b - Qualified dividends

Enter the Connecticut portion of the member's share of qualified dividends from Line 6a above.

Line 7 - Royalties

Enter the Connecticut portion of the member's share of royalties income. Items of income, gain, loss, and deduction derived from or connected with sources within Connecticut do not include such items attributable to intangible personal property except to the extent such intangible personal property is employed in a business, trade, profession, or occupation carried on in Connecticut. Unless the PE maintains books and records that satisfactorily disclose the portion of the royalties income that is derived from or connected with Connecticut sources, the Connecticut portion is calculated by multiplying the amount of the member's share of the income from federal Schedule K-1 by the apportionment fraction entered on Part II, Line 8.

Line 8 - Net short-term capital gain (loss)

Enter the Connecticut portion of the member's share of net short-term capital gain (loss). If the amount relates

to the sale of rental property located in Connecticut, the capital gain (loss) is 100% sourced to Connecticut. Items of capital gain (loss) attributable to intangible personal property (such as the sale of stock) are not sourced to Connecticut except to the extent such intangible personal property is employed in a business, trade, profession, or occupation carried on in Connecticut.

Line 9a - Net long-term capital gain (loss)

Enter the Connecticut portion of the member's share of net long-term capital gain (loss). If the amount relates to the sale of rental property located in Connecticut, the capital gain (loss) is 100% sourced to Connecticut. Items of capital gain (loss) attributable to intangible personal property (such as the sale of stock) are not sourced to Connecticut except to the extent such intangible personal property is employed in a business, trade, profession, or occupation carried on in Connecticut.

Line 9b - Collectibles (28%) gain (loss)

Enter the Connecticut portion of the member's share of collectibles gain (loss).

Line 9c - Unrecaptured section 1250 gain

Enter the Connecticut portion of the member's share of I.R.C. §1250 gain.

Line 10 - Net section 1231 gain (loss)

Enter the Connecticut portion of the member's share of gain (loss) under I.R.C. §1231.

The Connecticut portion of amounts attributable to real property located in Connecticut is 100%. The Connecticut portion of amounts attributable to real property located outside Connecticut is 0%.

If the amount relates to a trade or business activity, unless the PE maintains books and records that satisfactorily disclose the portion of income, gain, loss, or deduction derived from or connected with Connecticut sources, the Connecticut portion of the member's share of such gain (loss) is calculated by multiplying the amount of the member's share of gain (loss) under I.R.C. §1231 from federal Schedule K-1 by the apportionment fraction on Part II, Line 8.

Line 11 - Other income (loss) (Attach Schedule)

Enter the Connecticut portion of the member's share of other items of income, gain, loss, or deduction not included on Lines 1 through 10 above.

Line 12 - Section 179 deduction

Enter the Connecticut portion of the member's share of the deduction allowed under I.R.C. §179.

Unless the PE maintains books and records that satisfactorily disclose the portion of income, gain, loss, or deduction derived from or connected with Connecticut sources, the Connecticut portion is calculated by multiplying the amount of the member's share of such deduction from federal Schedule K-1 by the apportionment fraction on Part II, Line 8.

Line 13 - Other deductions

Enter the Connecticut portion of the member's share of other deductions that are not deducted in arriving at ordinary income (loss) from trade or business activities and that are separately stated on the federal Schedule K-1.

Unless the PE maintains books and records that satisfactorily disclose the portion of income, gain, loss, or deduction derived from or connected with Connecticut sources, the Connecticut portion is calculated by multiplying the amount of the member's share of such deduction from federal Schedule K-1 by the apportionment fraction on Part II, Line 8.

Schedule CT K-1 Instructions

Complete **Schedule CT K-1** for each member (other than a corporate member) listed on 2004 **Form CT-1065/CT-1120SI**, Part IV as follows:

If Member Type Code is:	Complete Schedule CT K-1 Parts:
NI	I, II, and III
NT	I, II, and III
NE	I, II, and III
PE	I, II, and III
RI	I
RT	I
RE	I
CM	N/A

Specific Instructions for Completing Schedule CT K-1

Complete Part I for a member by transferring entries for that member from Form CT-1065/CT-1120SI, Part V, Lines 1 through 10. Complete Part II for a member by transferring entries for that member from Form CT-1065/CT-1120SI, Part VI, Lines 1 through 13. Complete Part III, Line 1, by transferring the amount of Connecticut income tax paid by the PE on the member's behalf (with Form CT-1065/CT-1120SI ES, Form CT-1065/CT-1120SIEXT, and Form CT-1065/CT-1120SI) from Form CT-1065/CT-1120SI, Part I, *Schedule B*, Column D. Do not include any Connecticut income tax paid by the PE with **Form CT-GES**, **Form CT-GEXT**, or **Form CT-G**. Complete Part III, Line 2, by transferring the amount of interest on underpayment of estimated tax paid by the PE on the member's behalf, from Form CT-1065/CT-1120SI, Part I, *Schedule B*, Column E.

Signature

Form CT-1065/CT-1120SI must be signed by a general partner or corporate officer. A phone number must be provided.

Paid Preparer Signature

Anyone the PE pays to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number (SSN) or Preparer Tax Identification Number (PTIN), their firm's Federal Employer Identification Number, and their firm's address and telephone number in the spaces provided.

Paid Preparer Authorization

If the PE wishes to authorize DRS to contact the paid preparer who signed the 2004 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 PE is authorizing DRS to call the paid preparer to answer any questions that may arise during the processing of the 2004 **Form CT-1065/CT-1120SI**. The PE 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 PE's return or the status of the PE's refund or payment; **and**
- Respond to certain DRS notices that the PE may have shared with the preparer regarding math errors, offsets, and return preparation. The notices will not be sent to the preparer.

The PE is **not** authorizing the paid preparer to receive any refund check, bind the PE to anything (including additional tax liability), or otherwise represent the PE 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 2005 Connecticut Composite Income Tax Return. This is on or before the fifteenth day of the fourth month following the close of the taxable period.

Keep a copy of this return for the PE's records.

Attachments

The following forms and schedules must be attached to **Form CT-1065/CT-1120SI**:

- Federal Form 1065 or federal Form 1120S;
- **Form CT-1065/CT-1120SI**, *Supplemental Attachment* (if applicable); **and**
- **Form CT-2210** for each member (if applicable).

Do not attach federal Form K-1 or Schedule CT K-1.

**ELECTRONIC
FILING
OPTIONS**



File Form CT-1040 EXT over the internet using WebFile.
Visit: www.ct.gov/DRS

Check this booklet for additional details!



File your federal and Connecticut returns together using e-file!

Visit: www.irs.gov/efile

CONNECTICUT TAX ASSISTANCE

FOR TAX INFORMATION

FORMS AND PUBLICATIONS

Internet

DRS Web site:

www.ct.gov/DRS

Telephone

CONN-TAX

1-800-382-9463 (in-state) or
860-297-5962 (from anywhere)

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

From a touch-tone phone call:

1-800-382-9463 (in-state) and select **Option 2**, or
860-297-4753 (from anywhere)

DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.

Write

Department of Revenue Services
Taxpayer Services Division
25 Sigourney Street
Hartford CT 06106-5032

Walk-in
Offices

Free personal taxpayer assistance and forms are available by visiting our offices, Monday through Friday, 8:00 a.m. to 5:00 p.m. Call CONN-TAX for directions to DRS offices.

Location	Address	Phone
Bridgeport	10 Middle Street	203-336-7890
Hartford	25 Sigourney Street	860-297-5962
Norwich	2 Cliff Street	860-889-2669
Hamden	3074 Whitney Avenue, Building #2	203-287-8243
Waterbury	55 West Main Street, Suite 100	203-805-6789

* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *

FEDERAL TAX INFORMATION

For questions about **federal taxes**, contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit: www.irs.gov

To order **federal tax forms**, call: 1-800-829-3676.

STATEWIDE SERVICES

For information on statewide services and programs, visit the ConneCT Web site at www.ct.gov

Department of Revenue Services
State of Connecticut
25 Sigourney Street
Hartford CT 06106-5032

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DEPT OF REVENUE
SERVICES

Form CT-1065/CT-1120SI
Supplemental Attachment
(Part I, Schedule B, and Part IV)

PART I Schedule B – PE Member Composite Return

A		B		C		D		E	
Name of member who is a nonresident noncorporate member or PE		Identification Number	Connecticut Source Income	Tax Liability (Column B X .05)	Payments Made	Interest (Form CT-2210)			
1.	▶	▶	00	00	00	00	00	00	00
2.	▶	▶	00	00	00	00	00	00	00
3.	▶	▶	00	00	00	00	00	00	00
4.	▶	▶	00	00	00	00	00	00	00
5.	▶	▶	00	00	00	00	00	00	00
6.	▶	▶	00	00	00	00	00	00	00
7.	▶	▶	00	00	00	00	00	00	00
8.	▶	▶	00	00	00	00	00	00	00
9.	▶	▶	00	00	00	00	00	00	00
10.	▶	▶	00	00	00	00	00	00	00
11.	▶	▶	00	00	00	00	00	00	00
12.	▶	▶	00	00	00	00	00	00	00
TOTAL			00	00	00	00	00	00	00

PART IV Member Information				
Member #	Member Name and Address (See instructions for order in which to list and Member Type Codes)	Member Type Code	Federal ID Number or Social Security Number	% Ownership
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶
▶ #	▶	▶	▶	▶

Form CT-1065/CT-1120SI Supplemental Attachment (Continued)
(Part V and Part VI)

PART V Member's Share of Connecticut Modifications

		Member						
Additions (enter all amounts as positive numbers)		▶# _____	▶# _____	▶# _____	▶# _____			
1. Interest on state and local government obligations other than Connecticut	1. ▶	00	▶	00	▶	00	▶	00
2. Mutual fund exempt-interest dividends from non-Connecticut state or municipal government obligations	2. ▶	00	▶	00	▶	00	▶	00
3. Certain deductions relating to income exempt from Connecticut income tax	3. ▶	00	▶	00	▶	00	▶	00
4. Special depreciation allowance for qualified property placed in service prior to September 11, 2004	4. ▶	00	▶	00	▶	00	▶	00
5. Other - specify: _____	5. ▶	00	▶	00	▶	00	▶	00
Subtractions (enter all amounts as positive numbers)								
6. Interest on U.S. government obligations	6. ▶	00	▶	00	▶	00	▶	00
7. Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations	7. ▶	00	▶	00	▶	00	▶	00
8. Certain expenses related to income exempt from federal income tax but subject to Connecticut tax	8. ▶	00	▶	00	▶	00	▶	00
9. Special depreciation allowance for qualified property placed in service during the preceding year(s)	9. ▶	00	▶	00	▶	00	▶	00
10. Other - specify: _____	10. ▶	00	▶	00	▶	00	▶	00

PART VI Member's Share of Connecticut-sourced Portion of Items From Federal Schedule K-1 (Form 1065 or Form 1120S)

Connecticut-sourced portion of Items from federal Schedule K-1 (Form 1065 or Form 1120S)		Member						
		▶# _____	▶# _____	▶# _____	▶# _____			
1. Ordinary business income (loss)	1. ▶	00	▶	00	▶	00	▶	00
2. Net rental real estate income (loss)	2. ▶	00	▶	00	▶	00	▶	00
3. Other net rental income (loss)	3. ▶	00	▶	00	▶	00	▶	00
4. Guaranteed payments	4. ▶	00	▶	00	▶	00	▶	00
5. Interest income	5. ▶	00	▶	00	▶	00	▶	00
6a. Ordinary dividends	6a. ▶	00	▶	00	▶	00	▶	00
6b. Qualified dividends	6b. ▶	00	▶	00	▶	00	▶	00
7. Royalties	7. ▶	00	▶	00	▶	00	▶	00
8. Net short-term capital gain (loss)	8. ▶	00	▶	00	▶	00	▶	00
9a. Net long-term capital gain (loss)	9a. ▶	00	▶	00	▶	00	▶	00
9b. Collectibles (28%) gain (loss)	9b. ▶	00	▶	00	▶	00	▶	00
9c. Unrecaptured section 1250 gain	9c. ▶	00	▶	00	▶	00	▶	00
10. Net section 1231 gain (loss)	10. ▶	00	▶	00	▶	00	▶	00
11. Other income (loss) (attach schedule) ...	11. ▶	00	▶	00	▶	00	▶	00
12. Section 179 deduction	12. ▶	00	▶	00	▶	00	▶	00
13. Other deductions: _____	13. ▶	00	▶	00	▶	00	▶	00

Schedule CT K-1

2004

Member's Share of Certain Connecticut Items

For calendar year 2004, or other taxable year beginning _____, 2004, and ending _____, 20_____.

PASS-THROUGH ENTITY'S (PE's) INFORMATION				MEMBER'S INFORMATION			
FEIN		CT Tax Registration Number		Social Security Number or FEIN			
Name				Name			
Number and Street Address		PO Box		Number and Street Address		PO Box	
City or Town		State	Zip Code	City or Town		State	Zip Code
<input type="checkbox"/> Amended Schedule CT K-1 (check if applicable)				Type of Member (check one): <input type="checkbox"/> Individual <input type="checkbox"/> Trust <input type="checkbox"/> Other (specify) _____ <input type="checkbox"/> Estate <input type="checkbox"/> Pass-through Entity (PE)			

Part I - Member's Share of Connecticut Modifications

Additions (enter all amounts as positive numbers)

MEMBER'S SHARE
from Form CT-1065/CT-1120SI, Part V

1. Interest on state and local obligations other than Connecticut	1.	
2. Mutual fund exempt-interest dividends from non-Connecticut state or municipal government obligations	2.	
3. Certain deductions relating to income exempt from Connecticut income tax	3.	
4. Special depreciation allowance for qualified property placed in service prior to September 11, 2004 ..	4.	
5. Other - specify _____	5.	

Subtractions (enter all amounts as positive numbers)

6. Interest on U.S. government obligations	6.	
7. Exempt dividends from certain qualifying mutual funds derived from U.S. government obligations ..	7.	
8. Certain expenses related to income exempt from federal income tax but subject to Connecticut tax ..	8.	
9. Special depreciation allowance for qualified property placed in service during the preceding year(s) ..	9.	
10. Other - specify _____	10.	

Part II - Member's Share of Connecticut-sourced Portion of Items from Federal Schedule K-1 (Form 1065 or 1120S)

MEMBER'S SHARE
from Form CT-1065/CT-1120SI, Part VI

1. Ordinary business income (loss)	1.	
2. Net rental real estate income (loss)	2.	
3. Other net rental income (loss)	3.	
4. Guaranteed payments	4.	
5. Interest income	5.	
6a. Ordinary dividends	6a.	
6b. Qualified dividends	6b.	
7. Royalties	7.	
8. Net short-term capital gain (loss)	8.	
9a. Net long-term capital gain (loss)	9a.	
9b. Collectibles (28%) gain (loss)	9b.	
9c. Unrecaptured section 1250 gain	9c.	
10. Net section 1231 gain (loss)	10.	
11. Other income (loss) (attach schedule)	11.	
12. Section 179 deduction	12.	
13. Other deductions:	13.	

Part III - Connecticut Income Tax Information

1. Connecticut income tax paid by PE on the member's behalf, as reported on 2004 Form CT-1065/CT-1120SI, Part I, Schedule B, Column D.	1.	
2. Interest on underpayment of estimated tax paid by PE on the member's behalf, as reported on 2004 Form CT-1065/CT-1120SI, Part I, Schedule B, Column E.	2.	

Schedule CT K-1

Member's Share of Certain Connecticut Items

Purpose

A pass-through entity (PE) is required to furnish **Schedule CT K-1, Member's Share of Certain Connecticut Items**, to its members (other than members who are corporate members).

General Instructions for PEs

A PE is required to complete Part I for resident noncorporate members, nonresident noncorporate members, and members which are pass-through entities. A PE is required to complete Parts II and III for nonresident noncorporate members and members which are pass-through entities. A PE is not required to complete any part of Schedule CT K-1 for corporate members.

A PE must furnish **Schedule CT K-1** to each member for whom Schedule CT K-1 is completed, on or before the fifteenth day of the fourth month following the close of the taxable year (April 15 if the PE's taxable year for federal income tax purposes is the calendar year). If the PE has requested an extension of time to file **Form CT-1065/CT-1120SI** by timely filing **Form CT-1065/CT-1120SI EXT**, the deadline for furnishing Schedule CT K-1 to members is automatically extended to the fifteenth day of the tenth month following the close of the taxable year (October 15 if the PE's taxable year for federal income tax purposes is the calendar year). The PE is required to maintain a copy of each Schedule CT K-1 that it furnishes, and to provide a copy to DRS, upon request.

For definitions of terms used in these instructions, see **Informational Publication 2004(39), Q & A on Connecticut Income Tax Changes Affecting Pass-through Entities**.

Specific Instructions for Completing This Schedule

Complete Part I for a member by transferring entries for that member from **Form CT-1065/CT-1120SI**, Part V, Lines 1 through 10. Complete Part II for a member by transferring entries for that member from **Form CT-1065/CT-1120SI**, Part VI, Lines 1 through 13. Complete Part III, Line 1, by transferring the amount of Connecticut income tax paid by the PE on the member's behalf (with **Form CT-1065/CT-1120SI ES**, **Form CT-1065/CT-1120SI EXT**, and **Form CT-1065/CT-1120SI**), from **Form CT-1065/CT-1120SI**, Part I, Schedule B, Column D. Do not include any Connecticut income tax paid by the PE with **Form CT-G ES**, **Form CT-G EXT**, or **Form CT-G**. Complete Part III, Line 2, by transferring the amount of interest on underpayment of estimated tax paid by the PE on the member's behalf, from **Form CT-1065/CT-1120SI**, Part I, *Schedule B*, Column E.

General Instructions for Recipients

Do not attach **Schedule CT K-1** to your Connecticut income tax return. Keep it for your records. This information may be needed to prepare future returns or to prepare an amended return.

Instructions for Members Who Are Resident Individuals

Enter amounts from **Schedule CT K-1**, Part I, Lines 1 through 5, on **Form CT-1040, Schedule 1**, Lines 31 through 38. Enter amounts from **Schedule CT K-1**, Part I, Lines 6 through 10, on **Form CT-1040, Schedule 1**, Lines 40 through 49.

Instructions for Members Who Are Nonresident or Part-Year Resident Individuals

Enter amounts from **Schedule CT K-1**, Part I, Lines 1 through 5, on **Form CT-1040NR/PY**, Lines 33 through 40. Enter amounts from **Schedule CT K-1**, Part I, Lines 6 through 10, on **Form CT-1040NR/PY**, Lines 42 through 51.

Enter amounts from **Schedule CT K-1**, Part II, Lines 1 through 13, on the appropriate lines of **Form CT-1040NR/PY, Schedule CT-SI**.

Enter the amount from **Schedule CT K-1**, Part III, Line 1, on **Form CT-1040NR/PY**, Line 20. Enter the amount from **Schedule CT K-1**, Part III, Line 2, on **Form CT-1040NR/PY**, Line 31.

Note: A member is not required to file a Connecticut income tax return if the composite income tax payment made by the PE on the member's behalf (and any other composite income tax payment made by any other PE on the member's behalf) satisfies the member's Connecticut income tax liability. The member is required to file a Connecticut income tax return if the composite income tax payment made by the PE on the member's behalf (and any other composite income tax payment made by any other PE on the member's behalf) does not satisfy the member's Connecticut income tax liability, or if the member has Connecticut source income other than from one or more PEs.

Instructions for Members Which Are Trusts or Estates

Enter amounts from **Schedule CT K-1**, Part I, Lines 1 through 5, on **Form CT-1041, Schedule A**, Lines 1 through 5. Enter amounts from **Schedule CT K-1**, Part I, Lines 6 through 10, on **Form CT-1041, Schedule A**, Lines 7 through 11.

Enter amounts from **Schedule CT K-1**, Part II, Lines 1 through 13, on the appropriate lines of **Form CT-1041, Schedule CT-1041FA**, Part III, Column B.

Enter the amount from **Schedule CT K-1**, Part III, Line 1, on **Form CT-1041**, Line 10. Enter the amount from **Schedule CT K-1**, Part III, Line 2, on **Form CT-1041**, Line 22.

Instructions for a Member Which Is a Pass-Through Entity

A member which is a PE (and referred to here as a *parent PE*) must:

- Include the amounts from **Schedule CT K-1**, Part I, Lines 1 through 10, in the amounts entered on the parent PE's **Form CT-1065/CT-1120SI**, Part V, Lines 1 through 10, for the parent PE's members.
- Include the amounts from **Schedule CT K-1**, Part II, Lines 1 through 13, in the amounts entered on the parent PE's **Form CT-1065/CT-1120SI**, Part VI, Lines 1 through 13, for the parent PE's members.
- Include the amount from **Schedule CT K-1**, Part III, Line 1, in the amount entered on the PE's **Form CT-1065/CT-1120SI**, Part I, Schedule B, Line 10, Column D, for the parent PE's members.
- Include the amount from Part III, Line 2, in the amount entered on the parent PE's **Form CT-1065/CT-1120SI**, Part I, Schedule B, Line 11, Column E, for the parent PE's members.

CT-1065/CT-1120SI ES ESTIMATED CONNECTICUT COMPOSITE INCOME TAX PAYMENT 2005			
Federal Employer ID Number	Connecticut Tax Registration Number	Payment 1	For Taxable Year Ending
Pass-through Entity (PE) Name	DRS USE ONLY - -20		
Address (Number and Street)	1. Payment Amount ▶		00
City or Town	State	ZIP Code	
CHECK TYPE OF PE: <input type="checkbox"/> Partnership (including LLC treated as a partnership) <input type="checkbox"/> S Corporation			

See instructions on reverse for filing requirements.
 Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write the PE's Federal Employer Identification Number and
 "2005 Form CT-1065/CT-1120SI ES" on check or money order.

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

Send completed coupon and payment to:
Department of Revenue Services
PO Box 2967
Hartford CT 06104-2967

(Rev. 12/04)

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CT-1065/CT-1120SI ES ESTIMATED CONNECTICUT COMPOSITE INCOME TAX PAYMENT 2005			
Federal Employer ID Number	Connecticut Tax Registration Number	Payment 2	For Taxable Year Ending
Pass-through Entity (PE) Name	DRS USE ONLY - -20		
Address (Number and Street)	1. Payment Amount ▶		00
City or Town	State	ZIP Code	
CHECK TYPE OF PE: <input type="checkbox"/> Partnership (including LLC treated as a partnership) <input type="checkbox"/> S Corporation			

See instructions on reverse for filing requirements.
 Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write the PE's Federal Employer Identification Number and
 "2005 Form CT-1065/CT-1120SI ES" on check or money order.

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

Send completed coupon and payment to:
Department of Revenue Services
PO Box 2967
Hartford CT 06104-2967

(Rev. 12/04)

CT-1065/CT-1120SI ES

Instructions

Fill in the ending date of the taxable year of the pass-through entity (PE) by which this payment is made. For calendar year filers, this would be December 31, 2005.

A PE is required to make estimated Connecticut composite income tax payments on behalf of each nonresident noncorporate member and each member which is a PE, where the expected Connecticut income tax liability on the member's share of the PE's Connecticut source income for the 2005 taxable year is expected to equal or exceed \$1,000.

To determine the amount of the PE's estimated Connecticut composite income tax payment and the 2005 estimated tax due dates, see 2004 Form

CT-1065/CT-1120SI, *Connecticut Composite Income Tax Return and Instructions*. Use **Form CT-1065/CT-1120SI ES** to make estimated payments.

The required annual payment is the lesser of:

- 90% of the tax shown for the member on the 2005 Form CT-1065/CT-1120SI; or
- 100% of the tax shown for the member on the 2004 Form CT-1065/CT-1120SI.

Note: For definitions of terms used in these instructions and more information, see **Informational Publication 2004(39)**, *Q&A on Connecticut Income Tax Changes Affecting Pass-through Entities*, available from the DRS Web site at www.ct.gov/DRS

Form CT-1065/CT-1120SI ES Back (Rev. 12/04)

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CT-1065/CT-1120SI ES

Instructions

Fill in the ending date of the taxable year of the pass-through entity (PE) by which this payment is made. For calendar year filers, this would be December 31, 2005.

A PE is required to make estimated Connecticut composite income tax payments on behalf of each nonresident noncorporate member and each member which is a PE, where the expected Connecticut income tax liability on the member's share of the PE's Connecticut source income for the 2005 taxable year is expected to equal or exceed \$1,000.

To determine the amount of the PE's estimated Connecticut composite income tax payment and the 2005 estimated tax due dates, see 2004 Form

CT-1065/CT-1120SI, *Connecticut Composite Income Tax Return and Instructions*. Use **Form CT-1065/CT-1120SI ES** to make estimated payments.

The required annual payment is the lesser of:

- 90% of the tax shown for the member on the 2005 Form CT-1065/CT-1120SI; or
- 100% of the tax shown for the member on the 2004 Form CT-1065/CT-1120SI.

Note: For definitions of terms used in these instructions and more information, see **Informational Publication 2004(39)**, *Q&A on Connecticut Income Tax Changes Affecting Pass-through Entities*, available from the DRS Web site at www.ct.gov/DRS

Form CT-1065/CT-1120SI ES Back (Rev. 12/04)

CT-1065/CT-1120SI ES ESTIMATED CONNECTICUT COMPOSITE INCOME TAX PAYMENT 2005			
Federal Employer ID Number	Connecticut Tax Registration Number	Payment 3	For Taxable Year Ending
Pass-through Entity (PE) Name	DRS USE ONLY - -20		
Address (Number and Street)	1. Payment Amount ▶		00
City or Town	State	ZIP Code	
CHECK TYPE OF PE: <input type="checkbox"/> Partnership (including LLC treated as a partnership) <input type="checkbox"/> S Corporation			

See instructions on reverse for filing requirements.
 Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write the PE's Federal Employer Identification Number and
 "2005 Form CT-1065/CT-1120SI ES" on check or money order.

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

Send completed coupon and payment to:
Department of Revenue Services
PO Box 2967
Hartford CT 06104-2967

(Rev. 12/04)

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CT-1065/CT-1120SI ES ESTIMATED CONNECTICUT COMPOSITE INCOME TAX PAYMENT 2005			
Federal Employer ID Number	Connecticut Tax Registration Number	Payment 4	For Taxable Year Ending
Pass-through Entity (PE) Name	DRS USE ONLY - -20		
Address (Number and Street)	1. Payment Amount ▶		00
City or Town	State	ZIP Code	
CHECK TYPE OF PE: <input type="checkbox"/> Partnership (including LLC treated as a partnership) <input type="checkbox"/> S Corporation			

See instructions on reverse for filing requirements.
 Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write the PE's Federal Employer Identification Number and
 "2005 Form CT-1065/CT-1120SI ES" on check or money order.

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

Send completed coupon and payment to:
Department of Revenue Services
PO Box 2967
Hartford CT 06104-2967

(Rev. 12/04)

CT-1065/CT-1120SI ES

Instructions

Fill in the ending date of the taxable year of the pass-through entity (PE) by which this payment is made. For calendar year filers, this would be December 31, 2005.

A PE is required to make estimated Connecticut composite income tax payments on behalf of each nonresident noncorporate member and each member which is a PE, where the expected Connecticut income tax liability on the member's share of the PE's Connecticut source income for the 2005 taxable year is expected to equal or exceed \$1,000.

To determine the amount of the PE's estimated Connecticut composite income tax payment and the 2005 estimated tax due dates, see 2004 Form

CT-1065/CT-1120SI, *Connecticut Composite Income Tax Return and Instructions*. Use **Form CT-1065/CT-1120SI ES** to make estimated payments.

The required annual payment is the lesser of:

- 90% of the tax shown for the member on the 2005 Form CT-1065/CT-1120SI; **or**
- 100% of the tax shown for the member on the 2004 Form CT-1065/CT-1120SI.

Note: For definitions of terms used in these instructions and more information, see **Informational Publication 2004(39)**, *Q&A on Connecticut Income Tax Changes Affecting Pass-through Entities*, available from the DRS Web site at **www.ct.gov/DRS**

Form CT-1065/CT-1120SI ES Back (Rev. 12/04)

✂ cut here ✂

✂ cut here ✂

CT-1065/CT-1120SI ES

Instructions

Fill in the ending date of the taxable year of the pass-through entity (PE) by which this payment is made. For calendar year filers, this would be December 31, 2005.

A PE is required to make estimated Connecticut composite income tax payments on behalf of each nonresident noncorporate member and each member which is a PE, where the expected Connecticut income tax liability on the member's share of the PE's Connecticut source income for the 2005 taxable year is expected to equal or exceed \$1,000.

To determine the amount of the PE's estimated Connecticut composite income tax payment and the 2005 estimated tax due dates, see 2004 Form

CT-1065/CT-1120SI, *Connecticut Composite Income Tax Return and Instructions*. Use **Form CT-1065/CT-1120SI ES** to make estimated payments.

The required annual payment is the lesser of:

- 90% of the tax shown for the member on the 2005 Form CT-1065/CT-1120SI; **or**
- 100% of the tax shown for the member on the 2004 Form CT-1065/CT-1120SI.

Note: For definitions of terms used in these instructions and more information, see **Informational Publication 2004(39)**, *Q&A on Connecticut Income Tax Changes Affecting Pass-through Entities*, available from the DRS Web site at **www.ct.gov/DRS**

Form CT-1065/CT-1120SI ES Back (Rev. 12/04)

Form CT-1065/CT-1120SI EXT
Application for Extension of Time to File Connecticut
Composite Income Tax Return

2004

See Instructions on Reverse Before Completing This Form

TAXPAYER <small>(Please Type or Print)</small>	Name of Pass-through Entity (PE) ▶		Federal Employer ID Number
	Number and Street	PO Box	DRS USE ONLY - - 20
	City or Town	State	ZIP Code
			Connecticut Tax Registration Number

This is not an extension of time to pay your tax.

Payment must be included if any tax is due or interest and penalties may apply (see instructions).
An extension granted by the Internal Revenue Service does not automatically extend the Connecticut filing date.

Type of PE: **Partnership** (including LLC treated as a partnership) **S Corporation**

I request a **six-month extension** of time, to **October 15, 2005**, to file **Form CT-1065/CT-1120SI**, *Connecticut Composite Income Tax Return*, and the same six-month extension of time to furnish **Schedule CT K-1, Member's Share of Certain Connecticut Items**, to members for calendar year 2004, or until _____ for taxable year ending ▶ _____.

Partnerships only:

A federal extension has been requested on federal Form 8736, Application for Automatic Extension of Time to File U.S. Return for a Partnership, REMIC, or for Certain Trusts, for calendar year 2004, or taxable year ending _____.

YES NO

S Corporations only:

A federal extension has been requested on federal Form 7004, Application for Automatic Extension of Time to File Corporation Income Tax Return, for calendar year 2004, or taxable year beginning _____, 2004, and ending _____.

YES NO

If **NO**, the reason for the Connecticut extension is: _____

— NOTIFICATION WILL BE SENT ONLY IF THE EXTENSION REQUEST IS DENIED —

1. Total Connecticut composite income tax liability for 2004. (You may estimate this amount.) NOTE: An amount must be entered on Line 1. If no tax is due, enter zero (0).....	1	00
2. The sum of 2004 estimated Connecticut composite income tax payments and any 2003 overpayment (from the S corporation) credited to 2004	2	00
3. Connecticut composite income tax balance due. (Subtract Line 2 from Line 1). Pay in full with this form. If Line 2 is greater than Line 1, enter zero (0)..... ▶	3	00

Make check or money order payable to: **COMMISSIONER OF REVENUE SERVICES**

Write the PE's Federal Employer ID Number and "2004 Form CT-1065/CT-1120SI EXT" on the check or money order.

Mail to: Department of Revenue Services
 PO Box 2967
 Hartford CT 06104-2967

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy of this return for your records.	Signature of General Partner or Corporate Officer	Title	Date	Telephone Number ()	
	Paid Preparer's Signature			Date	Preparer's SSN or PTIN
	Firm's Name and Address			Federal Employer ID Number	
				Telephone Number ()	

Form CT-1065/CT-1120SI EXT Instructions

Purpose

Use Form CT-1065/CT-1120SI EXT, *Application for Extension of Time to File Connecticut Composite Income Tax Return*, to request a **six-month extension of time to file** a Connecticut Composite Income Tax Return and the same six-month extension of time to furnish **Schedule CT K-1, Member's Share of Certain Connecticut Items**, to members. It will not be necessary to include a reason for the Connecticut extension request if an extension request has already been filed with the Internal Revenue Service for the PE on federal Form 8736 or federal Form 7004.

If federal Form 8736 or federal Form 7004 was not filed, the PE can apply for a six-month extension to file Form CT-1065/CT-1120SI, *Connecticut Composite Income Tax Return*, provided there is reasonable cause for the request.

How to Get an Extension of Time to File

To get a Connecticut filing extension, the PE **must** complete and file Form CT-1065/CT-1120SI EXT on or before the due date of the return and pay the amount shown on Line 3.

Notification will be sent only if the extension request is denied.

Form CT-1065/CT-1120SI EXT **only extends the time to file** Form CT-1065/CT-1120SI and the time to furnish **Schedule CT K-1** to members. Form CT-1065/CT-1120SI EXT **does not extend the time to pay** the amount of tax due.

Form CT-1127, *Application for Extension of Time for Payment of Income Tax*, must be filed to extend the due date for any payment due with this extension.

Interest and Penalty

In general, interest and penalty apply to any portion of the tax that is not paid on or before the original due date of the return. Interest is computed on the underpayment of tax at 1% (.01) per month or fraction of a month computed from the original due date to the date of payment.

Late Payment Penalty: The penalty for underpayment of tax is 10% (.10) of the tax due.

Late Filing Penalty: If no tax is due, the Commissioner of Revenue Services may impose a \$50 penalty for the late filing of any return or report that is required by law to be filed.

When to File Form CT-1065/CT-1120SI EXT

If you are filing a calendar-year Form CT-1065/CT-1120SI, file Form CT-1065/CT-1120SI EXT on or before April 15, 2005. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date. If you are filing Form CT-1065/CT-1120SI for a taxable year other than the calendar year, file Form CT-1065/CT-1120SI EXT on or before the fifteenth day of the fourth month following the close of the taxable year.

Required Information

Enter the PE's name, address, Federal Employer ID Number, and the Connecticut Tax Registration Number (if applicable).

Signature

This form must be signed by a general partner or corporate officer.

Paid Preparer Signature

Anyone you pay to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number (SSN) or Preparer Tax Identification Number (PTIN), their firm's Federal Employer Identification Number, and their firm's name, address, and telephone number in the spaces provided.

Others Who May Sign

Anyone with a signed Power of Attorney on file may sign on your behalf.

If a general partner or corporate officer is unable, by reason of illness, absence, or other good cause to sign a request for an extension, any person standing in a close personal or business relationship (including attorneys, accountants, and enrolled agents) to the general partner or corporate officer may sign the request on his or her behalf and will be considered a duly authorized agent for this purpose, provided the request sets forth the reasons for a signature other than that of a general partner or corporate officer, and states the relationship existing between the general partner or corporate officer and the signer.

Where to File

Mail to: Department of Revenue Services
State of Connecticut
PO Box 2967
Hartford CT 06104-2967

Form CT-2NA

Connecticut Nonresident Income Tax Agreement/ Election to be Included in a Group Return

(Rev. 12/04)

– See Instructions Below –

Nonresident Individual's Taxable Year Beginning _____, _____, and Ending _____, _____		Taxable Year of Pass-through Entity (PE) Beginning _____, _____, and Ending _____, _____	
NONRESIDENT INDIVIDUAL'S NAME AND MAILING ADDRESS		PE'S NAME AND MAILING ADDRESS	
Name _____		Name _____	
Number and Street Address _____	PO Box _____	Number and Street Address _____	PO Box _____
City or Town _____	State _____	City or Town _____	State _____
ZIP Code _____		ZIP Code _____	
Social Security Number _____	Spouse's Social Security Number _____	Connecticut Tax Registration Number _____	Federal Employer ID Number _____

Internal Revenue Service Center Where Nonresident Individual's Federal Return is Filed _____

Purpose: File Form CT-2NA, *Connecticut Nonresident Income Tax Agreement/Election to be Included in a Group Return*, to elect, as a qualified nonresident member of a PE, to be included in Form CT-G, *Connecticut Group Income Tax Return*.

Who May File: Any individual who is a qualified electing nonresident member of a PE doing business in Connecticut or having income, gain, loss, or deduction derived from or connected with Connecticut sources is eligible to elect to be included in a Form CT-G to be filed by the PE. A PE is eligible to file Form CT-G for a taxable year if it has two or more qualified electing nonresident members for that taxable year. The qualified electing nonresident members must all have the same taxable year.

A qualified electing nonresident member is any individual who is a:

- Shareholder of an S corporation doing business in Connecticut or having any income, gain, loss, or deduction derived from or connected with Connecticut sources; **or**
- Partner of a partnership, or member of an LLC treated as a partnership for federal income tax purposes, doing business in Connecticut or having any income, gain, loss, or deduction derived from or connected with Connecticut sources; **or**
- Beneficiary of a trust or estate having any income, gain, loss, or deduction derived from or connected with Connecticut sources.

Note: The filing of a Form CT-G is considered to be the filing of multiple separate returns and meets the filing requirements otherwise imposed on nonresident individuals by the Connecticut Income Tax Act. The Department of Revenue Services (DRS) retains the right to require the filing of Form CT-1040NR/PY, *Connecticut Nonresident or Part-Year Resident Income Tax Return*, by any of the members. However, a qualified electing nonresident member may not revoke an election to be included in Form CT-G, or elect to be included in Form CT-G, after the fifteenth day of the fourth month following the close of the PE's taxable year.

When and Where to File: A qualified nonresident member electing to be included in a Form CT-G must complete and file Form CT-2NA with the PE prior to the filing of Form CT-G by the PE. The due date for Form CT-G is the fifteenth day of the fourth month following the close of the taxable year of the qualified electing nonresident members. The PE must keep Form CT-2NA in its permanent records, and make a copy available to DRS upon request. Once a Form CT-2NA is timely filed by a member for a taxable year, the member's election remains in effect for succeeding taxable years, unless the qualified electing nonresident member revokes the election by providing written notice of the revocation to the PE. No such revocation shall be effective prior to the taxable year of the qualified electing nonresident member following the taxable year during which written notice of the revocation was provided to the PE. The PE must keep and maintain such written notices in its permanent records, and make them available to DRS upon request.

DECLARATION: I declare that I meet all of the following conditions for the taxable year: I was a nonresident individual for the entire taxable year; I did not maintain a permanent place of abode in Connecticut at any time during the taxable year; neither I nor my spouse (if a joint federal income tax return is or will be filed) had income derived from or connected with Connecticut sources other than one or more pass-through entities for the taxable year; I waive my right to claim any Connecticut personal exemption and any Connecticut personal credit for the taxable year; I waive my right to request an extension of time to pay the Connecticut income tax; I did not have a Connecticut alternative minimum tax liability for the taxable year; I consent and agree to be subject to personal jurisdiction in Connecticut for purposes of the collection of Connecticut income tax, together with any additions to tax, interest, and penalties, for the taxable year; and I authorize the PE to designate a member who will act as my agent (and that of the other qualified electing nonresident member) in filing the group return.

This agreement shall be binding upon my heirs, representatives, assigns, successors, executors, and administrators.

Sign Here

Your Signature

Date

Spouse's Signature (if joint return)

Date

Form OP-424
Business Entity Tax Return

2004

Purpose: For taxable years beginning on or after January 1, 2002, there is an annual business entity tax (BET) of \$250. The BET applies to each of the following entities, if required to file an annual report with the Connecticut Secretary of the State:

- S Corporation;
- Limited Liability Partnership;
- Limited Partnership; or
- Limited Liability Company that, for federal income tax purposes, is either treated as a partnership (if it has more than one member) or disregarded as an entity separate from its owner (if it has one member).

These entities must file **Form OP-424, Business Entity Tax Return**, and pay the tax on or before the due date.

Required Information: Enter the entity's taxable year, Connecticut Tax Registration Number, Federal Employer Identification Number, and Connecticut Secretary of the State Identification Number, in the spaces provided at the top of **Form OP-424**.

Due Date: The business entity tax is required to be paid to the Department of Revenue Services (DRS) by the entity on or before the fifteenth day of the fourth month (April 15 for calendar year filers) following the close of each taxable year of the entity. An entity's taxable year is its taxable year for federal income tax purposes.

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

Interest: If the tax is not paid by the due date, interest is computed on any unpaid tax at the rate of 1% (.01) per month or fraction of a month from the due date until the date of payment.

Penalty: The penalty for late payment of the tax due is \$50.

Waiver of Penalty: DRS may waive all or part of the penalty when it is proven that the failure to pay the tax on time was due to a reasonable cause and was not intentional or due to neglect. Before a penalty waiver can be granted, all tax and interest must be paid. Interest cannot be waived.

Signature: This return must be signed by a general partner if the entity is a partnership, or, if the entity is a limited liability company, by anyone with authority to sign the return. If the entity is an S corporation, an officer must sign the return.

Where to File: Send your completed **Form OP-424** and payment to:

Department of Revenue Services
 State of Connecticut
 PO Box 2936
 Hartford CT 06104-2936

Make check or money order payable to: **Commissioner of Revenue Services**. To ensure proper posting of your payment, write "2004 Form OP-424" and your Connecticut Tax Registration Number on your check or money order.

For more information, see **Special Notice 2002(11), Business Entity Tax**, and **Informational Publication 2003(15), Q & A on the Business Entity Tax**, or contact the DRS, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

The entity may use **Fast-File** to file sales and use taxes, business use tax, room occupancy tax, estimated corporation business tax, **business entity tax**, or withholding tax returns over the Internet. Visit the DRS Website at www.ct.gov/DRS and click on **File/Register OnLine**.

Detach and return bottom portion in envelope provided.

State of Connecticut (Rev. 12/04)

Form OP-424 – Business Entity Tax Return

2004

For Taxable Year Ending	Connecticut Tax Registration Number	Federal Employer ID Number	Secretary of State ID Number	DRS USE ONLY
▶	▶	▶		▶ - - 20

1. Business Entity Tax	1.	\$250	00
2. If late: Enter Penalty (See <i>Penalty</i> above.)	▶ 2.		00
3. If late: Enter Interest (See <i>Interest</i> above.)	▶ 3.		00
4. Total amount due. (Add Lines 1, 2, and 3.) Enter total here.	▶ 4.		00

MAKE CHECK OR MONEY ORDER PAYABLE TO:
 COMMISSIONER OF REVENUE SERVICES

MAIL TO: Department of Revenue Services
 State of Connecticut
 PO Box 2936
 Hartford CT 06104-2936

DECLARATION: I declare under penalty of law that I have examined this return and, to the best of my knowledge and belief, it is true, complete, and correct.

I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Sign Here _____

Date _____

Please correct your name and address if shown incorrectly.

FORM CT-G

Connecticut Group Income Tax Return

(For qualified electing **nonresident** individuals who are partners, LLC members, shareholders of S corporations, or beneficiaries of trusts or estates)

For calendar year 2004, or other taxable year ▶ beginning _____, 2004, ▶ ending _____.

Name of Pass-through Entity (PE)		Federal Employer Identification Number	
▶	▶		
Number and Street	PO Box	DRS USE ONLY	
▶	▶	- 20	
City or Town	State	ZIP Code	Connecticut Tax Registration Number
▶	▶	▶	▶

Check box for type of PE filing this return: ▶ Partnership ▶ LLC ▶ S Corporation ▶ Estate ▶ Trust

Check box if amended return:

Total number of partners, LLC members, shareholders, or beneficiaries included in this group return ▶ _____

1. Income tax (Total of amounts from <i>Schedule G</i> , Column D)	▶	1		00
2. Estimated tax paid (Total of amounts from <i>Schedule G</i> , Column E)	▶	2		00
3. Amount paid with extension request (if any)	▶	3		00
4. Enter the total payments (Add Line 2 and Line 3)	▶	4		00
5. If Line 4 is greater than Line 1, subtract the amount on Line 1 from the amount on Line 4, and enter the amount of overpayment to be credited to 2005	▶	5		00
6. If Line 1 is greater than Line 4, subtract the amount on Line 4 from the amount on Line 1, and enter the tax due	▶	6		00
7. If late: Enter penalty (10% (.10) x amount on Line 6. See instructions)	▶	7		00
8. If late: Enter interest (1% (.01) x number of months late, or fraction of a month x amount on Line 6)	▶	8		00
9. Interest for underpayment of estimated tax (Total of amounts from <i>Schedule G</i> , Column F)	▶	9		00
10. BALANCE DUE (Add Lines 6 through 9)	▶	10		00

Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write Federal Employer ID Number and "2004 Form CT-G" on your check or money order.

Mail to: Department of Revenue Services
 State of Connecticut
 PO Box 5019
 Hartford CT 06102-5019

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

SIGN HERE Keep a copy of this return for your records	Signature of General Partner, LLC Member, Fiduciary, or Officer	Date	May DRS contact the preparer shown below about this return? <input type="checkbox"/> Yes <input type="checkbox"/> No (See instructions, Page 9)
	Title	Telephone Number ()	
	Paid Preparer's Signature	Date	Preparer's SSN or PTIN
	Firm's Name and Address	Federal Employer ID Number	Telephone Number ()

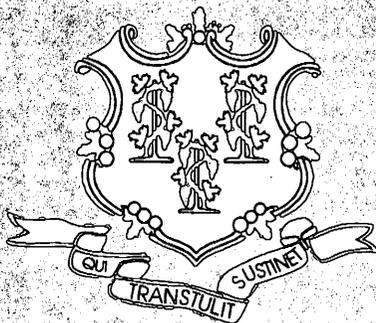
2004

FORM CT-G

Connecticut Group Income Tax Return and Instructions

This booklet
contains:

- Form CT-G
- Form CT-G EXT
- Form CT-G ES
- Form CT-2NA



Dear Customer:

The goal of the Connecticut Department of Revenue Services (DRS) is to create quality products that give you, the taxpayer, the information you need to make tax filing as easy as possible. The Connecticut Group Income Tax Return streamlines reporting for eligible nonresident members of pass-through entities (PEs), resulting in time-savings for them and greater efficiencies for DRS. This booklet also contains valuable information about 2004 tax changes affecting nonresident filers. Please read it carefully.

At DRS, our goal is to provide taxpayers with excellent customer service and a user-friendly approach to tax administration. If you have questions about Connecticut taxes or filing this return, you can reach DRS Taxpayer Services staff by e-mail, phone, or letter. The back cover of this booklet provides all the ways you can access this Agency including the DRS Web site, which is available anytime to provide you with access to forms, publications, and information.

As always, we welcome your comments and ideas about how we can improve the way we do business.

Sincerely,

A handwritten signature in cursive script that reads "Pam Law".

Pam Law
Commissioner of Revenue Services

Taxpayer information is available on our Web site:
www.ct.gov/DRS

*Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.
Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.*

CONN-TAX

If you have a touch-tone phone, you can obtain important income tax information anytime from CONN-TAX, the Department of Revenue Services information line. Call **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere), press **4** to be connected to the recorded tax information menu, then press **1** to select *Recorded Income Tax Information*. Enter the three-digit number next to the topic of your choice shown below, or follow the prerecorded instructions.

GENERAL INCOME TAX INFORMATION

- | | | | |
|-----|--------------------------------------------------|-----|---------------------------------------------------------------------------------|
| 101 | Important income tax changes | 106 | Filing an error-free return |
| 102 | How to choose the correct form and filing method | 107 | Amending a Connecticut return |
| 103 | Where to get forms and assistance | 108 | Getting a copy of a previously filed return |
| 104 | Requesting a filing extension | 109 | Offsets of state income tax refunds |
| 105 | Filing a decedent's return | 110 | Deducting Connecticut income tax when completing your federal income tax return |

INCOME TAX FILING REQUIREMENTS, RESIDENCY, AND FILING STATUS

- | | | | |
|-----|--------------------------------------------------------|-----|------------------------------------------|
| 201 | Who must file a Connecticut return? | 205 | Members of the armed forces |
| 202 | What is gross income? | 206 | Student's filing requirements |
| 203 | Who is a resident, nonresident, or part-year resident? | 207 | Dependent children's filing requirements |
| 204 | What is Connecticut source income of a nonresident? | 208 | What is your filing status? |
| | | 209 | Title 19 recipients |

INDIVIDUAL USE TAX, GIFT TAX, AND OTHER INCOME TAX RETURNS

- | | | | |
|-----|----------------------------------------------------|-----|------------------------------------------------------------|
| 301 | Individual use tax | 305 | Partnership information and composite income tax |
| 302 | Gift tax | 306 | Group return for shareholders, partners, and beneficiaries |
| 303 | Income tax on trusts and estates | | |
| 304 | S corporation information and composite income tax | | |

COMPLETING FORM CT-1040 OR FORM CT-1040NR/PY

- | | | | |
|-----|-------------------------------------------------------------------------------|-----|------------------------------------------------|
| 401 | Tax status of U.S. government obligations | 406 | Modifications to federal adjusted gross income |
| 402 | Tax status of state or local obligations | 407 | Connecticut alternative minimum tax |
| 403 | Residents and part-year residents who paid income tax to another jurisdiction | 408 | Property tax credit |
| 404 | Deferred compensation | 409 | Questions about a state tax refund |
| 405 | Pension income, Social Security benefits, and Individual Retirement Accounts | | |

ESTIMATED INCOME TAX REQUIREMENTS

- | | | | |
|-----|-----------------------------------------|-----|---------------------------|
| 501 | Who must estimate? | 505 | Annualization of income |
| 502 | Withholding instead of making estimates | 506 | Interest on underpayments |
| 503 | Estimated income tax form | 507 | Farmers and fishermen |
| 504 | When to file and how much to pay | | |

QUESTIONS ON TELEFILING AND WEBFILING

- | | | | |
|-----|----------------------------------------------------|-----|---------------------------------------------------|
| 601 | Who is eligible to Telefile ? | 604 | WebFiling |
| 602 | Tips for successful Telefiling | 605 | What if I make a mistake while WebFiling ? |
| 603 | What if I make a mistake while Telefiling ? | | |

Extended Telephone Hours for the 2004 Filing Season:

- Monday, January 31 (until 7 p.m.)
- Monday, February 7 (until 7 p.m.)
- Monday, February 14 (until 7 p.m.)

Extended Telephone Personal Assistance and Walk-in Hours:

- (25 Sigourney Street, Hartford Only)
- Friday, April 15 (until 8 p.m.)

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WHAT'S NEW

Who May File Form CT-G

For taxable years beginning on or after January 1, 2004, a pass-through entity (PE) with **two or more qualified electing nonresident members** may file a group return. A group return may also be filed by a trust or estate with **two or more** qualified electing nonresident beneficiaries. Previously, a group return could only be filed by a PE which had 10 or more qualified electing nonresident members. For more information, see *Who May File Form CT-G* on Page 4.

New Form for PEs

For taxable years beginning on or after January 1, 2004, a PE is required to file **Form CT-1065/CT-1120SI**, *Connecticut Composite Income Tax Return*, where it is required to file federal Form 1065, U.S. Return of Partnership Income, or federal Form 1120S, U.S. Income Tax Return for an S Corporation, and has any income, gain, loss, or deduction derived from or connected with Connecticut sources. **Form CT-1065**, *Connecticut Partnership Income Tax Return*, and **Form CT-1120SI**, *Connecticut S Corporation Composite and Income Tax Return*, are obsolete.

Change in Filing Requirements

A PE is required to make a Connecticut composite income tax payment on behalf of a member where:

1. The member's share of the PE's income derived from or connected with Connecticut sources is **\$1,000 or more**;
2. If the member is a nonresident individual, the member has not elected to be included in a **group return (Form CT-G)**; and
3. The member is a **nonresident individual, nonresident trust, nonresident estate, or a PE**.

Previously, partnerships and LLCs treated as partnerships for federal income tax purposes, were not required to make composite Connecticut income tax payments. S corporations were not required to make composite Connecticut income tax payments on behalf of nonresident shareholders who elected by filing **Form CT-1NA**, *Nonresident Income Tax Agreement*, to file their own Connecticut income tax returns. *2004 Conn. Pub. Acts 216, §54* precludes that election, and, if the election was previously made, nullifies that election for taxable years of PEs beginning on or after January 1, 2004.

Underpayment of Estimated Tax

For taxable years beginning on or after January 1, 2004, the threshold for imposing an addition to tax for an underpayment of estimated tax has been **increased** from *more than \$500, to \$1,000 or more*.

GENERAL INFORMATION

How to Get Help

The Department of Revenue Services (DRS) is ready to help you and offers several resources where you can get answers to Connecticut tax questions. Visit the DRS Web site at www.ct.gov/DRS or for personal assistance, refer to the back cover of this booklet for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m.

Personal telephone assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. Extended hours are offered, see Page 2. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line or visit the DRS Web site for details.

How to Get Additional Forms and Publications

Download and print Connecticut tax forms and publications anytime from the DRS Web site at www.ct.gov/DRS. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet. You may also photocopy the forms you need from the *2004 Connecticut Package X*, which is on file at most public libraries.

References to Pass-through Entity and Member

References in this booklet to *pass-through entity (PE)* should be read as including a partnership (including a limited liability company (LLC) treated as a partnership), an S corporation, and a trust or estate. References in this booklet to *member* should be read as including a partner of a partnership (including a member of an LLC treated as a partnership), a shareholder of an S corporation, and a beneficiary of a trust or estate. See chart below.

Who May File Form CT-G

A PE doing business in Connecticut, or having income, gain, loss, or deduction derived from or connected with sources within Connecticut, may file **Form CT-G** on behalf of its qualified electing nonresident members. **Form CT-G** may be filed only by a PE with **two or more qualified electing nonresident members** in a taxable year. All qualified electing nonresident members must have the same taxable year. However, whether or not **Form CT-G** is filed, a PE is required to file **Form CT-1065/CT-1120SI**.

A *qualified electing nonresident member* is one who meets **all** of the following conditions:

- The member was a **nonresident** individual for the entire taxable year;
- The member did not maintain a permanent place of abode in Connecticut at any time during the taxable year;

References to:	Should be read as including:		
	Partnership	S Corporation	Trust or Estate
<i>Pass-through entity (PE)</i>	Partnership (including an LLC treated as a partnership)	S corporation	Trust or estate
<i>Member</i>	partner of a partnership (or member of an LLC)	shareholder of an S corporation	beneficiary of a trust or estate
<i>Nonresident member's share of PE's income, gain, loss, or deduction derived from or connected with Connecticut sources</i>	nonresident partner or member's distributive share of a partnership or limited liability company's income, gain, loss, or deduction derived from or connected with Connecticut sources	nonresident shareholder's pro rata share of an S corporation's income, gain, loss, or deduction derived from or connected with Connecticut sources	nonresident beneficiary's share of a trust or estate's income, gain, loss, or deduction derived from or connected with Connecticut sources
<i>Form CT-1065/CT-1120SI</i>	Form CT-1065/CT-1120SI	Form CT-1065/CT-1120SI	Form CT-1041

- The member (or his or her spouse, if a joint federal income tax return is or will be filed) did not have income, gain, loss, or deduction derived from or connected with Connecticut sources other than from one or more PEs;
- The member waives the right to claim any Connecticut personal exemption and any Connecticut personal credit;
- The member does not have a Connecticut alternative minimum tax liability for the taxable year; **and**
- The member elects to be included on **Form CT-G**, *Connecticut Group Income Tax Return*, by completing and delivering to the PE **Form CT-2NA**, *Connecticut Nonresident Income Tax Agreement/Election to be Included in a Group Return*, prior to the filing of **Form CT-G** by the PE. By making this election, the member expressly consents to personal jurisdiction in Connecticut for Connecticut income tax purposes and waives his or her right to request, on his or her own behalf or with others, an extension of time to pay Connecticut income tax. This election is binding upon the member's heirs, representatives, assigns, successors, executors, and administrators.

Connecticut residents may not be included on Form CT-G.

Connecticut Source Income of a Nonresident Member

Connecticut source income of a nonresident member is income derived from or connected with Connecticut sources when the:

- Income is attributable to ownership or disposition of real or tangible personal property within Connecticut including, but not limited to, the income from the rental or sale of the property;
- Income is attributable to compensation for services performed in Connecticut or income from a business, trade, profession, or occupation carried on in Connecticut; **or**
- Nonresident individual is a member of a PE doing business in Connecticut, or having any income, gain, loss, or deduction derived from or connected with Connecticut sources.

Who May be Included in Form CT-G

Only members who are nonresident individuals may elect to be included in **Form CT-G**. All qualified members of the PE need not be included. Each member makes his or her own decision as to whether or not to be included in **Form CT-G**. The filing of **Form CT-G** will be considered to be a group of separate returns meeting the individual filing requirements imposed by the Connecticut Income Tax Act. DRS retains the right to require the filing of **Form CT-1040NR/PY** by any member.

A nonresident member may not revoke an election to be included in **Form CT-G**, or elect to be included in **Form CT-G**, after the fifteenth day of the fourth month following the close of the member's taxable year.

After-Discovered Income of a Member

If, after **Form CT-G** has been filed, a qualified electing nonresident member who was included on **Form CT-G** discovers that he or she has income, gain, loss, or deduction derived from or connected with Connecticut sources other than that reported on **Form CT-G**, the member must:

- File **Form CT-1040NR/PY** on his or her own behalf;
- Report all income, gain, loss, or deduction derived from or connected with sources within Connecticut (including income previously reported on the group return) on the member's own **Form CT-1040NR/PY**;
- Include in total payments reported on **Form CT-1040NR/PY**, the tax previously paid on behalf of the member with **Form CT-G**; **and**
- Attach a copy of **Form CT-G**, including *Schedule G*.

When to File Form CT-G

Form CT-G is due on or before the fifteenth day of the fourth month following the close of the taxable year (April 15 for calendar year taxpayers). 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. At right are the designated PDSs and designated types of service that qualify at the time of publication.

If **Form CT-G** is filed late or all the tax due is not paid with the return, see *Interest and Penalties* to determine if interest and penalty must be reported with this return.

This list is subject to change. See **Policy Statement 2002(4)**, *Designated Private Delivery Services and Designated Types of Service*.

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

AMENDED RETURNS

Check the "Amended Return" box on the front of **Form CT-G** to amend a previously filed **Form CT-G**. Generally, an amended return must be filed no later than three years after the due date of the return, or if a timely request for an extension of time to file a return was filed, three years after the extended due date of the return, or three years after the date of filing the return, whichever is earlier. If an amended return is not timely filed, a penalty may be imposed. See *Interest and Penalties*. The following circumstances require the filing of an amended **Form CT-G**:

<p>1. The IRS or federal courts change or correct the PE's federal income tax return, and the change or correction affects the Connecticut income tax liability of the qualified electing nonresident members.</p>	<p>File no later than 90 days after the final determination, even if the final determination reduces the Connecticut income tax liability of the qualified electing nonresident members.</p>
<p>2. The PE files a timely amended federal income tax return, and the amendment affects the Connecticut income tax liability of the qualified electing nonresident members.</p>	<p>File no later than 90 days after the date of filing the timely amended federal income tax return, even if the amendment reduces the Connecticut income tax liability of the qualified electing nonresident members.</p>
<p>3. If neither of the above circumstances apply, but the PE made a mistake or omission on its Form CT-G, and the mistake or omission affects the Connecticut income tax liability of the qualified electing nonresident members.</p>	<p>File no later than three years after the due date of the return, or, if a timely request for an extension of time to file the return was filed, three years after the date of filing the return, or three years after the extended due date, whichever is earlier.</p>

Where to File

Mail Form CT-G to:

Department of Revenue Services
PO Box 5019
Hartford CT 06102-5019

Extension Request

To get an extension of time to file **Form CT-G**, file **Form CT-G EXT**, *Application for Extension of Time to File Connecticut Group Income Tax Return*, on or before the fifteenth day of the fourth month following the close of the taxable year, **and pay** the total amount of tax due. The **timely** filing of this form automatically extends the due date for six months.

Form CT-G EXT extends only the time to file the return; it does not extend the time to pay the tax due. See *Interest and Penalties* if you do not pay all the tax due with your request for extension.

Interest and Penalties

In general, interest and penalty apply to any portion of the tax that is not paid on or before the original due date of the return.

Interest

If you do not pay the tax when due, you will owe interest at 1% (.01) per month or fraction of a month until the tax is paid in full.

If you did not pay enough tax through withholding or estimated payments, or both, by any installment due date, you may be charged interest. This is true even if you are due a refund when you file your tax return.

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 Connecticut group income tax is 10% (.10) of the tax due. You can avoid a penalty for failure to pay the full amount due on or before the original date if you:

- File **Form CT-G EXT** on or before the due date;
- Pay at least 90% of the Connecticut group income tax shown to be due on the return on or before the original due date of the return; **and**
- Pay the balance due with the return on or before the extended due date.

If no tax is due, the Commissioner of Revenue Services may impose a \$50 penalty for the late filing of any return or report that is required by law to be filed.

Penalty for Failure to File

If you do not file your return and the Commissioner of Revenue Services files a return for you, the penalty for failure to file is 10% (.10) of the balance due or \$50, whichever is greater.

If you were required to file an amended **Form CT-G** and failed to do so, a penalty may be imposed.

Waiver of Penalty

You may be able to have the penalty waived if the failure to file or pay tax on time was due to a reasonable cause and was not intentional or due to neglect. Interest cannot be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests must include:

- A clear and complete explanation;
- The PEs name, Federal Employer Identification Number, and Connecticut Tax Registration Number (if applicable);
- The name of the original form filed or billing notice received;
- The taxable filing period; **and**
- Documentation supporting your explanation.

Attach your request to the **front** of your tax return or mail separately to:

Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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.

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.

Estimated Group Income Tax Payments

Estimated tax must be paid for each member included in the group return whose tax liability is \$1,000 or more. For each installment, the total of each such member's estimated tax payments may be reported by filing one **Form CT-G ES**.

The required annual payment for the 2005 taxable year is the lesser of:

- **90%** of the income tax shown on the **2005 Form CT-G**; or
- **100%** of the income tax shown on the **2004 Form CT-G**, if a **2004 Form CT-G** that covered a 12-month period was filed.

If the group did not have Connecticut source income during the 2004 taxable year, use 90% of the income tax shown on the **2005 Form CT-G** as the required annual payment.

Installment Amounts and Due Dates

For estimated tax purposes, there are four required installments for each taxable year. The amount of any required installment is 25% of the required annual payment. See chart below.

Annualized Income Installment Method

If the group's income varies throughout the year, the group may be able to reduce or eliminate the amount of your estimated tax payments for one or more periods by using the annualized income installment method. See **Informational Publication 2004(17), A Guide to Calculating Your Annualized Estimated Income Tax Installments and Worksheet CT-1040 AES**, and **Form CT-2210, Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates**.

Recordkeeping

Keep a copy of the tax return, **Forms CT-2NA**, worksheets used, 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. This information may be needed to prepare future returns or to file amended returns.

Copies of Returns

A copy of a previously filed Connecticut income tax return may be requested from DRS by completing **Form LGL-002, Request for Disclosure of Tax Return or Tax Return Information**. You can usually expect your copy in three weeks.

2005 Estimated Tax Due Dates

Due dates of installments and the amount of required payments for 2005 calendar year taxpayers are:

April 15, 2005	25% of the required annual payment
June 15, 2005	25% of the required annual payment (A total of 50% of the required annual payment should be paid by this date.)
September 15, 2005	25% of the required annual payment (A total of 75% of the required annual payment should be paid by this date.)
January 15, 2006	25% of the required annual payment (A total of 100% of the required annual payment should be paid by this date.)

An estimate will be considered timely filed if received on or before the due date, or if the date shown by the U.S. Postal Service cancellation mark is on or before the due date. Taxpayers who report on other than a calendar year basis should use their federal estimated tax installment due dates. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

FORM CT-G INSTRUCTIONS

General Instructions

Enter the PE's complete name, address, Federal Employer Identification Number, and Connecticut Tax Registration Number. A Connecticut Tax Registration Number is only necessary if the PE is required to be registered for other Connecticut taxes.

Check the appropriate box indicating the type of PE filing this return. If this is an amended return, check the box indicating amended return.

Enter the total number of partners, LLC members, shareholders, or beneficiaries included in this group return.

Line Instructions

Line 1 - Enter the total Connecticut income tax from *Schedule G*, Column D.

Line 2 - Enter the total estimated tax paid (if any) from *Schedule G*, Column E.

Line 3 - Enter the payment made (if any) with **Form CT-G EXT**, *Application for Extension of Time to File Connecticut Group Income Tax Return*.

Line 4 - Enter the total payments. Add Line 2 and Line 3.

Line 5 - If Line 4 is greater than Line 1, subtract Line 1 from Line 4. Enter the result on Line 5. This is the amount of the group's overpayment. The entire amount shall be credited to the group's 2005 Connecticut estimated tax.

Line 6 - If Line 1 is greater than Line 4, subtract Line 4 from Line 1. Enter the result on Line 6. This is the amount of tax due.

Line 7 - The penalty for late payment is 10% (.10) of the balance due. However, if a request for extension of time to file an income tax return has been granted, no late payment penalty will be imposed if at least 90% (.90) of the income tax shown to be due on the return is paid on or before the original due date of the return, **and** the balance due is remitted with the return on or before the extended due date of the return.

Line 8 - Interest will be charged at the rate of 1% (.01) per month or fraction of a month from the due date until payment is made, if any tax due is not paid by the due date.

Line 9 - Enter the total amount of interest (if any) on underpayment of estimated tax from *Schedule G*, Column F. (Attach **Form CT-2210**, *Underpayment of Estimated Income Tax by Individuals, Trusts, and Estates*, if applicable.)

Line 10 - Add Lines 6 through 9. This is the **Balance Due**.

Signature

Form CT-G must be signed by a general partner, LLC member, fiduciary, or corporate officer.

Paid Preparer Signature

Anyone paid to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number (SSN) or Preparer Tax Identification Number (PTIN), their firm's Federal Employer Identification Number (FEIN), and their firm's address and telephone number in the spaces provided.

Paid Preparer Authorization

If the PE wishes to authorize DRS to discuss the 2004 **Form CT-G** with the paid preparer who signed 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 PE is authorizing DRS to call the paid preparer to answer any questions that may arise during the processing of the 2004 **Form CT-G**. The PE 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 PE's return; **and**
- Respond to certain DRS notices that the PE may have shared with the preparer regarding math errors, offsets, and return preparation. The notices will not be sent to the preparer.

The PE is **not** authorizing the paid preparer to receive any refund check, bind the PE to anything (including additional tax liability), or otherwise represent the PE 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 2005 **Form CT-G**. This is on or before the fifteenth day of the fourth month following the close of the taxable period.

Schedule G Instructions

Column A - Enter the Social Security Number of each qualified electing nonresident member.

Column B - Enter the name and address of each qualified electing nonresident member.

Column C - Enter each qualified electing nonresident member's share of the PE's income, gain, loss, or deduction derived from or connected with Connecticut sources.

PEs Other Than Trusts or Estates

Each member's share of the PE's income, gain, loss, or deduction derived from or connected with Connecticut sources must be entered from the PE's **Form CT-1065/CT-1120SI**, *Connecticut Composite Income Tax Return*, Part VI, Lines 1 through 13b. Federal rules restricting the netting of different types of income are applicable (for example, portfolio income included in the member's income may not be offset by passive losses; excess passive activity losses that cannot be offset may be carried forward).

Trusts and Estates

Each beneficiary's share of the trust or estate's income, gain, loss, or deduction derived from or connected with Connecticut sources must be entered from the trust or estate's **Form CT-1041**, *Connecticut Income Tax Return for Trusts and Estates, Schedule CT-1041FA*, Parts 2 and 3. Federal rules restricting the netting of different types of income are applicable (for example, portfolio income included in the beneficiary's income may not be offset by passive losses; excess passive activity losses that cannot be offset may be carried forward).

Important: An individual must report losses in order for them to be carried forward. For example, if a nonresident member's share of income, gain, loss, or deduction derived from or connected with Connecticut sources for the taxable year is a \$20,000 passive activity loss, that member must report the loss by electing to be included in **Form CT-G** or by filing **Form CT-1040NR/PY** in order to carry the loss forward. **Losses that are not reported may not be applied to other taxable years.**

Column D - Enter the Connecticut income tax. Multiply Column C by 5% (.05).

Column E - Enter each member's share of estimated Connecticut income tax paid (if any). This amount may have been paid with **Form CT-1040ES**, *Estimated Connecticut Income Tax Payment Coupon*, or **Form CT-G ES**, *Estimated Connecticut Group Income Tax Payment*.

Column F - Enter each member's share of the underpayment interest (if any). The underpayment interest can be calculated on **Form CT-2210**. A separate **Form CT-2210** must be attached for each member, if applicable.

**ELECTRONIC
FILING
OPTIONS**



File Form CT-1040 EXT over the internet using WebFile.
Visit: www.ct.gov/DRS

Check this booklet for additional details!



File your federal and Connecticut returns together using e-file!

Visit: www.irs.gov/efile

CONNECTICUT TAX ASSISTANCE

	FOR TAX INFORMATION	FORMS AND PUBLICATIONS	
Internet	DRS Web site: www.ct.gov/DRS		
Telephone	CONN-TAX 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere) TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.		From a touch-tone phone call: 1-800-382-9463 (in-state) and select Option 2 , or 860-297-4753 (from anywhere) DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.
Write	Department of Revenue Services Taxpayer Services Division 25 Sigourney Street Hartford CT 06106-5032		
Walk-in Offices Free personal taxpayer assistance and forms are available by visiting our offices, Monday through Friday, 8:00 a.m. to 5:00 p.m. Call CONN-TAX for directions to DRS offices.	Location	Address	Phone
	Bridgeport	10 Middle Street	203-336-7890
	Hartford	25 Sigourney Street	860-297-5962
	Norwich	2 Cliff Street	860-889-2669
	Hamden	3074 Whitney Avenue, Building #2	203-287-8243
	Waterbury	55 West Main Street, Suite 100	203-805-6789
* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *			
FEDERAL TAX INFORMATION		STATEWIDE SERVICES	
For questions about federal taxes , contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit: www.irs.gov		For information on statewide services and programs, visit the Connect Web site at www.ct.gov	
To order federal tax forms , call: 1-800-829-3676.			

Department of Revenue Services
State of Connecticut
25 Sigourney Street
Hartford CT 06106-5032

FORM CT-G EXT

CT-G EXT 2004

Application for Extension of Time to File Connecticut Group Income Tax Return

(Rev. 12/04)

— See Instructions on Reverse —

TAXPAYER (Please Type or Print)	Name of Pass-through Entity (PE) ▶		Federal Employer ID Number
	Number and Street	PO Box	DRS USE ONLY
	City or Post Office	State	ZIP Code
			Connecticut Tax Registration Number

This is not an extension of time to pay any amount of tax – interest and penalties may apply. An extension granted by the Internal Revenue Service does not automatically extend the Connecticut filing date. (See instructions)

I request a **six-month extension** of time, to **October 15, 2005**, to file a Connecticut Group Income Tax Return for calendar year 2004 or until _____ for taxable year ending ▶ _____.

The reason for the Connecticut extension is

.....

.....

.....

Notification will be sent only if the extension request is denied

1. Total Connecticut group income tax liability for 2004. You may estimate this amount. An amount must be entered on Line 1. If you do not expect to owe tax, enter zero ("0").	1.	00
2. 2004 Estimated Connecticut group income tax payments and any 2003 overpayment credited to 2004.	2.	00
3. Connecticut group income tax balance due with this form. (Subtract Line 2 from Line 1) If Line 2 is greater than Line 1, enter zero ("0").	▶ 3.	00

Make check or money order payable to: **COMMISSIONER OF REVENUE SERVICES**
 Write the PE's Federal Employer ID Number, and "2004 Form CT-G EXT" on the check or money order.

Mail to: Department of Revenue Services
 State of Connecticut
 PO Box 5019
 Hartford CT 06102-5019

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy of this return for your records.	Signature of General Partner, LLC Member, Fiduciary, or Officer	Date	Telephone Number ()
	Paid Preparer's Signature	Date	Preparer's SSN or PTIN
	Firm's Name and Address		Federal Employer ID Number
			Telephone Number ()

FORM CT-G EXT

Instructions

Purpose

Use **Form CT-G EXT**, *Application for Extension of Time to File Connecticut Group Income Tax Return*, to request a six-month extension of time to file **Form CT-G**, *Connecticut Group Income Tax Return*. There must be reasonable cause provided with the Connecticut extension request.

How to Get an Extension to File

To get a Connecticut filing extension for the group the PE must:

- Complete **Form CT-G EXT** in its entirety;
- File it on or before the due date of the return; and
- Pay the amount shown on Line 3.

Notification will be sent only if the extension request is denied.

Form CT-G EXT only extends the time to file the Connecticut Group Income Tax Return. **Form CT-G EXT** does not extend the time to pay the amount of tax due.

Interest and Penalty

In general, interest and penalty apply to any portion of the tax that is not paid on or before the original due date of the return. Interest is computed at 1% (.01) per month or fraction of a month on the underpayment of tax from the original due date to the date of payment.

Late Payment Penalty: The penalty for underpayment of tax is 10% (.10) of the tax due.

When to File Form CT-G EXT

If you are filing a calendar year Connecticut Group Income Tax Return, file **Form CT-G EXT** on or before April 15, 2005. If you are filing a taxable year Connecticut Group Income Tax Return, file **Form CT-G EXT** on or before the fifteenth day of the fourth month following the close of the taxable year. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

Required Information

Enter the PE's name; address; Federal Employer ID Number; and Connecticut Tax Registration Number, if any.

Signature

This form must be signed by a general partner, LLC member, fiduciary, or corporate officer.

Paid Preparer Signature

Anyone you pay to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number (SSN) or Preparer Tax Identification Number (PTIN), their firm's Federal Employer Identification Number (FEIN), and their firm's address and telephone number in the spaces provided.

Others Who May Sign

Anyone to whom you have given a signed Power of Attorney may sign on your behalf.

If a general partner, LLC member, fiduciary, or corporate officer is unable to request an extension, because of illness, absence, or other good cause, any person standing in a close personal or business relationship (including an attorney, accountant, or enrolled agent) to the general partner, LLC member, fiduciary, or corporate officer may sign the request on his or her behalf. This person is considered a duly authorized agent for this purpose, provided the request sets forth the reason(s) for a signature other than by the general partner, LLC member, fiduciary, or corporate officer and the relationship existing between the general partner, LLC member, fiduciary, or corporate officer and the signer.

Where to File

Mail to: Department of Revenue Services
State of Connecticut
PO Box 5019
Hartford CT 06102-5019

CT-G ES ESTIMATED CONNECTICUT GROUP INCOME TAX PAYMENT 2005			
Federal Employer ID Number ▶	Connecticut Tax Registration Number ▶	PAYMENT 2	FOR TAXABLE YEAR ENDING
Name of Pass-through Entity (PE)		DRS USE ONLY ▶ - - 20	
Number and Street	PO Box	1. Payment Amount ▶	00
City or Town	State	ZIP Code	
CHECK TYPE OF PE: <input type="checkbox"/> Partnership <input type="checkbox"/> Estate <input type="checkbox"/> Trust <input type="checkbox"/> LLC <input type="checkbox"/> S Corporation			

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

See instructions on reverse for filing requirements.
 Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write the PE's Federal Employer ID Number and "2005 Form CT-G ES"
 on check or money order.

Send completed coupon and payment to:

**Department of Revenue Services
 PO Box 5019
 Hartford CT 06102-5019**

(Rev. 1/05)



cut here



cut here

CT-G ES ESTIMATED CONNECTICUT GROUP INCOME TAX PAYMENT 2005			
Federal Employer ID Number ▶	Connecticut Tax Registration Number ▶	PAYMENT 1	FOR TAXABLE YEAR ENDING
Name of Pass-through Entity (PE)		DRS USE ONLY ▶ - - 20	
Number and Street	PO Box	1. Payment Amount ▶	00
City or Town	State	ZIP Code	
CHECK TYPE OF PE: <input type="checkbox"/> Partnership <input type="checkbox"/> Estate <input type="checkbox"/> Trust <input type="checkbox"/> LLC <input type="checkbox"/> S Corporation			

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

See instructions on reverse for filing requirements.
 Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write the PE's Federal Employer ID Number and "2005 Form CT-G ES"
 on check or money order.

Send completed coupon and payment to:

**Department of Revenue Services
 PO Box 5019
 Hartford CT 06102-5019**

(Rev. 1/05)

FORM CT-G ES Instructions

Fill in the ending date of the taxable year for which this payment is made. Calendar year filers, enter December 31, 2005.

Estimated tax must be paid if the tax for any nonresident individual filing as part of a group return will be \$1,000 or more.

To determine the amount due and due date of payment, please refer to the instructions for **Form CT-G**, *Connecticut Group Income Tax Return and Instructions*, for use by qualified electing nonresident partners, LLC members, S corporation shareholders, or beneficiaries of trusts and estates.

Your required annual payment is the lesser of:

- 90% of the Connecticut income tax shown on your 2005 Connecticut income tax return; **or**
- 100% of the Connecticut income tax shown on your 2004 Connecticut income tax return, if you filed a 2004 income tax return that covered a 12-month period.

Form CT-G ES Back (Rev. 1/05)

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FORM CT-G ES Instructions

Fill in the ending date of the taxable year for which this payment is made. Calendar year filers, enter December 31, 2005.

Estimated tax must be paid if the tax for any nonresident individual filing as part of a group return will be \$1,000 or more.

To determine the amount due and due date of payment, please refer to the instructions for **Form CT-G**, *Connecticut Group Income Tax Return and Instructions*, for use by qualified electing nonresident partners, LLC members, or beneficiaries of trusts and estates.

Your required annual payment is the lesser of:

- 90% of the Connecticut income tax shown on your 2005 Connecticut income tax return; **or**
- 100% of the Connecticut income tax shown on your 2004 Connecticut income tax return, if you filed a 2004 income tax return that covered a 12-month period.

CT-G ES ESTIMATED CONNECTICUT GROUP INCOME TAX PAYMENT 2005			
Federal Employer ID Number ▶	Connecticut Tax Registration Number ▶	PAYMENT 4	FOR TAXABLE YEAR ENDING
Name of Pass-through Entity (PE)		DRS USE ONLY ▶ - - 20	
Number and Street	PO Box	1. Payment Amount ▶	00
City or Town	State	ZIP Code	
CHECK TYPE OF PE: <input type="checkbox"/> Partnership <input type="checkbox"/> Estate <input type="checkbox"/> Trust <input type="checkbox"/> LLC <input type="checkbox"/> S Corporation			

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

See instructions on reverse for filing requirements.
 Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write the PE's Federal Employer ID Number and "2005 Form CT-G ES"
 on check or money order.

Send completed coupon and payment to:

**Department of Revenue Services
 PO Box 5019
 Hartford CT 06102-5019**

(Rev. 1/05)

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CT-G ES ESTIMATED CONNECTICUT GROUP INCOME TAX PAYMENT 2005			
Federal Employer ID Number ▶	Connecticut Tax Registration Number ▶	PAYMENT 3	FOR TAXABLE YEAR ENDING
Name of Pass-through Entity (PE)		DRS USE ONLY ▶ - - 20	
Number and Street	PO Box	1. Payment Amount ▶	00
City or Town	State	ZIP Code	
CHECK TYPE OF PE: <input type="checkbox"/> Partnership <input type="checkbox"/> Estate <input type="checkbox"/> Trust <input type="checkbox"/> LLC <input type="checkbox"/> S Corporation			

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

See instructions on reverse for filing requirements.
 Make check or money order payable to: COMMISSIONER OF REVENUE SERVICES
 Write the PE's Federal Employer ID Number and "2005 Form CT-G ES"
 on check or money order.

Send completed coupon and payment to:

**Department of Revenue Services
 PO Box 5019
 Hartford CT 06102-5019**

(Rev. 1/05)

FORM CT-G ES Instructions

Fill in the ending date of the taxable year for which this payment is made. Calendar year filers, enter December 31, 2005.

Estimated tax must be paid if the tax for any nonresident individual filing as part of a group return will be \$1,000 or more.

To determine the amount due and due date of payment, please refer to the instructions for **Form CT-G**, *Connecticut Group Income Tax Return and Instructions*, for use by qualified electing nonresident partners, LLC members, or beneficiaries of trusts and estates.

Your required annual payment is the lesser of:

- 90% of the Connecticut income tax shown on your 2005 Connecticut income tax return; or
- 100% of the Connecticut income tax shown on your 2004 Connecticut income tax return, if you filed a 2004 income tax return that covered a 12-month period.

Form CT-G ES Back (Rev. 1/05)

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cut here



FORM CT-G ES Instructions

Fill in the ending date of the taxable year for which this payment is made. Calendar year filers, enter December 31, 2005.

Estimated tax must be paid if the tax for any nonresident individual filing as part of a group return will be \$1,000 or more.

To determine the amount due and due date of payment, please refer to the instructions for **Form CT-G**, *Connecticut Group Income Tax Return and Instructions*, for use by qualified electing nonresident partners, LLC members, or beneficiaries of trusts and estates.

Your required annual payment is the lesser of:

- 90% of the Connecticut income tax shown on your 2005 Connecticut income tax return; or
- 100% of the Connecticut income tax shown on your 2004 Connecticut income tax return, if you filed a 2004 income tax return that covered a 12-month period.

Form CT-WH (DRS/N)

2005

(Rev. 12/04)

Connecticut Withholding Tax Payment Form

Purpose: The attached **Form CT-WH (DRS/N)**, *Connecticut Withholding Tax Payment Form*, may be used by new employers or employers who have not received the *2005 Employer's Withholding Remittance Coupon Book*. This is an interim coupon to be used

only until receipt of the *2005 Employer's Withholding Remittance Coupon Book*. Once the book is received, only the preprinted coupons contained in the book should be used.

EMPLOYER'S RECORD OF PAYMENT

Date Payroll was Paid: ___ / ___ / 200__	
1. Enter Quarter (1, 2, 3, or 4) (See Instructions)	
2. Connecticut Tax Withheld	

All employers are required to withhold Connecticut income tax from employee wages at the time wages are paid. Use **Form CT-WH (DRS/N)** to make your payments to the Connecticut Department of Revenue Services (DRS).

Recent legislation established new due dates for the payment of Connecticut withholding tax on wages to DRS. DRS will notify most employers of their new filing frequency before they receive the *2005 Employer's Withholding Remittance Coupon Book*. Most new employers will be classified as monthly filers.

For the tax required to be deducted and withheld from wages paid during any calendar year beginning on or after January 1, 2005, each employer shall be either a weekly remitter, monthly remitter, or quarterly remitter for the calendar year. The filing frequency is based on the employer's

reported liability for the tax required to be deducted and withheld during the **twelve-month look-back period**. The twelve-month look-back period for calendar year 2005 is the twelve-month period that ended on June 30, 2004. See **Special Notice 2004(9)**, *2004 Legislation Affecting Connecticut Income Tax Withholding by Employers on Wages Paid on or After January 1, 2005*. (See schedule on the back of this return)

Due dates for payment of Connecticut withholding tax on wages are no longer the same as the due dates for the employer's deposit of federal income tax withholding. Special rules apply for household employers. See **Informational Publication 2005(7)** *Connecticut Circular CT, Employers Tax Guide*.

Do not file Form CT-WH (DRS/N) if no payment is due or if your payment was made by electronic funds transfer (EFT) or Fast-File

Payers of nonpayroll amounts must use **Form CT- 8109**, *Connecticut Withholding Tax Payment Form for Nonpayroll Amounts*.

Instructions for Completing Form CT-WH (DRS/N)

In the appropriate boxes, enter name, address, and identification numbers. **For weekly remitters only**, enter the date the payroll was paid, not the due date of the coupon.

Line 1:

Enter the number of the quarter to which this payment applies. Enter **1** for the 1st quarter (January 1 through March 31); **2** for the 2nd quarter (April 1 through June 30); **3** for the 3rd quarter (July 1 through September 30); or **4** for the 4th quarter (October 1 through December 31).

Note: If the tax liability was incurred during one quarter and paid to DRS in another quarter, **enter the number for the quarter in which the tax liability was incurred**. For example, if the tax liability was incurred in March and paid to DRS in April, enter 1.

Line 2:

Weekly remitters: Enter the total amount of Connecticut income tax withheld from wages paid on the date entered above Line 1 of **Form CT-WH (DRS/N)**.

Monthly remitters: Enter the total amount of Connecticut income tax withheld from wages for the month.

Quarterly remitters: Quarterly remitters are required to make their payments using **Form CT-941**.

Pay the total amount shown on Line 2. Make your check payable to Commissioner Of Revenue Services. Write your Connecticut Tax Registration Number, and the calendar quarter to which the payment applies, on your check. Mail the completed coupon to the address on the coupon or use the **Fast-File** Program to file and make your payment (see below).

Electronic Filing Options:

File by telephone: **860-947-1988**

File by internet: **Connecticut Fast-File**
Visit the DRS Web site at www.ct.gov/DRS
and click on **File/Register OnLine**, or call the
DRS Forms Unit at 860-297-4753 and
request **TPG-129, Fast-File in Five**.



SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. KEEP THE TOP PORTION FOR YOUR RECORDS.

CT-WH (DRS/N)		Connecticut Withholding Tax Payment		2005
Connecticut Tax Registration Number		Federal Employer ID Number		Year
▶		▶		2005
ENTER NAME AND ADDRESS BELOW. PLEASE PRINT OR TYPE.				
Date Payroll was Paid: ___ / ___ / 200__				
1. Enter Quarter (1, 2, 3, or 4) (See Instructions)	▶			
2. Connecticut Tax Withheld	▶			
Do not file this Form CT-WH (DRS/N) if no payment is due. Pay total amount shown on Line 2. If filing by mail, send payment to: DRS, PO Box 2931, Hartford CT 06104-2931 Make check payable to: Commissioner of Revenue Services. Write Connecticut Tax Registration Number on your check.				
Electronic Filing Options: Connecticut Fast-File (www.ct.gov/DRS) or Telephone: 860-947-1988				

DO NOT FOLD OR BEND COUPON

NEW

Connecticut Withholding Tax Payment Schedule

Reported Liability	Filing Frequency	Due Dates
\$2,000 or less	Quarterly Remitter	Last day of the month following the calendar quarter during which the payroll amounts were paid
More than \$2,000 but not more than \$10,000	Monthly Remitter	Fifteenth day of the month following the month during which the payroll amounts were paid
More than \$10,000	Weekly Remitter	Wednesday following the weekly period during which the payroll amounts were paid (<i>Weekly period</i> means the seven-day period beginning on a Saturday and ending on the following Friday)

Connecticut Quarterly Reconciliation of Withholding

General Instructions

Purpose: The attached **Form CT-941 (DRS)**, *Connecticut Quarterly Reconciliation of Withholding*, may be used by new employers who have not received the *Employer's Withholding Remittance Coupon Book* for 2005.

All employers registered for Connecticut income tax withholding are required to file Form CT-941. You must file a quarterly reconciliation as long as you have an active withholding account with the Department of Revenue Services (DRS), **even if no tax is due**, or if no tax was required to be withheld for that quarter. In general, Form CT-941 must be filed even if you are not required to file federal Form 941 (for example: household employers, agricultural employers, and intermittent filers).

Due Dates: First quarter, April 30, 2005; second quarter, July 31, 2005; third quarter, October 31, 2005; and fourth quarter, January 31, 2006. An employer who made timely deposits of Connecticut withholding tax in full payment of such taxes due for the quarter may file the return by the tenth day of the second calendar month following the end of the quarter. If you are a **household employer** and permitted by DRS to file one return annually, the due date of Form CT-941 is April 15, 2006.

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

Seasonal filers must obtain permission from DRS to file for only the quarters in which they are active. Household employers who voluntarily register with DRS and agricultural employers may request annual filing. See **Informational Publication 2005 (7)**, *Connecticut Circular CT - Employer's Tax Guide*, for detailed information on how to obtain permission to become a seasonal or annual filer.

Rounding Off to Whole Dollars: You must round off cents to the nearest whole dollar on your returns and schedules. 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.

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.

Reminders:

- See instructions on back.
- Be sure to complete all requested information on the back of this return.
- Sign and date the return in the space provided.
- If payment is due, remit payment with this return.
- Make your check payable to Commissioner of Revenue Services.
- Write your Connecticut Tax Registration Number, and the calendar quarter to which the payment applies, on your check.

Where to File: Mail your completed return and payment (if applicable) to: Department of Revenue Services, PO Box 2931, Hartford CT 06104-2931.

Amended Return: To amend Form CT-941, use **Form CT-941X**, *Amended Connecticut Reconciliation of Withholding*.

Forms and Publications: Forms and publications may be obtained by visiting the DRS Web site at **www.ct.gov/DRS** or by calling the DRS Forms Unit at 860-297-4753.

Use Form CT-941 to reconcile your quarterly Connecticut income tax withholding payments from wages only. Payers of nonpayroll amounts must use **Form CT-945**, *Connecticut Annual Reconciliation of Withholding For Nonpayroll Amounts*, to reconcile Connecticut income tax withholding.

SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. KEEP A COPY FOR YOUR RECORDS.

CT-941 (DRS)		Connecticut Quarterly Reconciliation of Withholding		▶ 2005
Connecticut Tax Registration Number	Federal Employer ID Number	Enter Reporting Quarter (1, 2, 3, or 4)	Due Date	
READ NEW INSTRUCTIONS BEFORE COMPLETING				
ENTER NAME AND ADDRESS BELOW. PLEASE PRINT OR TYPE.				
		1. Gross Wages	▶ 1	00
		2. Gross Connecticut Wages	▶ 2	00
		3. Connecticut Tax Withheld	▶ 3	00
		4. Credit From Prior Quarter	▶ 4	00
		5. Payments Made for This Quarter	▶ 5	00
		6. Total Payments (Add Line 4 and Line 5)	▶ 6	00
		7. Net Tax Due (or credit) (Line 3 minus Line 6)	▶ 7	00
		8a. Penalty: ▶ + 8b. Interest: ▶ =	8	00
		9. Amount to be Credited	▶ 9	00
		10. Amount to be Refunded	▶ 10	00
		11. Total Amount Due (Add Line 7 and Line 8)	▶ 11	00

Check if you no longer have employees in Connecticut and enter date of last payroll: _____

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct.

Mail to: Department of Revenue Services
PO Box 2931
Hartford CT 06104-2931

Signature _____

Title _____ Date _____

Line Instructions

Line 1

Enter the total amount of wages, for federal income tax withholding purposes, paid to all employees during this quarter.

Line 2

Enter the total amount of Connecticut wages paid during this quarter. **Connecticut wages** are all wages paid to employees who are residents of Connecticut, even if those wages are paid for work performed outside Connecticut by those resident employees, and wages paid to employees who are nonresidents of Connecticut, if those wages are paid for work performed in Connecticut by those nonresident employees.

Line 3

Enter the total amount of Connecticut income tax withheld on wages during this quarter. (This should equal Total Liability for the Calendar Quarter, below.)

Line 4

Enter the amount to be credited from Line 9 of your Form CT-941 for the prior quarter; however, if any portion of that amount was withheld by you from your employees during a prior quarter, and not repaid by you to your employees prior to the end of the prior quarter or prior to filing the return for that quarter (whichever is earlier), subtract that portion from the amount credited from Line 9 of your Form CT-941 for the prior quarter, and enter the difference on Line 4.

Line 5

Enter the sum of all payments made for this quarter.

Line 6

Add Line 4 and Line 5. This is the total of your payments and credits for this quarter.

Line 7

Subtract Line 6 from Line 3, and enter the difference on Line 7. This is the amount of tax due or credit. If Line 3 is more than Line 6, complete Line 8a and Line 8b, if necessary. If Line 6 is more than Line 3, complete Line 9 and Line 10.

Line 8

Enter penalty on Line 8a and interest on Line 8b, and enter the total on Line 8.

Late Payment Penalty: The penalty for paying all or a portion of the tax late is 10% (.10) of the tax paid late.

Late Filing Penalty: If no tax is due, DRS may impose a \$50 penalty for the late filing of this return.

Interest: Interest will be computed on the tax paid late at the rate of 1% (.01) per month or fraction of a month.

Line 9

Enter the amount from Line 7 to be credited to the next quarter; however, if any portion of that amount was withheld by you from your employees during the 2005 calendar year, and not repaid by you to your employees prior to the end of the 2005 calendar year or prior to filing this return (whichever is earlier), subtract that portion from the amount from Line 7 to be credited to the next quarter, and enter the difference on Line 9.

Line 10

Enter amount from Line 7 to be refunded; however, if any portion of that amount was withheld by you from your employees during the 2005 calendar year, and not repaid by you to your employees prior to the end of the 2005 calendar year or prior to filing this return (whichever is earlier), subtract that portion from the amount from Line 7 to be refunded, and enter the difference on Line 10.

Line 11

If the amount on Line 7 is a net tax due, add Line 7 and Line 8. This is the total amount now due. This form may be filed using *Fast-File*. Visit www.ct.gov/DRS and click on *File/Register OnLine*

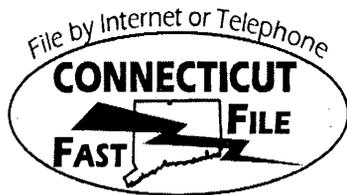
Instructions for Completing Back of Form CT-941 (DRS)

Quarterly remitters: Enter the total amount of the liability on Line 6 in the third month column. Also enter that amount on Line 7. This should equal Line 3 on the front of Form CT-941.

Monthly remitters: Enter the total amount of the liability for each month on Line 6 of that month. Add the amounts from each Line 6 and enter the total on Line 7. This should equal Line 3 on the front of Form CT-941.

Weekly remitters: Enter the liability for each week on Lines 1 through 5 for each month. Enter the total for the month on Line 6. Add the amounts from each Line 6 and enter the total on Line 7. This should equal Line 3 on the front of Form CT-941.

Sign and date the return in the space provided. Mail your completed return and any payment due to the address on the front of the return. Write your Connecticut Tax Registration Number, and the calendar quarter to which the payment applies, on your check.



Visit DRS Web site:
www.ct.gov/DRS
(for information and filing)

or



Telephone:
860-947-1988 (for filing)
860-297-5962 (for information)

Summary of Connecticut Tax Liability for the Calendar Quarter

First Month	Second Month	Third Month
1	1	1
2	2	2
3	3	3
4	4	4
5	5	5
6	6	6
7 Total Liability for the Calendar Quarter		00

Form CT-8109 (DRS/N)

2005

(Rev 12/04)

Connecticut Withholding Tax Payment Form for Nonpayroll Amounts

Purpose: The attached **Form CT-8109 (DRS/N)**, *Connecticut Withholding Tax Payment Form for Nonpayroll Amounts*, may be used by new payers or payers who have not received the *2005 Withholding Remittance Coupon Book for Payers of Nonpayroll Amounts*. This is an interim coupon to be used only

until receipt of the *2005 Withholding Remittance Coupon Book for Payers of Nonpayroll Amounts*. Once the book is received, only the preprinted coupons contained in the book should be used.

PAYER'S RECORD OF PAYMENT

Date of Payment to Payees: ___ / ___ / 200__	
1. Enter Quarter (1, 2, 3, or 4) (See Instructions)	
2. Connecticut Tax Withheld	

All payers of nonpayroll amounts that are subject to Connecticut income tax withholding are required to withhold Connecticut income tax at the time payments of nonpayroll amounts are made. Use **Form CT-8109 (DRS/N)**, *Connecticut Withholding Tax Payment Form for Nonpayroll Amounts*, to make your payments to DRS. (See back of return for payments subject to withholding.)

Recent legislation established new due dates for the payment of Connecticut withholding tax on nonpayroll amounts to DRS. DRS will notify most payers of their new filing frequency before they receive the *2005 Withholding Remittance Coupon Book for Payers of Nonpayroll Amounts*. Most new payers will be classified as monthly filers.

For the tax required to be deducted and withheld from nonpayroll amounts paid during any calendar year beginning on or after January 1, 2005, each payer (including payers of nonpayroll amounts for athletes or entertainers) will be either a weekly remitter, monthly remitter, or quarterly remitter for the calendar year. The filing frequency is based on the payer's **reported liability** for the tax required to be deducted and withheld during the **look-back calendar year**. The look-back calendar year for calendar year 2005 is calendar year 2003. See **Special Notice 2004(10)**, *2004 Legislation Affecting Connecticut Income Tax Withholding by Payers From Nonpayroll Amounts Paid on or After January 1, 2005*.

Due dates for payment of Connecticut withholding tax on nonpayroll amounts are no longer the same as the due dates for the payer's deposit of federal income tax withholding. (See back of return)

Do not file Form CT-8109 (DRS/N) if no payment is due.

Instructions for Completing Form CT-8109 (DRS/N)

In the appropriate box, enter name, address, and identification numbers. **For weekly remitters only**, enter the date the nonpayroll amount was paid, not the due date of the coupon.

Line 1: Enter the number of the quarter during which this payment was made to payees. Enter 1 for the 1st quarter (January 1 through March 31); 2 for the 2nd quarter (April 1 through June 30); 3 for the 3rd quarter (July 1 through September 30); or 4 for the 4th quarter (October 1 through December 31).

Note: If the tax liability was incurred during one quarter and paid to DRS in another quarter, enter the number for the quarter in which the tax liability was incurred. For example, if the tax liability was incurred in March and paid to DRS in April, enter 1 on Line 1 of **Form CT-8109 (DRS/N)**.

Line 2:
Weekly remitters: Enter the total amount of Connecticut income tax withheld from nonpayroll amounts paid on the date entered above Line 1 of **Form CT-8109 (DRS/N)**.

Monthly or Quarterly remitters: Enter the total amount of Connecticut income tax withheld from nonpayroll amounts for the month or quarter. Pay the total amount shown on Line 2. Make your check payable to **Commissioner of Revenue Services**. Write your Connecticut Tax Registration Number, and the calendar quarter during which the payment was made to payees, on your check, or use the **Fast-File** Program to file and make your payment. Visit www.ct.gov/DRS and click on **File/Register OnLine**. Mail the completed coupon and payment to: DRS, PO Box 2931, Hartford CT 06104-2931.

Electronic Filing Option

File by internet: **Connecticut Fast-File**

Visit the DRS Web site at www.ct.gov/DRS and click on **File/Register OnLine**, or call the **DRS Forms Unit at 860-297-4753** and request **TPG-129, Fast-File in Five**.



SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. KEEP THE TOP PORTION FOR YOUR RECORDS.

CT-8109 (DRS/N) Connecticut Withholding Tax Payment Form for Nonpayroll Amounts 2005

Connecticut Tax Registration Number	Federal Employer ID Number	Year 2005
-------------------------------------	----------------------------	---------------------

Date of Payment to Payees: ___ / ___ / 200__	
1. Enter Quarter (1, 2, 3, or 4) (See Instructions)	
2. Connecticut Tax Withheld	

Do not file this Form CT-WH (DRS/N) if no payment is due.

Pay total amount shown on Line 2.

If filing by mail, send payment to:

DRS, PO Box 2931, Hartford CT 06104-2931

Make check payable to: Commissioner of Revenue Services.

Write Connecticut Tax Registration Number on your check.

Electronic Filing Options:
Connecticut **Fast-File** (www.ct.gov/DRS) or Telephone: 860-947-1988

DO NOT FOLD OR BEND COUPON

Connecticut nonpayroll amounts mean:

- Gambling winnings, other than Connecticut lottery winnings, if the payment is subject to federal income tax withholding, and the payment is made to a resident or to someone receiving the payment on behalf of a resident. (See **Informational Publication 2001(29)**, *Connecticut Income Tax Treatment of Gambling Winnings Other Than State Lottery Winnings*, for more information.);
- Connecticut lottery winnings, if reportable for federal income tax withholding purposes, whether or not subject to federal income tax withholding (See **Informational Publication 2003(21)**, *Connecticut Income Tax Treatment of State Lottery Winnings Received by Residents and Nonresidents of Connecticut*, for more information.);
- Pension and annuity distributions, if the recipient is a Connecticut resident and has requested Connecticut income tax withholding;
- Military retirement pay, if the recipient is a Connecticut resident and has requested Connecticut income tax withholding;
- Unemployment compensation payments, if the recipient has requested Connecticut income tax withholding; **and**
- Payments made to athletes or entertainers if the payments are not wages for federal income tax withholding purposes, but Connecticut income tax withholding is required under **Policy Statement 2004(1)**, *Income Tax Withholding for Athletes or Entertainers*.

Connecticut Withholding Tax Payment Schedule

Reported Liability	Filing Frequency	Due Dates
\$2,000 or less	Quarterly Remitter	Last day of the month following the calendar quarter during which the nonpayroll amounts were paid
More than \$2,000 but not more than \$10,000	Monthly Remitter	Fifteenth day of the month following the month during which the nonpayroll amounts were paid
More than \$10,000	Weekly Remitter	Wednesday following the weekly period during which the nonpayroll amounts were paid (Weekly period means the seven-day period beginning on a Saturday and ending on the following Friday.)

Form CT-945 (DRS)

Connecticut Annual Reconciliation of Withholding for Nonpayroll Amounts

Purpose: The attached **Form CT-945 (DRS)**, *Connecticut Annual Reconciliation of Withholding For Nonpayroll Amounts*, may be used by new payers of nonpayroll amounts who have not received the *2005 Withholding Remittance Coupon Book for Payers of Nonpayroll Amounts* for the 2005 calendar year.

Rounding Off to Whole Numbers: You must round off cents to the nearest whole dollar on your returns and schedules. 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.

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.

Nonpayroll Amounts Subject to Connecticut Income Tax Withholding: *Connecticut nonpayroll amounts* mean:

- Gambling winnings, other than Connecticut lottery winnings, if the payment is subject to federal income tax withholding, and the payment is made to a resident or to someone receiving the payment on behalf of a resident. (See **IP 2001(29)**, *Connecticut Income Tax Treatment of Gambling Winnings Other Than State Lottery Winnings*, for more information.);
- Connecticut lottery winnings, if reportable for federal income tax withholding purposes, whether or not subject to federal income tax withholding. (See **IP 2003(21)**, *Connecticut Income Tax Treatment of State Lottery Winnings Received by Residents and Nonresidents of Connecticut*, for more information.);
- Pension and annuity distributions, if the recipient is a Connecticut resident and has requested Connecticut income tax withholding;
- Military retirement pay, if the recipient is a Connecticut resident and has requested Connecticut income tax withholding;
- Unemployment compensation, if the recipient has requested Connecticut income tax withholding; **and**

- Payments made to athletes or entertainers if the payments are not wages for federal income tax withholding purposes, but Connecticut income tax withholding is required under **Policy Statement 2004(1)**, *Income Tax Withholding for Athletes or Entertainers*.

All payers of nonpayroll amounts that are subject to Connecticut income tax withholding are required to file Form CT-945 as long as they have an active income tax withholding account with the Department of Revenue Services (DRS), **even if no tax is due**, or even if no tax was required to be withheld for that year, or even if federal Form 945 is not required to be filed.

Note: All income tax withholding reported on federal Form W-2, Wage and Tax Statement, must be reported on **Form CT-941**, *Connecticut Quarterly Reconciliation of Withholding*.

Due date: January 31, 2006. However, a payer that has made timely deposits of Connecticut withholding tax in full payment of such taxes due for the 2005 calendar year may file Form CT-945 on or before February 10, 2006. You must file CT-945 (DRS) even if no tax is due or is required to be withheld for that year.

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

Be sure to complete all requested information on the back of this return. See instructions on back. Sign and date the return in the space provided. If payment is due, remit payment with this return.

Make your check payable to: Commissioner of Revenue Services. Write your Connecticut Tax Registration Number on your check.

Mail your completed return and payment (if applicable) to: Department of Revenue Services, PO Box 2931, Hartford CT 06104-2931.

To amend Form CT-945, use **Form CT-941X**, *Amended Connecticut Reconciliation of Withholding*. Forms and publications may be obtained by visiting the DRS Web site at **www.ct.gov/DRS** or by calling the DRS Forms Unit at 860-297-4753.

SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. MAKE A COPY FOR YOUR RECORDS.

CT-945 (DRS) Connecticut Annual Reconciliation of Withholding for Nonpayroll Amounts ▶ 2005

Connecticut Tax Registration Number ▶	Federal Employer ID Number ▶	Calendar Year Ending ▶	Due Date
------------------------------------------	---------------------------------	---------------------------	----------

ENTER NAME AND ADDRESS BELOW. PLEASE PRINT OR TYPE.

READ INSTRUCTIONS BEFORE COMPLETING		
1. Gross Nonpayroll Amounts	▶ 1	
2. Gross CT Nonpayroll Amounts	▶ 2	
3. Connecticut Tax Withheld	▶ 3	
4. Credit From Prior Year	▶ 4	
5. Payments Made for This Year	▶ 5	
6. Total Payments (Add Line 4 and Line 5)	▶ 6	
7. Net Tax Due (or credit) (Line 3 minus Line 6)	▶ 7	
8a. Penalty: ▶ + 8b. Interest: ▶ =	8	
9. Amount to be Credited	▶ 9	
10. Amount to be Refunded	▶ 10	
11. Total Amount Due (Add Line 7 and Line 8)	▶ 11	

Check if you no longer are making payments of nonpayroll withholding and enter date of last payment: _____

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct.

Mail to: Department of Revenue Services
 PO Box 2931
 Hartford CT 06104-2931

Signature _____
 Title _____ Date _____

Instructions for Completing Front of Form CT-945 (DRS)

Line 1
Enter the total amount of nonpayroll amounts, whether or not Connecticut nonpayroll amounts, paid to all recipients during the 2005 calendar year.

Line 2
Enter the total amount of Connecticut nonpayroll amounts paid during the 2005 calendar year. **Connecticut nonpayroll amounts** are reportable gambling winnings (see nonpayroll amounts on front of return).

Line 3
Enter the total amount of Connecticut income tax withheld on Connecticut nonpayroll amounts during the 2005 calendar year.

Line 4
Enter the amount to be credited on Line 9 of your Form CT-945 for the prior year; however, if any portion of that amount was withheld by you from recipients during a prior year and not repaid by you to those recipients prior to the end of that year or prior to filing the return for that year (whichever is earlier), subtract that portion from the amount to be credited on Line 9 of your Form CT-945 for the prior calendar year, and enter the difference on Line 4.

Line 5
Enter the sum of all payments made for the 2005 calendar year.

Line 6
Add Line 4 and Line 5. This is the total of your payments and credits for the 2005 calendar year.

Line 7
Subtract Line 6 from Line 3 and enter the difference on Line 7. This is the amount of tax due or credit. If Line 3 is more than Line 6, complete Line 8a and line 8b if necessary. If

Line 6 is more than Line 3, complete Line 9 and Line 10.

Line 8
Enter penalty on Line 8a and interest on Line 8b, and enter the total on Line 8.

Late Payment Penalty: The penalty for paying all or a portion of the tax late is 10% (.10) of the tax paid late.

Late Filing Penalty: If no tax is due, DRS may impose a \$50 penalty for the late filing of any return.

Interest: Interest will be computed on the tax paid late at the rate of 1% (.01) per month or fraction of a month.

Line 9
Enter the amount on Line 7 to be credited to the 2006 calendar year; however, if any portion of that amount was withheld by you from recipients during the 2005 calendar year and not repaid by you to those recipients prior to the end of the 2005 calendar year or prior to filing this return (whichever is earlier), subtract that portion from the amount on Line 7 to be credited to the 2006 calendar year and enter the difference on Line 9.

Line 10
Enter amount on Line 7 to be refunded; however, if any portion of that amount was withheld by you from recipients during the 2005 calendar year, and not repaid by you to those recipients prior to the end of the 2005 calendar year or prior to filing this return (whichever is earlier), subtract that portion from the amount from Line 7 to be refunded, and enter the difference on Line 10.

Line 11
If the amount on Line 7 is a net tax due, add Line 7 and Line 8. This is the total amount now due.

Forms and Publications

Forms and publications are available anytime by:

- **Internet:** Preview and download forms and publications from the DRS Web site: www.ct.gov/DRS
- **DRS TAX-FAX:** Call 860-297-5698 from the handset attached to your fax machine and select from the menu. (Only forms, not publications, are available through TAX-FAX)
- **Telephone:** Call 860-297-4753 (from anywhere) or 1-800-382-9463 (in-state) and select Option 2 from a touch-tone phone.

Electronic Filing Option

By Internet: www.ct.gov/DRS

The Connecticut *Fast-File* program is a fast, easy, secure, and paperless way to file and pay business taxes electronically over the Internet. Any business registered with Department of Revenue Services (DRS) for sales and use taxes, business tax, room occupancy tax, withholding tax (payroll and nonpayroll), business entity tax, or estimated corporation business tax may be able to *Fast-File* its business tax returns.

For more information on the Connecticut *Fast-File* Program, visit the DRS Web site at www.ct.gov/DRS and click on *file/Register OnLine*, or call the DRS Forms Unit at 860-297-4753 and request **TPG-129, Fast-File in Five**.



Instructions for Completing Back of Form CT-945 (DRS)

Quarterly remitters: Enter the total amount of the liability for each quarter on Line 6 for March, June, September, and December. Add the four amounts from each Line 6 and enter the total on Line 7. This should equal Line 3 on the front of Form CT-945.

Monthly remitters: Enter the total amount of the liability for each month on Line 6 of that month. Add the amounts from each Line 6 for January through December and enter the total on Line 7. This should equal Line 3 on the front of Form CT-945.

Weekly remitters: Enter the liability for each week on Lines 1 through 5 for each month. Enter the total for the month on Line 6. Add the amounts from each Line 6 and enter the total on Line 7. This should equal Line 3 on the front of Form CT-945.

Monthly Summary of Connecticut Tax Liability (Show tax liability here, not deposits. See instructions.)						
January	February	March	April	May	June	
1	1	1	1	1	1	
2	2	2	2	2	2	
3	3	3	3	3	3	
4	4	4	4	4	4	
5	5	5	5	5	5	
6	6	6	6	6	6	
July	August	September	October	November	December	
1	1	1	1	1	1	
2	2	2	2	2	2	
3	3	3	3	3	3	
4	4	4	4	4	4	
5	5	5	5	5	5	
6	6	6	6	6	6	
7 Total Liability for the Year						00



(Rev. 12/04)

Form CT-941X

Amended Connecticut Reconciliation of Withholding (Important: See instructions on back before completing this return.)

Name of Employer	Connecticut Tax Registration Number
Address (Number and Street)	Federal Employer ID Number
City, Town, or Post Office	State ZIP Code

Name of form being amended (check one): Form CT-941 Form CT-945 Form CT-941 (DRS/P) Household Employer

Quarter being amended (Form CT-941 filers only, check one) and enter calendar year (all filers):

1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Calendar Year
<input type="checkbox"/> January - March	<input type="checkbox"/> April - June	<input type="checkbox"/> July - September	<input type="checkbox"/> October - December	

	AMOUNT AS ORIGINALLY REPORTED ON CT-941 OR CT-945	NET CHANGE (Increase or Decrease)	CORRECTED AMOUNT
1. Enter gross wages from Form CT-941, Line 1 or gross nonpayroll amounts from Form CT-945, Line 1..... 1			
2. Enter gross CT wages from Form CT-941, Line 2 or gross CT nonpayroll amounts from Form CT-945, Line 2..... 2			
3. Enter CT tax withheld from Form CT-941, or Form CT-945, Line 3..... 3			
4. Enter credit from prior quarter, if any, of the same calendar year (Form CT-941 filers only)..... 4			
5. Deposits made with Form CT-WH (Form CT-941) or Form CT-8109 (Form CT-945)..... 5			
6. Amount paid with Form CT-941, Form CT-945, or Form CT-941 (DRS/P)..... 6			
7. Total payments (Add Lines 4, 5, and 6)..... 7			
8. Overpayment, if any, as shown on original return (or as previously adjusted)..... 8			
9. Subtract Line 8 from Line 7..... 9			
10. Net tax due or (credit) (Subtract Line 9 from Line 3)..... 10			
11. Interest on net tax due..... 11			
12. Total amount due or (credit) (Add Line 10 and Line 11)..... 12			

Overpayment: If amount on Line 12 is a credit, enter the overpayment amount here ► \$ _____ and check if:

- Applied to next return or Refunded

Declaration: I declare that (check the appropriate box)

- All overwithheld Connecticut income taxes for the current calendar year were repaid to employees prior to the end of the current calendar year. (You must keep in your records each employee's written receipt showing the date and amount of repayment.)
- None of this refund or credit was withheld from employees.

If Line 12 shows an amount due, make check payable to: Commissioner of Revenue Services. Write your CT Tax Registration Number on your check.

Mail to: Department of Revenue Services
State of Connecticut
PO Box 2931
Hartford CT 06104-2931

Attach a copy of all applicable schedules and forms.

I further declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Sign Here	Signature of Employer	Date	
	Paid Preparer's Signature	Date	Federal Employer ID Number
Keep a copy of this return for your records	Firm Name and Address		

Explanation to Changes to the Connecticut Reconciliation

Enter the line number from Page 1 for each item you are changing and give the reason for each change. Attach all supporting forms and schedules for items changed. Be sure to include the business name and tax registration numbers on any attachments.

Form CT-941X Instructions Amended Connecticut Reconciliation of Withholding

Important: This form must be filed before the end of the current calendar year to correct Connecticut income tax withholding errors made during the same calendar year. This form may not be filed after the end of the calendar year to correct Connecticut income tax withholding errors made during that calendar year unless to correct an **administrative error**.

Purpose

Use **Form CT-941X** to correct **Form CT-941**, *Connecticut Quarterly Reconciliation of Withholding*, **Form CT-945**, *Connecticut Annual Reconciliation of Withholding for Nonpayroll Amounts*, or **Form CT-941 (DRS/P)**, *Connecticut Quarterly Reconciliation of Withholding for Household Employers*, as it was originally filed. Form CT-941X can only be used to correct a single period. If additional periods require correction, or if you are amending for more than one type of return, a separate Form CT-941X must be completed for each period and for each type of return that you are amending.

To claim a refund for the overpayment of Connecticut withholding tax, Form CT-941X must be filed within three years from the due date of the original return. If you filed federal Form 941c, you must file Form CT-941X no later than 90 days after the date of filing the amended federal return. If the tax reported on your federal Form 941 or federal Form 945 is changed or corrected by the Internal Revenue Service or other competent authority, you must file Form CT-941X to report the change or correction no later than 90 days after the final determination of such change or correction.

Note: Form CT-941X is not used to correct any mistakes made on **Form CT-W3**, *Connecticut Annual Reconciliation of Withholding*, or **Form CT-1096**, *Connecticut Annual Summary and Transmittal of Information Returns*. To correct any errors made on Form CT-W3 or Form CT-1096, you must submit a revised Form CT-W3 or Form CT-1096 clearly labeled "AMENDED." The total amounts reported for Connecticut tax withheld on Line 3 of Form(s) CT-941, Form CT-945, or if applicable, Form(s) CT-941X, for the calendar year must agree with the total amount reported on Form CT-W3, Line 1, or Form CT-1096, Line 1, or both. The total amounts reported for gross Connecticut wages or nonpayroll amounts on Form(s) CT-941, Form CT-945, Line 2, or if applicable, Form(s) CT-941X, Line 2, for the calendar year must agree with total Connecticut wages reported on Form CT-W3, Line 2, or total nonpayroll amounts reported on Form CT-1096, Line 2, or both.

Information Section

Enter the name of the employer, address, Connecticut Tax Registration Number, and Federal Employer Identification Number in the spaces provided. Check the appropriate box to indicate the type of quarterly return you are amending. Also, check the appropriate box and enter the calendar year to identify the quarterly return being amended.

Line Instructions

In the first column, enter the amount reported on the original **Form CT-941**, **Form CT-945**, or **Form CT-941(DRS/P)**.

In the second column, enter the net increase or net decrease for each line which has been changed. (Any decrease should be in parentheses.)

In the third column, enter the amount that should have been reported on the original **Form CT-941**, **Form CT-945**, or **Form CT-941(DRS/P)**.

Line 10: If the amount on Line 10 is a net tax due, you must complete Line 11 and Line 12. If Line 10 is a credit, enter the same amount on Line 12 and complete the overpayment section.

Line 11: The unpaid amount is subject to interest of 1% (.01) per month, or fraction of a month, from the due date.

Line 12: Add Line 10 and Line 11. Enter total.

Attachments

A copy of your federal Form 941c, quarterly reconciliations of withholding from other states (original and corrected copies), and all federal Forms W-2c must be attached to support your changes.

Signature

This form must be signed by the employer. Anyone paid to prepare the tax return must sign the return. The preparer's Federal Employer Identification Number, firm name, and firm address must also be entered in the space provided.

For Further Information:

Call DRS during business hours, Monday through Friday:

- 1-800-382-9463 (in-state), or
- 860-297-5962 (from anywhere)

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

(Rev. 12/03)

CONNECTICUT ANNUAL RECONCILIATION OF WITHHOLDING

GENERAL INSTRUCTIONS

Purpose: The attached **Form CT-W3 (DRS)**, *Connecticut Annual Reconciliation of Withholding*, may be used by new employers or employers who have not received the *Employer's Withholding Remittance Coupon Book* for 2004.

Annual Reconciliation: Form CT-W3 is **due the last day of February**. No payment is to be made with this return. Employers must file every "state copy" of federal Form W-2 with the annual reconciliation, even if no Connecticut income tax was withheld.

Rounding Off to Whole Dollars: You must round off cents to the nearest whole dollar on your returns and schedules. 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.

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.

INSTRUCTIONS FOR COMPLETING FORM CT-W3

Line 1

Enter the total amount of Connecticut income tax withheld from wages during the 2004 calendar year. This should equal the Total Line on the back of this return.

Line 2

Enter the gross Connecticut wages paid during the 2004 calendar year. **Connecticut wages** are all wages paid to employees who are residents of Connecticut, even if those wages are paid for work performed outside Connecticut by those resident employees, and wages paid to employees who are nonresidents of Connecticut, if those wages are paid for work performed in Connecticut by those nonresident employees.

Line 3

Indicate the number of W-2 forms submitted with this return.

Reminders:

- Be sure to complete all requested information on the back of this return.
- **Do not send a payment with this return.**
- All payments must be made using Forms **CT-WH** and **CT-941**.
- Sign and date the return in the space provided.
- Send with Form CT-W3 every "state copy" of federal Form W-2 reporting Connecticut wages paid during the calendar year (Copy 1 of the optional six-part federal Form W-2 or equivalent). If you are required by the IRS to file copies of federal Form W-2 on magnetic media, you must file these forms on magnetic media with the Department of Revenue Services (DRS). However, if you file 24 or fewer W-2 forms with DRS, you may be excused from the magnetic media filing requirements without obtaining a waiver.
- For new information regarding magnetic media reporting requirements, visit the DRS Web site at www.ct.gov/DRS or call DRS at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users **only** may transmit inquiries by calling 860-297-4911.
- Mail your completed return to: Department of Revenue Services, PO Box 2930, Hartford CT 06104-2930.

Household employers: If a household employer is **not** registered with DRS for Connecticut income tax withholding purposes, the employer should enter the words "HOUSEHOLD EMPLOYER" in the space reserved for the Connecticut Tax Registration Number on this return.

Agricultural employers: If an agricultural employer is **not** registered with DRS for Connecticut income tax withholding purposes, the employer should write the words "AGRICULTURAL EMPLOYER" in the space reserved for the Connecticut Tax Registration Number on this return.

SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. KEEP A COPY FOR YOUR RECORDS.

CT-W3 (DRS) CONNECTICUT ANNUAL RECONCILIATION OF WITHHOLDING ▶ 2004		
CONNECTICUT TAX REGISTRATION NUMBER ▶	FEDERAL EMPLOYER ID NUMBER	DUE DATE

Enter name and address below. Please print or type.

1. Connecticut tax withheld from wages (See instructions) ▶ 1.		00
2. Total Connecticut wages reported ▶ 2.		00
3. Number of W-2s submitted ▶ 3.		00

NOTE: DO NOT SEND A PAYMENT WITH THIS RETURN.

DEPARTMENT OF REVENUE SERVICES
PO BOX 2930
HARTFORD CT 06104-2930

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

- Check if you are a household employer and you withhold Connecticut income tax from the wages of household employees.
- Check if you are a household employer and you **do not** withhold Connecticut income tax from the wages of household employees.

Signature _____
Title _____ Date _____

PART A: Complete for Each Period

PERIOD		CONNECTICUT INCOME TAX WITHHELD FROM WAGES
JANUARY 1 - MARCH 31	1st QUARTER	
APRIL 1 - JUNE 30	2nd QUARTER	
JULY 1 - SEPTEMBER 30	3rd QUARTER	
OCTOBER 1 - DECEMBER 31	4th QUARTER	
TOTAL		

Include the "state copy" of all wage and tax statements (Copy 1 of the optional six-part federal Form W-2 or equivalent) reporting Connecticut wages paid during the calendar year with this return.

If you are required by the IRS to file copies of federal Form W-2 on magnetic media, you must file these forms on magnetic media with DRS. However, if you file 24 or fewer W-2 forms with DRS, you may be excused from the magnetic media filing requirements without obtaining a waiver.

For new information regarding magnetic media reporting requirements, visit the DRS Web site at www.ct.gov/DRS or call DRS at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users **only** may transmit inquiries by calling 860-297-4911.

◀ This should equal **Line 1** on the front of this return.

PART B: Check the appropriate box below, to indicate your deposit schedule for federal withholding tax purposes.

- Monthly
 Semiweekly
 Other _____
 (please specify)

(Rev. 12/04)

Connecticut Annual Reconciliation of Withholding

General Instructions

Purpose: The attached **Form CT-W3 (DRS)**, *Connecticut Annual Reconciliation of Withholding*, may be used by new employers or employers who have not received the *Employer's Withholding Remittance Coupon Book* for 2005.

Annual Reconciliation: Form CT-W3 is **due the last day of February**. No payment is to be made with this return. Employers must file every "state copy" of federal Form W-2 with the annual reconciliation, even if no Connecticut income tax was withheld.

Rounding Off to Whole Dollars: You must round off cents to the nearest whole dollar on your returns and schedules. 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.

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.

Form CT-W3 Instructions

Line 1

Enter the total amount of **Connecticut** income tax withheld from wages during the 2005 calendar year. (This should equal the Total Line on the back of this return.)

Line 2

Enter the gross **Connecticut wages** paid during the 2005 calendar year. **Connecticut wages** are all wages paid to employees who are residents of Connecticut, even if those wages are paid for work performed outside Connecticut by those resident employees, and wages paid to employees who are nonresidents of Connecticut, if those wages are paid for work performed in Connecticut by those nonresident employees.

Line 3

Indicate the number of W-2 forms submitted with this return.

Reminders:

- Be sure to complete all requested information on the back of this return.
- **Do not send a payment with this return.**
- All payments must be made using Forms **CT-WH** and **CT-941**.
- Sign and date the return in the space provided.
- Send with Form CT-W3 every "state copy" of federal Form W-2 reporting Connecticut wages paid during the calendar year (Copy 1 of the optional six-part federal Form W-2 or equivalent). If you are required by the IRS to file copies of federal Form W-2 on magnetic media, you must file these forms on magnetic media with the Department of Revenue Services (DRS). However, if you file 24 or fewer W-2 forms with DRS, you may be excused from the magnetic media filing requirements without obtaining a waiver.
For new information regarding magnetic media reporting requirements, visit the DRS Web site at www.ct.gov/DRS or call DRS at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users **only** may transmit inquiries by calling 860-297-4911.
- Mail your completed return, including W-2 forms, to: Department of Revenue Services, PO Box 2930, Hartford CT 06104-2930.

Household employers: If a household employer is **not** registered with DRS for Connecticut income tax withholding purposes, the employer should enter the words "HOUSEHOLD EMPLOYER" in the space reserved for the Connecticut Tax Registration Number on this return.

Agricultural employers: If an agricultural employer is **not** registered with DRS for Connecticut income tax withholding purposes, the employer should write the words "AGRICULTURAL EMPLOYER" in the space reserved for the Connecticut Tax Registration Number on this return.

SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. KEEP A COPY FOR YOUR RECORDS.

CT-W3 (DRS) Connecticut Annual Reconciliation of Withholding ▶2005			
Connecticut Tax Registration Number ▶		Federal Employer ID Number	
		Due Date	
<i>Enter name and address below. Please print or type.</i>			
1. Connecticut Tax Withheld From Wages (See instructions) ▶ 1.			00
2. Total Connecticut Wages Reported ▶ 2.			00
3. Number of W-2s Submitted ▶ 3.			00

Note: Do not send a payment with this return.
Department of Revenue Services
PO Box 2930
Hartford CT 06104-2930

- Check if you are a household employer and you withhold Connecticut income tax from the wages of household employees.
- Check if you are a household employer and you **do not** withhold Connecticut income tax from the wages of household employees.

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Signature _____
Title _____ Date _____

Complete for Each Period

PERIOD		CONNECTICUT INCOME TAX WITHHELD FROM WAGES
January 1 - March 31	1st Quarter	
April 1 - June 30	2nd Quarter	
July 1 - September 30	3rd Quarter	
October 1 - December 31	4th Quarter	
Total		

Include the "state copy" of all wage and tax statements (Copy 1 of the optional six-part federal Form W-2 or equivalent) reporting Connecticut wages paid during the calendar year with this return.

If you are required by the IRS to file copies of federal Form W-2 on magnetic media, you **must** file these forms on magnetic media with DRS. However, if you file 24 or fewer W-2 forms with DRS, you may be excused from the magnetic media filing requirements without obtaining a waiver.

For new information regarding magnetic media reporting requirements, visit the DRS Web site at **www.ct.gov/DRS** or call DRS at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users **only** may transmit inquiries by calling 860-297-4911.

◀ This should equal Line 1 on the front of this return.

Form CT-W4 Employee's Withholding Certificate

Complete this form so your employer can withhold the correct amount of **Connecticut** income tax from your wages.

Instructions:

- Go to the chart below that describes the filing status you expect to report on your federal income tax return. (Armed Forces Personnel and Veterans, see *Special Instructions for Armed Forces Personnel and Veterans*, Page 2)
- Choose the statement that best describes your income. (Gross income means income from all sources.) Enter the *Withholding Code* in Step 2, Line 1.
- Complete Step 2. Sign, make a copy for yourself, and return the original to your employer.
- For more information, see *Employee Instructions* on Page 2.

Step 1 - Determine your Withholding Code.

Married Filing Jointly	Withholding Code	Single	Withholding Code
Our expected combined annual gross income is less than or equal to \$24,000 and no withholding is necessary	E	My expected annual gross income is less than or equal to \$12,625 and no withholding is necessary	E
Our expected combined annual gross income is greater than \$24,000 and less than or equal to \$100,500 (See <i>Special Rules for Certain Married Individuals</i> , Page 2)	A	My expected annual gross income is greater than \$12,625	F
My spouse is not employed and our expected combined annual gross income is greater than \$24,000	C	I have significant nonwage income and wish to avoid having too little tax withheld	D
My spouse is employed and our expected combined annual gross income is greater than \$100,500	D	I am a nonresident of Connecticut with substantial other income	D
I have significant nonwage income and wish to avoid having too little tax withheld	D	Head of Household	
I am a nonresident of Connecticut with substantial other income	D	My expected annual gross income is less than or equal to \$19,000 and no withholding is necessary	E
		My expected annual gross income is greater than \$19,000	B
		I have significant nonwage income and wish to avoid having too little tax withheld	D
		I am a nonresident of Connecticut with substantial other income	D

Married Filing Separately	Withholding Code
My expected annual gross income is less than or equal to \$12,000 and no withholding is necessary	E
My expected annual gross income is greater than \$12,000	A
I have significant nonwage income and wish to avoid having too little tax withheld	D
I am a nonresident of Connecticut with substantial other income	D

Step 2 - Complete Lines 1 through 11.

Please Print Clearly

1. Withholding Code (Enter *Withholding Code* letter chosen from Step 1 above): 1.

2. Additional withholding amount per pay period, if any (See instructions on Page 3): 2.

3. Reduced withholding amount per pay period, if any (See instructions on Page 3): 3.

4. First Name: MI Last Name

5. Home Address 6. Your Social Security Number - -

7. City/Town 8. State 9. Zip Code -

I declare under penalty of law that I have examined this certificate and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for reporting false information is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

10. Employee's Signature 11. Date / / - - - -

Employers Must Complete Items 12 through 21. Please print clearly.

12. Is this a new or rehired employee? Yes No If yes, provide the date of hire / / - - -

13. Employer's Business Name 14. Connecticut Tax Registration Number -

15. Employer's Business Address 16. Federal Employer Identification Number - -

17. City/Town 18. State 19. Zip Code -

20. Contact Person 21. Telephone Number - -

Purpose: Form CT-W4 provides your employer with the necessary information to withhold the correct amount of Connecticut income tax from your wages to ensure that you will not be underwithheld or overwithheld. In order for your employer to withhold Connecticut income tax from your wages, you must complete Form CT-W4, and provide it to your employer(s). You are expected to pay Connecticut income tax as income is earned or received during the year. You should complete a new Form CT-W4 at least once a year or if your tax situation changes.

EMPLOYEE INSTRUCTIONS

Gross Income: For Form CT-W4 purposes, gross income means all income received in the form of money, goods, property, and services that is not exempt from federal income tax, and any additions to income from Schedule 1 of Form CT-1040 or Form CT-1040NR/PY.

Filing Status: Generally, the filing status you expect to report on your Connecticut income tax return is the same as the filing status you expect to report on your federal income tax return. However, special rules apply to married individuals who file a joint federal return, but have a different residency status. Nonresidents and part year residents should see the instructions to Form CT-1040NR/PY.

General Instructions: Complete the certificate on Page 1, Lines 1 through 11, sign it, and return it to your employer. Keep a copy for your records.

Check Your Withholding: You could be underwithheld if any of the following apply:

- You have more than one job;
- You qualify under the *Special Rules for Certain Married Individuals* and do not use the *Supplemental Table* on Pages 3 and 4; or
- You have substantial nonwage income.

If during the taxable year your circumstances change, such as, you receive a bonus or your filing status changes, you must furnish your employer with a new Form CT-W4 within 10 days of the change to avoid underwithholding. If you could be underwithheld, you should consider adjusting your withholding or making estimated payments on Form CT-1040ES, *Estimated Connecticut Income Tax Payment Coupon for Individuals*. You may also wish to select *Withholding Code "D"* to elect the highest level of withholding. If you owe \$1,000 or more in Connecticut income tax over and above what has been withheld from your income for the prior taxable year, you may be subject to interest on the underpayment at the rate of 1% per month or fraction of a month. **Informational Publication 2005(1), *Is My Connecticut Withholding Correct?***, will help you determine if you have enough withholding.

Nonresident Employees Working Partly Within and Partly Outside of Connecticut

If you work partly within and partly outside of Connecticut for the same employer, you should also complete Form CT-W4NA, *Employee's Withholding or Exemption Certificate - Nonresident Apportionment*, and provide it to your employer. The information on Form CT-W4NA together with the information on Form CT-W4 will help your employer determine how much to withhold from your wages for services performed within Connecticut. Form CT-W4NA is available from your employer or from the Department of Revenue Services (DRS) at www.ct.gov/DRS

Special Rules for Certain Married Individuals

If you are a married individual filing jointly and you and your spouse both select *Withholding Code "A"*, you may have too much or too little Connecticut income tax withheld from your pay. This is because the phaseout of the personal exemption and credit is based on your combined incomes. The withholding tables cannot reflect your exact withholding requirement without considering your spouse's income.

To minimize this problem, use the *Supplemental Table* on Pages 3 and 4 to adjust your withholding. You are not required to use this table.

Note: Do not use the supplemental table to adjust your withholding if you use the worksheet in **Informational Publication 2005(1)**.

Special Instructions for Armed Forces Personnel and Veterans

If you are a Connecticut resident, your Armed Forces pay is subject to Connecticut income tax withholding unless you qualify as a nonresident for Connecticut income tax purposes. See **Informational Publication 2004(15), *Connecticut Income Tax Information for Armed Forces Personnel and Veterans*** for that criteria. If you do not meet the criteria, complete Form CT-W4 following the instructions on Page 1. If you meet the nonresident criteria, you may request that no Connecticut income tax be withheld from your Armed Forces pay by entering Withholding Code "E" on Form CT-W4, Line 1 and filing the form with your Armed Forces finance officer.

EMPLOYER INSTRUCTIONS

For any employee who does not complete Form CT-W4, you are required to withhold at the highest rate.

You are required to keep a Form CT-W4 in your files for each employee. See *Connecticut Circular CT, Employer's Tax Guide*, for complete instructions.

You must also file copies of Form CT-W4 with DRS and the Department of Labor (DOL) for certain employees as listed below:

Report Certain Employees Claiming Exemption From Withholding to DRS

Employers are required to file copies of Form CT-W4 with DRS for certain employees claiming "E" (no withholding is necessary). See *Connecticut Circular CT, Employer's Tax Guide*, for further information. Mail copies of Forms CT-W4 meeting the conditions listed in *Connecticut Circular CT, Employer's Tax Guide* with Form CT-941, *Connecticut Quarterly Reconciliation of Withholding*, to DRS.

Report New and Rehired Employees to DOL

New employees are defined as workers not previously employed by your business, as well as workers who are hired after having been separated from your business for a period of more than six months.

Conn. Gen. Stat. §31-254(b) requires employers with offices in Connecticut or transacting business in Connecticut to report names, addresses, and Social Security Numbers of new employees to DOL within 20 days from the date of hire to assist in the enforcement of child support obligations. Mail copies of Form CT-W4 for those employees only to DOL at the address listed below or FAX to the number listed below.

DOL may use information reported on this form in a manner consistent with its governmental powers and duties. For more information on DOL requirements or for alternate reporting options, call DOL at 860-263-6310 or visit the DOL Web site at www.ctdol.state.ct.us

For new or rehired employees; send or fax Form CT-W4 to:

**CT Department of Labor, Office of Research, Form CT-W4
200 Folly Brook Boulevard, Wethersfield CT 06109; or
Fax: 1-800-816-1108.**

To report via the Internet, visit www.ctnewhires.com

FOR FURTHER INFORMATION

Call DRS Monday through Friday:

1-800-382-9463 (in-state), or **860-297-5962** (from anywhere)

TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.

Forms and Publications: Forms and publications are available anytime by:

- **Internet:** Preview and download forms and publications from the DRS Web site at www.ct.gov/DRS
- **DRS TAX-FAX:** Call 860-297-5698 from the handset attached to your fax machine and select from the menu. Only forms (not publications) are available through TAX-FAX
- **Telephone:** Call 860-297-4753 (from anywhere), or 1-800-382-9463 (in-state) and select **Option 2** from a touch-tone phone.

SUPPLEMENTAL TABLE FOR MARRIED COUPLES FILING JOINTLY - EFFECTIVE JANUARY 1, 2005
 For married couples who both select *Withholding Code "A"* on Form CT-W4 (combined income is \$100,500 or less).

INSTRUCTIONS

- Reading across the top of the table select one spouse's approximate annual wage income. Reading down the left column select other spouse's approximate annual wage income. See Page 4 for the continuation of this table.
- At the intersection of the two numbers is an adjustment amount. THIS IS A YEARLY ADJUSTMENT AMOUNT.
- To calculate the adjustment for each pay period, complete the following worksheet.

A.	Adjustment amount	3A. _____
B.	Pay periods in a year (See pay period table)	3B. _____
C.	Pay period adjustment (Divide Line 3A by Line 3B)	3C. _____
- If the adjustment is positive, enter the adjustment amount from Line 3C. on Line 2 of one spouse's Form CT-W4. If the adjustment is negative, enter the adjustment amount in brackets from Line 3C. on Line 3 of one spouse's Form CT-W4.

PAY PERIOD TABLE

If you are paid:	Pay periods in a year:
Weekly	52
Biweekly	26
Semi-monthly	24
Monthly	12

Annual Salary	2,000	4,000	6,000	8,000	10,000	12,000	14,000	16,000	18,000	20,000	22,000	24,000	26,000
3,000	0	0	0	0	0	0	(15)	(42)	(99)	(156)	(248)	(318)	(485)
6,000	0	0	0	0	0	0	(15)	(42)	(99)	(141)	(225)	(295)	(414)
9,000	0	0	0	0	0	0	(15)	(35)	(77)	(119)	(182)	(192)	(308)
12,000	0	0	0	0	0	0	0	(12)	(54)	(48)	(60)	(106)	(249)
15,000	(23)	(23)	(23)	(23)	(15)	0	0	9	27	36	(24)	(70)	(162)
18,000	(99)	(99)	(99)	(84)	(69)	(54)	(6)	54	36	18	(42)	20	(111)
21,000	(203)	(195)	(180)	(165)	(129)	(54)	(3)	9	(9)	24	27	10	(87)
24,000	(325)	(310)	(295)	(232)	(145)	(106)	(82)	(70)	20	14	0	0	(12)
27,000	(586)	(550)	(475)	(409)	(370)	(331)	(256)	(181)	(170)	(142)	(113)	(6)	25
30,000	(792)	(705)	(666)	(627)	(588)	(441)	(405)	(347)	(319)	(206)	(87)	20	18
33,000	(956)	(917)	(878)	(788)	(686)	(618)	(548)	(447)	(312)	(156)	(75)	20	18
36,000	(1,167)	(1,128)	(981)	(930)	(845)	(760)	(605)	(414)	(279)	(156)	(75)	20	18
39,000	(1,193)	(1,091)	(1,023)	(938)	(810)	(618)	(420)	(267)	(144)	(21)	60	155	153
42,000	(1,200)	(1,115)	(1,030)	(860)	(642)	(450)	(285)	(132)	(9)	114	195	290	288
45,000	(1,208)	(1,080)	(888)	(675)	(495)	(315)	(150)	3	126	249	330	425	423
48,000	(1,130)	(912)	(720)	(540)	(360)	(180)	(15)	138	261	384	465	560	468
51,000	(1,086)	(906)	(726)	(546)	(366)	(186)	(21)	132	255	378	414	419	327
54,000	(1,060)	(880)	(700)	(520)	(340)	(160)	5	158	281	314	305	310	218
57,000	(940)	(760)	(580)	(400)	(220)	(40)	125	233	266	299	290	295	203
60,000	(820)	(640)	(460)	(280)	(100)	80	155	218	251	284	275	280	188
63,000	(700)	(520)	(340)	(160)	(25)	65	140	203	236	269	260	265	173
66,000	(580)	(400)	(220)	(130)	(40)	50	125	188	221	254	245	250	158
69,000	(460)	(325)	(235)	(145)	(55)	35	110	173	206	239	230	235	143
72,000	(430)	(340)	(250)	(160)	(70)	20	95	158	191	224	215	220	308
75,000	(445)	(355)	(265)	(175)	(85)	5	80	143	176	209	289	478	578
78,000	(460)	(370)	(280)	(190)	(100)	(10)	65	128	161	374	553	660	
81,000	(475)	(385)	(295)	(205)	(115)	(25)	50	202	419	644			
84,000	(490)	(400)	(310)	(220)	(130)	(40)	215	466	601				
87,000	(505)	(415)	(325)	(235)	(56)	218	485						
90,000	(520)	(430)	(340)	(250)	208	400							
93,000	(535)	(356)	(82)	200									
96,000	(370)	(92)	100										
99,000	(100)												

This table joins the table on Page 4.

SUPPLEMENTAL TABLE FOR MARRIED COUPLES FILING JOINTLY - EFFECTIVE JANUARY 1, 2005
 For married couples who both select *Withholding Code "A"* on Form CT-W4 (combined income is \$100,500 or less).

Annual Salary	28,000	30,000	32,000	34,000	36,000	38,000	40,000	42,000	44,000	46,000	48,000	50,000	52,000
3,000	(647)	(752)	(866)	(1,007)	(1,148)	(1,148)	(1,136)	(1,158)	(1,163)	(1,125)	(1,023)	(992)	(1,002)
6,000	(525)	(666)	(807)	(948)	(981)	(1,020)	(1,025)	(1,030)	(950)	(822)	(720)	(722)	(732)
9,000	(467)	(608)	(698)	(776)	(888)	(893)	(855)	(753)	(630)	(540)	(450)	(452)	(462)
12,000	(408)	(441)	(570)	(665)	(760)	(680)	(552)	(450)	(360)	(270)	(180)	(182)	(192)
15,000	(258)	(370)	(465)	(518)	(506)	(383)	(293)	(203)	(113)	(23)	68	66	56
18,000	(224)	(319)	(329)	(291)	(279)	(189)	(99)	(9)	81	171	261	259	249
21,000	(158)	(146)	(113)	(113)	(113)	(23)	68	158	248	338	428	426	371
24,000	8	20	20	20	20	110	200	290	380	470	560	468	368
27,000	7	7	7	7	7	97	187	277	367	412	412	320	220
30,000	0	0	0	0	0	90	180	270	270	270	270	178	78
33,000	0	0	0	0	0	90	135	135	135	135	135	43	(57)
36,000	0	0	0	0	0	0	0	0	0	0	0	0	(192)
39,000	135	135	135	90	0	0	0	0	0	0	0	0	(192)
42,000	270	270	180	90	0	0	0	0	0	0	0	0	(192)
45,000	360	270	180	90	0	0	0	0	0	0	0	0	(103)
48,000	360	270	180	90	0	0	0	0	0	0	0	0	176
51,000	219	129	39	(51)	(141)	(141)	(141)	(141)	(141)	(52)	132	232	
54,000	110	20	(70)	(160)	(250)	(250)	(250)	(250)	(70)	118	220		
57,000	95	5	(85)	(175)	(265)	(265)	(176)	8	200				
60,000	80	(10)	(100)	(190)	(280)	(100)	88	190					
63,000	65	(25)	(115)	(116)	(22)	170							
66,000	50	(40)	50	148	160								
69,000	124	218	320										
72,000	388	400											

This table joins the table on Page 3.

(Rev. 1/05)

Form CT-W4P

Withholding Certificate for Pension or Annuity Payments

2005
CT-W4P

Purpose

This form allows Connecticut residents who receive pensions or annuities to instruct the payer of the pension or annuity to withhold Connecticut income tax.

You are **not required** to have Connecticut tax withheld from your pension or annuity payments. However, you must make estimated Connecticut income tax payments if your Connecticut income tax (after tax credits) minus Connecticut income tax withheld is \$1,000 or more, and you expect your Connecticut income tax withheld to be less than your required annual payment. Your required annual payment is the **lesser** of:

- **90%** of the income tax shown on your **2005 Connecticut income tax return**; or
- **100%** of the income tax shown on your **2004 Connecticut income tax return**, if you filed a 2004 Connecticut income tax return that covered a 12-month period.

You do **not** have to make estimated income tax payments if:

- You were a Connecticut resident during the 2004 taxable year and you did not file a 2004 income tax return because you had no Connecticut income tax liability; or
- You were a nonresident or part-year resident with Connecticut source income during the 2004 taxable year and you did not file a 2004 income tax return because you had no Connecticut income tax liability.

If you were a nonresident or part-year resident and you did **not** have Connecticut source income during the 2004 taxable year, then you **must** use 90% of the income tax shown on your 2005 Connecticut income tax return as your required annual payment.

General Instructions

If you wish to have Connecticut income tax withheld from your pension or annuity payments, you may either:

- Complete the worksheet on the back of this form to estimate how much income tax to have withheld, round

to the nearest whole dollar but not less than \$10, and enter this amount on Line 1 of the Withholding Certificate. (This option is for people who want to include all income in determining their withholding amount.); or

- If you know how much you want your payer to withhold from each payment, you may fill in a *whole dollar amount*, but not less than \$10, on Line 1 of the Withholding Certificate.

Please send a completed Form CT-W4P to the payer of your pension or annuity if you wish to have Connecticut income tax withheld.

Do not send this form to the Department of Revenue Services (DRS).

If you do not want tax withheld from your pension or annuity payments, do not return this form.

For Further Information

Call DRS during business hours, Monday through Friday:

- **1-800-382-9463** (in-state), 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

Forms and publications are available anytime by:

- **Internet:** Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**
- **DRS TAX-FAX:** Call **860-297-5698** from the handset attached to your fax machine and select from the menu. Only forms (not publications) are available through TAX-FAX.
- **Telephone:** Call **860-297-4753** (from anywhere), or **1-800-382-9463** (in-state) and select **Option 2** from a touch-tone phone.

.....
DETACH AND RETURN THIS CERTIFICATE TO THE PAYER OF YOUR PENSION. KEEP THE TOP PORTION FOR YOUR RECORDS.

2005 Form CT-W4P

**Withholding Certificate for
Pension or Annuity Payments**

State of Connecticut
Department of Revenue Services

First Name	Middle Initial	Last Name	Social Security Number
			: : :
Home Address		PO Box	Claim or Identification Number (if any) of your Pension or Annuity Contract
City or Town	State	ZIP Code	
1. Amount of Connecticut income tax you want withheld from EACH payment.			1. .00
Sign Here	Signature		Date

2005 FORM CT-W4P ESTIMATED INCOME TAX WORKSHEET

(Use this worksheet if you wish to include all 2005 estimated income in determining withholding amount.)

1. Federal adjusted gross income you expect in the 2005 taxable year (from 2005 federal Form 1040ES, 2005 Estimated Tax Worksheet, Line 1)	1.	
2. Allowable Connecticut modifications (additions or subtractions, see instructions, below)	2.	
3. Connecticut adjusted gross income (Combine Line 1 and Line 2)	3.	
Important: Nonresidents and Part-Year Residents: Enter your Connecticut source income if greater than your Connecticut adjusted gross income.		
4. Connecticut income tax (Complete the <i>Tax Calculation Schedule</i> , below)	4.	
5. Apportionment factor (Connecticut residents enter 1.0000. Nonresidents and Part-Year Residents, see instructions, Page 3)	5.	.
6. Multiply Line 5 by Line 4	6.	
7. Credit for income taxes paid to qualifying jurisdictions (See instructions, Page 3)	7.	
8. Subtract Line 7 from Line 6	8.	
9. Estimated Connecticut Alternative Minimum Tax (See instructions, Page 3)	9.	
10. Add Line 8 and Line 9	10.	
11. Adjusted Net Connecticut Minimum Tax Credit (See instructions, Page 3)	11.	
12. Total estimated income tax (Subtract Line 11 from Line 10)	12.	
13. Connecticut income tax withheld or expected to be withheld during the 2005 taxable year (on income other than this pension or annuity)	13.	
14. Subtract Line 13 from Line 12. (Important: If this amount is less than \$1,000, you are not required to prepay this amount.)	14.	
15. Amount to be withheld from each payment (Divide Line 14 by the number of payments you will receive in 2005). Round to the nearest whole dollar but not less than \$10 (See instructions, Page 3)	15.	

TAX CALCULATION SCHEDULE

1. Enter the amount from Line 3 of the 2005 Form CT-W4P Estimated Income Tax Worksheet.	1		
2. Enter Personal Exemption (from Table A, Exemptions, Page 4)	2		
3. Connecticut taxable income (Subtract Line 2 from Line 1. If less than zero, enter "0.")	3		
4. Connecticut income tax (See Table B, Connecticut Income Tax, Page 4)	4		
5. Enter Decimal Amount (from Table C, Personal Tax Credits, Page 4). If zero, enter "0."	5	.	
6. Multiply the amount on Line 4 by the decimal amount on Line 5.	6		
7. CONNECTICUT INCOME TAX (Subtract Line 6 from Line 4) Enter this amount on Line 4, 2005 Form CT-W4P Estimated Income Tax Worksheet, above.	7		

Instructions for Completing Worksheet

Caution: If you expect to owe \$1,000 or more in Connecticut income tax after subtracting Connecticut income tax withheld, you may be required to make estimated payments. Generally, if you do not prepay (through **timely** estimated tax payments or withholding, or both) the lesser of 100% of the income tax shown on your 2004 Connecticut income tax return or 90% of the income tax shown on your 2005 Connecticut income tax return, you may owe interest at the rate of 1% (.01) per month or fraction of a month.

Line 1: Enter your estimated federal adjusted gross income. **Adjusted gross income** means wages, interest, dividends, alimony received, and all income minus certain adjustments to income such as alimony paid and qualified contributions to an IRA.

Line 2: Enter the total of your estimated allowable Connecticut modifications. **Subtractions** include any items included in federal adjusted gross income that are not taxable under Connecticut law. **Additions** include items that are taxable under Connecticut law but are not included in federal adjusted gross income. See instructions for *Schedule 1 - Modifications to Federal Adjusted Gross Income*, of **Form CT-1040** or **Form CT-1040NR/PY** for information about allowable modifications. (Line 2 instructions continued on Page 3.)

SOCIAL SECURITY BENEFIT ADJUSTMENT WORKSHEET

Enter the amount you expect to enter on **Form CT-1040EZ, Form CT-1040, or Form CT-1040NR/PY**, Line 1.

If your filing status is **Single or Married Filing Separately**, is the amount on Line 1 \$50,000 or more?

- Yes: **Complete** this worksheet.
- No: **Do not complete** this worksheet. Enter the amount of federally taxable Social Security benefits you expect to report on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on the **2005 Form CT-W4P Estimated Income Tax Worksheet**, Line 2.

If your filing status is **Married Filing Jointly or Head of Household**, is the amount on Line 1 \$60,000 or more?

- Yes: **Complete** this worksheet.
- No: **Do not complete** this worksheet. Enter the amount of federally taxable Social Security benefits you expect to report on federal Form 1040, Line 20b, or federal Form 1040A, Line 14b, on the **2005 Form CT-W4P Estimated Income Tax Worksheet**, Line 2.

A. Enter the amount you reported on federal Publication 505* , <i>Tax Withholding and Estimated Tax</i> , Worksheet 2.1, Line 1. If Line A is zero or less, stop here. Otherwise, go to Line B.	A.	
B. Enter the amount you reported on federal Publication 505* , <i>Tax Withholding and Estimated Tax</i> , Worksheet 2.1, Line 9. If Line B is zero or less, stop here. Otherwise, go to Line C.	B.	
C. Enter the lesser of Line A or Line B.	C.	
D. Multiply Line C by 25% (.25).	D.	
E. Expected taxable amount of Social Security benefits you reported on federal Publication 505* , <i>Tax Withholding and Estimated Tax</i> , Worksheet 2.1, Line 18.	E.	
F. Social Security Benefit Adjustment - Subtract Line D from Line E. Enter the amount here and as a subtraction on the 2005 Form CT-W4P Estimated Income Tax Worksheet , Line 2. (If Line D is greater than or equal to Line E, enter "0.")	F.	

* You may obtain **federal Publication 505** by calling the IRS at **1-800-829-3676** or by visiting the IRS Web site at **www.irs.gov**

Line 2: (continued)

Social Security Benefit Adjustment: If you will file a federal income tax return as Single or Married Filing Separately and you expect your 2005 federal adjusted gross income will be **less than \$50,000**, enter as a subtraction the amount of federally taxable Social Security benefits that you expect to report on your 2005 federal Form 1040, Line 20b or federal Form 1040A, Line 14b. If you will file a federal income tax return as Married Filing Jointly or Head of Household and you expect your federal adjusted gross income will be **less than \$60,000**, enter as a subtraction the amount of federally taxable Social Security benefits that you expect to report on your 2005 federal Form 1040, Line 20b or federal Form 1040A, Line 14b. If you expect your federal adjusted gross income will be above the threshold for your filing status, complete the *Social Security Benefit Adjustment Worksheet*, above, and include the amount from Line F as a subtraction on Line 2.

Line 3: Nonresidents and Part-Year Residents Only: If your Connecticut source income is greater than your Connecticut adjusted gross income, enter your Connecticut source income on this line.

Line 5: Apportionment Factor: Nonresidents and part-year residents, if your Connecticut source income is **greater than or equal to** your Connecticut adjusted gross income, enter 1.0000. If your Connecticut source income is **less than** your Connecticut adjusted gross income, complete the following calculation and enter the result on Line 5.

$$\frac{\text{Connecticut Source Income}}{\text{Connecticut Adjusted Gross Income (Line 3)}} = \text{Line 5}$$

Do not enter a number that is less than zero or greater than 1. If the result is less than zero, enter "0"; if greater than 1, enter 1.0000. Round to four decimal places.

Line 7: Resident and Part-Year Residents Only: Enter estimated allowable credit for income taxes paid to qualifying jurisdictions. Enter "0," if not applicable. (See instructions for *Schedule 2 - Credit for Income Taxes Paid to Qualifying Jurisdictions*, of **Form CT-1040 or Form CT-1040NR/PY**.)

Line 9: If you expect to owe federal alternative minimum tax for the 2005 taxable year, you may also owe Connecticut alternative minimum tax. Enter your estimated Connecticut alternative minimum tax liability. (See instructions for **Form CT-6251, Connecticut Alternative Minimum Tax Return - Individuals**.)

Line 11: Enter estimated allowable adjusted net Connecticut minimum tax credit. Enter "0" if you are not entitled to a credit, or if you entered an amount on Line 9. (See instructions for **Form CT-8801, Credit for Prior Year's Connecticut Minimum Tax for Individuals, Trusts, and Estates**.)

Line 15: Divide the amount on Line 14 by the number of pension or annuity payments you will receive in 2005. Round to nearest whole dollar but not less than \$10. Enter this amount on Line 1 of the certificate on the front of this form.

TABLE A - EXEMPTIONS FOR 2005 TAXABLE YEAR

Use the filing status that you expect to report on your 2005 tax return and your CONNECTICUT AGI* (from Tax Calculation Schedule, Line 1) to determine your exemption.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI*		EXEMPTION	CONNECTICUT AGI*		EXEMPTION	CONNECTICUT AGI*		EXEMPTION	CONNECTICUT AGI*		EXEMPTION
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$ 0	\$25,250	\$12,625	\$ 0	\$48,000	\$24,000	\$ 0	\$24,000	\$12,000	\$ 0	\$38,000	\$19,000
\$25,250	\$26,250	\$11,625	\$48,000	\$49,000	\$23,000	\$24,000	\$25,000	\$11,000	\$38,000	\$39,000	\$18,000
\$26,250	\$27,250	\$10,625	\$49,000	\$50,000	\$22,000	\$25,000	\$26,000	\$10,000	\$39,000	\$40,000	\$17,000
\$27,250	\$28,250	\$ 9,625	\$50,000	\$51,000	\$21,000	\$26,000	\$27,000	\$ 9,000	\$40,000	\$41,000	\$16,000
\$28,250	\$29,250	\$ 8,625	\$51,000	\$52,000	\$20,000	\$27,000	\$28,000	\$ 8,000	\$41,000	\$42,000	\$15,000
\$29,250	\$30,250	\$ 7,625	\$52,000	\$53,000	\$19,000	\$28,000	\$29,000	\$ 7,000	\$42,000	\$43,000	\$14,000
\$30,250	\$31,250	\$ 6,625	\$53,000	\$54,000	\$18,000	\$29,000	\$30,000	\$ 6,000	\$43,000	\$44,000	\$13,000
\$31,250	\$32,250	\$ 5,625	\$54,000	\$55,000	\$17,000	\$30,000	\$31,000	\$ 5,000	\$44,000	\$45,000	\$12,000
\$32,250	\$33,250	\$ 4,625	\$55,000	\$56,000	\$16,000	\$31,000	\$32,000	\$ 4,000	\$45,000	\$46,000	\$11,000
\$33,250	\$34,250	\$ 3,625	\$56,000	\$57,000	\$15,000	\$32,000	\$33,000	\$ 3,000	\$46,000	\$47,000	\$10,000
\$34,250	\$35,250	\$ 2,625	\$57,000	\$58,000	\$14,000	\$33,000	\$34,000	\$ 2,000	\$47,000	\$48,000	\$ 9,000
\$35,250	\$36,250	\$ 1,625	\$58,000	\$59,000	\$13,000	\$34,000	\$35,000	\$ 1,000	\$48,000	\$49,000	\$ 8,000
\$36,250	\$37,250	\$ 625	\$59,000	\$60,000	\$12,000	\$35,000	and up	\$ 0	\$49,000	\$50,000	\$ 7,000
\$37,250	and up	\$ 0	\$60,000	\$61,000	\$11,000				\$50,000	\$51,000	\$ 6,000
			\$61,000	\$62,000	\$10,000				\$51,000	\$52,000	\$ 5,000
			\$62,000	\$63,000	\$ 9,000				\$52,000	\$53,000	\$ 4,000
			\$63,000	\$64,000	\$ 8,000				\$53,000	\$54,000	\$ 3,000
			\$64,000	\$65,000	\$ 7,000				\$54,000	\$55,000	\$ 2,000
			\$65,000	\$66,000	\$ 6,000				\$55,000	\$56,000	\$ 1,000
			\$66,000	\$67,000	\$ 5,000				\$56,000	and up	\$ 0
			\$67,000	\$68,000	\$ 4,000						
			\$68,000	\$69,000	\$ 3,000						
			\$69,000	\$70,000	\$ 2,000						
			\$70,000	\$71,000	\$ 1,000						
			\$71,000	and up	\$ 0						

TABLE B - CONNECTICUT INCOME TAX FOR 2005 TAXABLE YEAR

Single/Married Filing Separately	Married Filing Jointly/Qualifying Widow(er)	Head of Household
If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$10,000, multiply by .03. More than \$10,000, multiply the excess over \$10,000 by .05 and add \$300.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$20,000, multiply by .03. More than \$20,000, multiply the excess over \$20,000 by .05 and add \$600.00.	If the amount on Line 3 of the Tax Calculation Schedule is: Less than or equal to \$16,000, multiply by .03. More than \$16,000, multiply the excess over \$16,000 by .05 and add \$480.00.
For example, if the amount on Line 3 is \$13,000 enter \$450.00 on Line 4. \$13,000 - \$10,000 = \$3,000 \$3,000 x .05 = \$150.00 \$150.00 + \$300.00 = \$450.00	For example, if the amount on Line 3 is \$22,500 enter \$725.00 on Line 4. \$22,500 - \$20,000 = \$2,500 \$2,500 x .05 = \$125.00 \$125.00 + \$600.00 = \$725.00	For example, if the amount on Line 3 is \$20,000 enter \$680.00 on Line 4. \$20,000 - \$16,000 = \$4,000 \$4,000 x .05 = \$200.00 \$200.00 + \$480.00 = \$680.00

TABLE C - PERSONAL TAX CREDITS FOR 2005 TAXABLE YEAR

Use the filing status that you expect to report on your 2005 tax return and your CONNECTICUT AGI* (from Tax Calculation Schedule, Line 1) to determine your decimal amount.

Single			Married Filing Jointly/Qualified Widow(er)			Married Filing Separately			Head of Household		
CONNECTICUT AGI*		DECIMAL AMOUNT	CONNECTICUT AGI*		DECIMAL AMOUNT	CONNECTICUT AGI*		DECIMAL AMOUNT	CONNECTICUT AGI*		DECIMAL AMOUNT
More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To		More Than	Less Than Or Equal To	
\$12,625	\$15,750	.75	\$24,000	\$30,000	.75	\$12,000	\$15,000	.75	\$19,000	\$24,000	.75
\$15,750	\$16,250	.70	\$30,000	\$30,500	.70	\$15,000	\$15,500	.70	\$24,000	\$24,500	.70
\$16,250	\$16,750	.65	\$30,500	\$31,000	.65	\$15,500	\$16,000	.65	\$24,500	\$25,000	.65
\$16,750	\$17,250	.60	\$31,000	\$31,500	.60	\$16,000	\$16,500	.60	\$25,000	\$25,500	.60
\$17,250	\$17,750	.55	\$31,500	\$32,000	.55	\$16,500	\$17,000	.55	\$25,500	\$26,000	.55
\$17,750	\$18,250	.50	\$32,000	\$32,500	.50	\$17,000	\$17,500	.50	\$26,000	\$26,500	.50
\$18,250	\$18,750	.45	\$32,500	\$33,000	.45	\$17,500	\$18,000	.45	\$26,500	\$27,000	.45
\$18,750	\$19,250	.40	\$33,000	\$33,500	.40	\$18,000	\$18,500	.40	\$27,000	\$27,500	.40
\$19,250	\$21,050	.35	\$33,500	\$40,000	.35	\$18,500	\$20,000	.35	\$27,500	\$34,000	.35
\$21,050	\$21,550	.30	\$40,000	\$40,500	.30	\$20,000	\$20,500	.30	\$34,000	\$34,500	.30
\$21,550	\$22,050	.25	\$40,500	\$41,000	.25	\$20,500	\$21,000	.25	\$34,500	\$35,000	.25
\$22,050	\$22,550	.20	\$41,000	\$41,500	.20	\$21,000	\$21,500	.20	\$35,000	\$35,500	.20
\$22,550	\$26,300	.15	\$41,500	\$50,000	.15	\$21,500	\$25,000	.15	\$35,500	\$44,000	.15
\$26,300	\$26,800	.14	\$50,000	\$50,500	.14	\$25,000	\$25,500	.14	\$44,000	\$44,500	.14
\$26,800	\$27,300	.13	\$50,500	\$51,000	.13	\$25,500	\$26,000	.13	\$44,500	\$45,000	.13
\$27,300	\$27,800	.12	\$51,000	\$51,500	.12	\$26,000	\$26,500	.12	\$45,000	\$45,500	.12
\$27,800	\$28,300	.11	\$51,500	\$52,000	.11	\$26,500	\$27,000	.11	\$45,500	\$46,000	.11
\$28,300	\$50,500	.10	\$52,000	\$96,000	.10	\$27,000	\$48,000	.10	\$46,000	\$74,000	.10
\$50,500	\$51,000	.09	\$96,000	\$96,500	.09	\$48,000	\$48,500	.09	\$74,000	\$74,500	.09
\$51,000	\$51,500	.08	\$96,500	\$97,000	.08	\$48,500	\$49,000	.08	\$74,500	\$75,000	.08
\$51,500	\$52,000	.07	\$97,000	\$97,500	.07	\$49,000	\$49,500	.07	\$75,000	\$75,500	.07
\$52,000	\$52,500	.06	\$97,500	\$98,000	.06	\$49,500	\$50,000	.06	\$75,500	\$76,000	.06
\$52,500	\$53,000	.05	\$98,000	\$98,500	.05	\$50,000	\$50,500	.05	\$76,000	\$76,500	.05
\$53,000	\$53,500	.04	\$98,500	\$99,000	.04	\$50,500	\$51,000	.04	\$76,500	\$77,000	.04
\$53,500	\$54,000	.03	\$99,000	\$99,500	.03	\$51,000	\$51,500	.03	\$77,000	\$77,500	.03
\$54,000	\$54,500	.02	\$99,500	\$100,000	.02	\$51,500	\$52,000	.02	\$77,500	\$78,000	.02
\$54,500	\$55,000	.01	\$100,000	\$100,500	.01	\$52,000	\$52,500	.01	\$78,000	\$78,500	.01
\$55,000	and up	.00	\$100,500	and up	.00	\$52,500	and up	.00	\$78,500	and up	.00

* Important: Form CT-1040NR/PY filers must use income from Connecticut sources if it exceeds Connecticut Adjusted Gross Income.

Employee's Withholding Certificate - Nonresident Apportionment

Purpose: Complete Form CT-W4NA if you are a nonresident who performs services partly within and partly outside of Connecticut for the same employer. The information on Form CT-W4NA, in addition to the information on Form CT-W4, *Employee's Withholding Certificate*, will assist your employer in withholding the correct amount of Connecticut income tax from your wages for services performed in Connecticut.

For Assistance in Determining Your Residency Status: See the instructions for Form CT-1040EZ, *Connecticut Resident EZ Income Tax Return*, Form CT-1040, *Connecticut Resident Income Tax Return*, or Form CT-1040NR/PY, *Connecticut Nonresident or Part-Year Resident Income Tax Return*.

How Your Employer Will Calculate Your Withholding: As a nonresident, your employer is required to withhold Connecticut income tax on all wages paid to you unless:

1. You have filed Form CT-W4NA with your employer; or
2. Your employer maintains adequate current records to accurately determine the amount of wages that is paid to you for the services performed within Connecticut.

If you have filed Form CT-W4NA, your employer will withhold Connecticut income tax from your wages based on the percentage of your services you estimate you will perform in Connecticut during the calendar year. Your employer will make necessary adjustments during the calendar year if your employer knows or has reason to know that the percentage of services you estimated on Form CT-W4NA is no longer correct. In making the adjustments, your employer will determine the percentage of wages paid to you for the performance of services within Connecticut by using the same percentage that your wages derived from or connected with Connecticut sources bears to your total wages.

Your employer may determine the percentage of wages paid to you for services performed within Connecticut based on your Form CT-W4NA on file from the preceding calendar year. If reasonable, your employer shall make any necessary adjustments during the calendar year if your employer knows or has reason to know that the percentage shown on Form CT-W4NA is no longer correct.

When to File Form CT-W4NA: You must complete Form CT-W4NA if any of the following is true for the calendar year:

- You are a nonresident who performs services partly within and partly outside of Connecticut for the same employer; or
- The percentage of services that you perform within Connecticut has changed from the percentage you indicated on the most recent Form CT-W4NA on file with your employer; or
- Your residency status has changed from resident to nonresident.

General Instructions: Before completing Form CT-W4NA, review the information you have provided on Form CT-W4 and make any necessary changes. If you have not completed Form CT-W4, you must first complete and file it with your employer before completing Form CT-W4NA.

Complete the certificate below, sign it and return it to your employer.

For Further Information: Call the Department of Revenue Services (DRS) during business hours, Monday through Friday:

- 1-800-382-9463 (in-state), 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: Forms and publications are available anytime by:

- **Internet:** Preview and download forms and publications from the DRS Web site at www.ct.gov/DRS
- **DRS TAX-FAX:** Call 860-297-5698 from the handset attached to your fax machine and select from the menu. Only forms (not publications) are available through TAX-FAX.
- **Telephone:** Call 860-297-4753 (from anywhere), or 1-800-382-9463 (in-state) and select **Option 2** from a touch-tone phone.

----- CUT HERE AND GIVE THE CERTIFICATE TO YOUR EMPLOYER -----

State of Connecticut
Department of Revenue Services

**EMPLOYEE'S WITHHOLDING CERTIFICATE
NONRESIDENT APPORTIONMENT**

FORM CT-W4NA

Your First Name and Middle Initial	Last Name	Your Social Security Number
Home Address (number and street), Apartment Number, PO Box		
City, Town, or Post Office	State	ZIP Code

I certify that I am **not** a resident of Connecticut and my residence is as stated above.

I certify that the percentage of my services performed in Connecticut during the calendar year is estimated to be %

I will notify my employer within ten days of any change in the percentage of my services performed within Connecticut, or of a change in my status from nonresident to resident of Connecticut.

Your Signature	Date
----------------	------

Employer: You must withhold the applicable amount of Connecticut income tax from wages paid to employees who file this certificate. You must make necessary adjustments during the calendar year if you know or have reason to know the percentage of services your nonresident employee estimated on Form CT-W4NA is no longer correct. In making those adjustments, you must determine the percentage of wages paid to the employee for the performance of services within Connecticut by using the same percentage that the employee's wages derived from or connected with Connecticut sources bears to the employee's total wages. If you maintain adequate current records to accurately determine the amount of the nonresident employee's wages paid to the employee for services performed within Connecticut, you may withhold Connecticut income tax from your employee's wages based on those records, whether or not your employee files Form CT-W4NA. For instructions refer to **Informational Publication 2005(7)**, *Connecticut Circular CT*. Keep this certificate with your records.

Employer's Name and Address	Connecticut Tax Registration Number
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FORM CT-1096 (DRS)

2004

Connecticut Annual Summary And Transmittal Of Information Returns

Please Read Instructions on Back Before Completing This Return

General Instructions

Purpose: The attached **Form CT-1096 (DRS)**, *Connecticut Annual Summary and Transmittal of Information Returns*, may be used by new payers or payers who have not received the *Withholding Remittance Coupon Book for Payers of Nonpayroll Amounts* for 2004.

Annual Summary: Form CT-1096 must be filed by certain payers who are required to file federal Form 1096. Form CT-1096 is **due the last day of February**. No payment is to be made with this return.

If you are required to file federal Form 1096, you must file Form CT-1096. Attach every "state copy" of the following:

- Federal Form W-2G, for (1) Connecticut Lottery winnings paid to resident and nonresident individuals, even if no Connecticut income tax was withheld, and (2) other gambling winnings paid to resident individuals, even if no Connecticut income tax was withheld;
- Federal Form 1098, for property taxes paid on real estate to a Connecticut municipality;
- Federal Form 1099-MISC, for payments to resident individuals, or to nonresident individuals, if the payments relate to services performed wholly or partly in Connecticut, even if no Connecticut income tax was withheld;
- Federal Form 1099-R, **only** if Connecticut income tax was withheld;
- Federal Form 1099-S, reporting real estate transactions in Connecticut.

Rounding Off to Whole Dollars: You must round off cents to the nearest whole dollar on your returns and schedules. 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.

Example: \$1.29 becomes \$1.00 and \$3.50 becomes \$4.00.

Reminders

- Be sure to complete all requested information.
- **Do not send a payment with this return.**
- All payments must be made using **Form CT-8109, Connecticut Withholding Tax Payment Form For Nonpayroll Amounts**, and **Form CT-945, Connecticut Annual Reconciliation of Withholding For Nonpayroll Amounts**.
- Sign and date the return in the space provided.
- The above federal forms must be filed with DRS even if you are not required to be registered with DRS. Unregistered filers should write "Information Only" in the space reserved for the Connecticut Tax Registration Number on this return.
- If you are required by the IRS to file copies of federal Forms 1098, 1099, or W-2G on magnetic media, you **must** file these forms on magnetic media with DRS. However, if you file 24 or fewer Forms 1098, 1099, or W-2G with DRS, you may be excused from the magnetic media filing requirements for that particular type of information return without obtaining a waiver. For new information regarding magnetic media reporting requirements, visit the DRS Web site at www.ct.gov/DRS or call DRS at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries by calling 860-297-4911.
- **Group the forms by form number and send each group with a separate Form CT-1096.**
- Mail your completed return to: Department of Revenue Services, PO Box 5081, Hartford CT 06102-5081.

If you are **not** required to file federal Form 1096, you are **not** required to file Form CT-1096.

SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. MAKE A COPY FOR YOUR RECORDS.

CT-1096 (DRS) CONNECTICUT ANNUAL SUMMARY AND TRANSMITTAL OF INFORMATION RETURNS ► 2004			
CONNECTICUT TAX REGISTRATION NUMBER	FEDERAL EMPLOYER ID NUMBER	DUE DATE	
▶			
1. Connecticut income tax withheld from nonpayroll amounts (See instructions) ▶ 1.			
2. Total nonpayroll amounts reported with Form CT-1096 (See instructions) ▶ 2.			
3. Number of 1098s, 1099s, or W-2Gs submitted ▶ 3.			

Enter name and address below. Please print or type.

NOTE: DO NOT SEND A PAYMENT WITH THIS RETURN.

MAIL TO: DEPARTMENT OF REVENUE SERVICES
 PO BOX 5081
 HARTFORD CT 06102-5081

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Signature _____

Title _____ Date _____

Line Instructions for Completing Form CT-1096

Line 1

Enter the total amount of Connecticut income tax withheld from nonpayroll amounts during the calendar year. (This should equal the Total Line below.) Nonpayroll amounts are the amounts required to be reported on Line 2.

Line 2

Enter the total amount of gross winnings from federal Forms W-2G, property taxes paid on real estate to a Connecticut municipality from federal Forms 1098,* miscellaneous income from federal Forms 1099-MISC, distributions from federal Forms 1099-R, and proceeds from federal Forms 1099-S reported with this return. Group the forms by form number and send each group with a separate Form CT-1096.

* The amount of property taxes paid on real estate to a Connecticut municipality and the name of that municipality must be reported on federal Form 1098, box 4.

Line 3

Indicate the number of 1098, 1099, or W-2G forms submitted with this return.

Complete for Each Period

PERIOD		CONNECTICUT INCOME TAX WITHHELD FROM NONPAYROLL AMOUNTS
JANUARY 1 - MARCH 31	1st QUARTER	
APRIL 1 - JUNE 30	2nd QUARTER	
JULY 1 - SEPTEMBER 30	3rd QUARTER	
OCTOBER 1 - DECEMBER 31	4th QUARTER	
TOTAL		

If you are required to file federal Form 1096, you must file Form CT-1096. Attach every "state copy" of the following:

- Federal Form W-2G, for (1) Connecticut Lottery winnings paid to resident and nonresident individuals, even if no Connecticut income tax was withheld, and (2) other gambling winnings paid to resident individuals, even if no Connecticut income tax was withheld;
- Federal Form 1098, for property taxes paid on real estate to a Connecticut municipality;
- Federal Form 1099-MISC, for payments to resident individuals, or to nonresident individuals, if the payments relate to services performed wholly or partly in Connecticut, even if no Connecticut income tax was withheld;
- Federal Form 1099-R, **only** if Connecticut income tax was withheld;
- Federal Form 1099-S, reporting real estate transactions in Connecticut.

◀ This should equal **Line 1** on the front of this return.

Connecticut Annual Summary and Transmittal of Information Returns

Please Read Instructions on Back Before Completing This Return.

General Instructions

Purpose: The attached **Form CT-1096 (DRS)**, *Connecticut Annual Summary and Transmittal of Information Returns*, may be used by new payers or payers who have not received the *Withholding Remittance Coupon Book for Payers of Nonpayroll Amounts* for 2005.

Annual Summary: Form CT-1096 must be filed by certain payers who are required to file federal Form 1096. Form CT-1096 is **due the last day of February**. No payment is to be made with this return.

Rounding Off to Whole Dollars: You must round off cents to the nearest whole dollar on your returns and schedules.

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.

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.

- **Group the forms by form number and send each group with a separate Form CT-1096.**
- Mail your completed return to: Department of Revenue Services, PO Box 5081, Hartford CT 06102-5081.

Line Instructions for Completing Form CT-1096

Line 1

Enter the total amount of Connecticut income tax withheld from Connecticut nonpayroll amounts during the calendar year. (This should equal the Total Line on the back of this return.) Nonpayroll amounts are the amounts required to be reported on Line 2.

Line 2

Enter the total amount of:

- Connecticut Lottery winnings paid to resident and nonresident individuals, as reported on federal Form W-2G, whether or not Connecticut income tax was withheld;
- Other gambling winnings paid to resident individuals, as reported on federal Form W-2G, whether or not Connecticut income tax was withheld;
- Property taxes paid to a Connecticut municipality on real estate, as reported on federal Form 1098, box 4;

- Miscellaneous payments made to resident individuals, or, where the payments relate to services performed wholly or partly within Connecticut, to nonresident individuals, as reported on federal Form 1099-MISC, whether or not Connecticut income tax was withheld;
- Distributions from pensions, annuities, retirement or profit-sharing plans, as reported on federal Form 1099-R, but only if Connecticut income tax was withheld;
- Proceeds from real estate transactions, as reported on Form 1099-S, but only real estate transactions in Connecticut; **and**
- Unemployment compensation payments, as reported on federal Form 1099-G, but only if Connecticut income tax was withheld.

Group the forms by form number and send each group with a separate Form CT-1096.

Line 3

Indicate the number of 1098, 1099, or, W-2G forms submitted with this return. Be sure to complete all required information on the back of this return

If you are **not** required to file federal Form 1096, you are **not** required to file Form CT-1096.

SEPARATE HERE AND MAIL COUPON TO DEPARTMENT OF REVENUE SERVICES. MAKE A COPY FOR YOUR RECORDS.

CT-1096 (DRS) Connecticut Annual Summary and Transmittal of Information Return ▶ 2005			
Connecticut Tax Registration Number ▶	Federal Employer ID Number	Due Date	
<i>Enter name and address below. Please print or type.</i>			
1. Connecticut income tax withheld from Connecticut nonpayroll amounts ▶ 1.			
2. Total nonpayroll amounts reported with Form CT-1096 ▶ 2.			
3. Number of 1098s, 1099s, or W-2Gs submitted ▶ 3.			

Note: Do not send a payment with this return.

Mail to: Department of Revenue Services
 PO Box 5081
 Hartford CT 06102-5081

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Signature _____

Title _____ Date _____

Reminders

- Be sure to complete all requested information.
- **Do not send a payment with this return.**
- All payments must be made using **Form CT-8109, Connecticut Withholding Tax Payment Form For Nonpayroll Amounts**, and **Form CT-945, Connecticut Annual Reconciliation of Withholding For Nonpayroll Amounts**.
- Sign and date the return in the space provided.
- Federal forms 1098, 1099, and W-2G must be filed with DRS even if you are not required to be registered with DRS. Unregistered filers should write "Information Only" in the space reserved for the Connecticut Tax Registration Number on this return.
- If you are required by the IRS to file copies of federal Forms 1098, 1099, or W-2G on magnetic media, you **must** file these forms on magnetic media with DRS. However, if you file 24 or fewer Forms 1098, 1099, or W-2G with DRS, you may be excused from the magnetic media filing requirements for that particular type of information return without obtaining a waiver. For new information regarding magnetic media reporting requirements, visit the DRS Web site at www.ct.gov/DRS or call DRS at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries by calling 860-297-4911.

Complete for Each Period

PERIOD		CONNECTICUT INCOME TAX WITHHELD FROM NONPAYROLL AMOUNTS	
January 1 - March 31	1st Quarter		
April 1 - June 30	2nd Quarter		
July 1 - September 30	3rd Quarter		
October 1 - December 31	4th Quarter		
Total (This should equal Line 1 on the front of this return.)			00

If you are required to file federal Form 1096, you must file Form CT-1096. Attach every "state copy" of the following:

- Federal Form W-2G reporting: Connecticut Lottery winnings paid to resident and nonresident individuals, whether or not Connecticut income tax was withheld; or other gambling winnings paid to resident individuals, whether or not Connecticut income tax was withheld;
- Federal Form 1098 reporting property taxes paid to a Connecticut municipality on real estate;
- Federal Form 1099-MISC reporting miscellaneous payments made: to resident individuals, or, where the payments relate to services performed wholly or partly within Connecticut, to nonresident individuals, whether or not Connecticut income tax was withheld;
- Federal Form 1099-R reporting distributions from pensions, annuities, retirement or profit-sharing plans, but only if Connecticut income tax was withheld;
- Federal Form 1099-S reporting proceeds from real estate transactions in Connecticut; **and**
- Federal Form 1099-G reporting unemployment compensation payments, but only if Connecticut income tax was withheld.

If you are required by the IRS to file copies of federal Forms 1098, 1099, or W-2G on magnetic media, you **must** file these forms on magnetic media with DRS. However, if you file 24 or fewer Forms 1098, 1099, or W-2G, with DRS, you may be excused from the magnetic media filing requirements for that particular type of information return without obtaining a waiver.

For new information regarding magnetic media reporting requirements, visit the DRS Web site at www.ct.gov/DRS or call DRS at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users **only** may transmit inquiries by calling 860-297-4911.

Form CT-4852

(Rev. 12/03)

**Substitute for Form W-2, Wage and Tax Statement, or Form 1099R,
 Distributions from Pensions, Annuities, Retirement or Profit-Sharing Plans,
 IRAs, Insurance Contracts, Etc.**

Attach completed Form CT-4852 to Form CT-1040, CT-1040EZ, CT-1040NR/PY, or CT-1040X

Purpose

Complete **Form CT-4852**, if you have been unable to obtain (or have received an incorrect) Form W-2, Wage and Tax Statement, or Form 1099R (Distributions from Pensions, Annuities, Retirement or Profit-Sharing Plans, IRAs, Insurance Contracts, etc.), from an employer or payer, and have notified the Internal Revenue Service. You must complete a separate **Form CT-4852** for each missing or incorrect Form W-2 or Form 1099R.

General Information

First Name and Middle Initial	Last Name	Social Security Number
Home Address	Number and Street	Apt. No.
City, Town, or Post Office	State	ZIP Code

Substitute Form Information

1. **Please fill in the year at the end of this statement.** I have been unable to obtain (or have received an incorrect) Form W-2 or Form 1099R from my employer or payer named below. The amounts shown below are my best estimates of all wages or payments paid to me and the federal and Connecticut taxes withheld by this employer or payer during _____ (year).

2. Name, Address, City, State, and ZIP Code of Employer or Payer		3. Connecticut Tax Registration Number of Employer or Payer (If Known)	
		4. Federal Employer Identification Number of Employer or Payer (If Known)	
5. Federal Income Tax Withheld	6. Wages, Tips, Other Compensation or Payments (See Note Below)	7. Connecticut Income Tax Withheld	8. Connecticut Wages, Tips, Etc.

NOTE: Include in Box 6 and 8 the total of wages paid, noncash payments, tips/reported, and all other compensation before deductions for taxes, insurance, etc.

9. How did you determine the amounts in Boxes 5 through 8 above? (If you received a Form W-2 showing federal wages and federal income tax withheld, you **must** attach that form with **Form CT-4852** to your Connecticut Income Tax Return. If you did not receive a Form W-2 but you file federal Form 4852 to report federal wages and federal tax withheld, you **must** attach a copy of federal Form 4852 with **Form CT-4852** to your **Form CT-1040, CT-1040EZ, CT-1040NR/PY, or CT-1040X.**)

10. Give reason Form W-2, 1099R, or W-2c, Corrected Wage and Tax Statement, was not furnished by the employer, or payer, if known, and explain your efforts to get it.

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Signature _____ Date _____

Form CT-8809

Request for Extension of Time to File Informational Returns

(For Forms W-2, W-2G, 1098, 1099-R, 1099-S, and 1099-MISC)

(Rev. 10/04)

Extension Request for Calendar Year	1. Filer or transmitter name and mailing address (number and street including room or suite number, or PO box, city, state, and ZIP code)	2. Connecticut Tax Registration Number
		3. Federal Employer Identification Number
200__	4. Person to be contacted about this request	5. Telephone Number ()

6. Check the boxes that apply. You need not enter the number of returns.

Type of Return	Paper Returns (✓)	Magnetic Media (✓)	Type of Return	Paper Returns (✓)	Magnetic Media (✓)	Type of Return	Paper Returns (✓)	Magnetic Media (✓)	Combined Filer (✓)
W-2			1098			1099-R			
W-2G			1099-S			1099-MISC			

7. Has an extension of time to file federal informational returns been requested from the Internal Revenue Service?

No Yes Pending (If "Yes," attach a copy of federal Form 8809.)

If "Yes," was the request for extension approved?

No Yes (If "Yes," attach a copy of the extension request approval.)

8. State in detail why you need an extension. If you need more space, attach additional page(s).

9. Will you provide, or have you provided, a copy of the informational return or the required statement to the recipient on time?
 (See instructions.)

No Yes

Declaration

I declare under the penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Signature	Title	Date
-----------	-------	------

Instructions for CT-8809

Purpose of Form: Use this form to request an extension of time to file **Forms W-2, W-2G, 1098, 1099-R, 1099-S, and 1099-MISC**. Do not use this form to request an extension of time to furnish the statement to the recipient or for an extension of time to file Form CT-1040. For rules on extending the time to file Form CT-1040, see Form CT-1040 Instructions.

Who May File: Filers of returns submitted on paper or on magnetic media may use this form to request an extension of time. A transmitter for multiple filers may file this form but must attach a list of the names, addresses, and Federal Employer Identification Numbers of those for whom they will be filing.

When to File: The Department of Revenue Services (DRS) encourages you to file Form CT-8809 as soon as you know an extension of time to file is necessary. However, Form CT-8809 **must** be filed on or before the due date of the informational returns, which is the last day of February. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date. If you are requesting an extension of time to file several types of forms, you may use one Form CT-8809. You can request an extension for only one calendar year on this form. **An extension cannot be granted if a request is filed after the original due date of the returns.**

Filing Due Dates:	Form Number	Due Date
	W-2	Last day of February
	W-2G	Last day of February
	1098	Last day of February
	1099	Last day of February

Where to File: Department of Revenue Services
State of Connecticut
PO Box 2930
Hartford CT 06104-2930

Extension Period: If your extension request is approved, an extension is granted for 30 days from the original due date.

Additional Extension: If you need additional time to file, you may request an additional 30 days by submitting another Form CT-8809.

Approval or Denial of Request: Requests for extensions of time to file informational returns are not automatically granted. Approval or denial is based on administrative criteria and guidelines. DRS will send you a letter of explanation **only** if your request is denied.

Specific Instructions

- Item 1.** Enter the name and complete mailing address, including room or suite number, of the filer requesting the extension of time. If you act as transmitter for a group of filers, enter the transmitter name and address and attach a list of filer names, addresses, Connecticut Tax Registration Numbers, and Federal Employer Identification Numbers. Notification of denial is sent only to the person who requested the extension.
- Item 2.** Enter your ten-digit Connecticut Tax Registration Number.
- Item 3.** Enter your nine-digit Federal Employer Identification Number or Social Security Number if you are not required to have an employer identification number. Do not enter hyphens. A transmitter should enter the transmitter's Federal Employer Identification Number in this box.
- Item 4.** Enter the name of someone to contact if additional information is required.
- Item 5.** Enter the telephone number, including area code, of the person shown on Item 4.

- Item 6.** Indicate the type(s) of informational return(s) for which you are requesting an extension of time to file and method of filing by checking the appropriate box(es).

An employer or payer who is required by the Internal Revenue Service to file copies of federal Forms W-2, W-2G, 1098, 1099-MISC, 1099-R, and 1099-S on magnetic media must file these forms on magnetic media with DRS. However, an employer or payer who files 24 or fewer Forms W-2, W-2G, 1098, or 1099 with DRS is not required to file those forms on magnetic media and need not request a waiver.

- Item 7.** Indicate whether or not the filer applied for an extension of time to file federal informational returns. If an extension was requested, a copy of the federal Form 8809, Request for Extension of Time to File Informational Returns, must be attached to Form CT-8809. In addition, if a federal extension was requested, indicate whether or not it was approved by the Internal Revenue Service. If the extension was approved, attach a copy of the approval to Form CT-8809.

- Item 8.** Explain why you need an extension of time to file your informational returns.

- Item 9.** Check the appropriate box to indicate whether you will provide, or have provided, a copy of the informational returns or the required statement to the recipients on time.

If this extension request is approved, it will only extend the due date for filing the returns with DRS. It will not extend the January 31st due date for furnishing the required copies of statements to recipients.

Signature: The extension request must be signed by you or a person who is **duly authorized** to sign a return, statement, or other document.

Failure to properly complete and sign this form may cause a delay in processing or result in the denial of your request. Be sure you are requesting an extension of time only for returns listed on Form CT-8809.

For Further Information: For magnetic media reporting specifications, call DRS during business hours:

- **1-800-382-9463** (in-state), or
- **860-297-5962** (from anywhere).

TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling **860-297-4911**.

Forms and Publications: Forms and publications are available all day, seven days a week:

- **Internet:** Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**
- **DRS TAX-FAX:** Call **860-297-5698** from the handset attached to your fax machine and select from the menu. Only forms (not publications) are available on TAX-FAX.
- **Telephone:** Call **1-800-382-9463** (in-state) and select Option 2; or the Forms Unit at **1-860-297-4753** (from anywhere)

Form CT-709
Connecticut Gift Tax Return
 Form CT-709 may not be filed as a joint return.

CT-709
Calendar Year
2004

Donor's First Name and Middle Initial ▶	Last Name ▶	Social Security Number
Address ▶	Number and Street ▶	PO Box ▶
City, Town, or Post Office ▶	State	ZIP Code
Legal Residence (domicile) (county and state)		For Department Use Only - - 20
Citizenship if not U.S.		

Check applicable box: Connecticut Resident Nonresident Check here if Amended Return (Attach an explanation)

Section 1

- A. 1. If the donor died during the calendar year for which this return is filed, check here and enter date of death ▶ _____ 2004.
 2. If the donor died during the calendar year for which this return is filed and no federal estate tax return is required to be filed, check here.
- B. If the donor died during the calendar year for which this return is filed and a federal estate tax return extension was requested on federal Form 4768, Application for Extension of Time to File a Return and/or Pay U.S. Estate (and Generation-Skipping Transfer) Taxes, check here. ▶
- C. 1. If the donor is claiming special valuation on a gift of farmland, check here and attach *Schedule CT-709 Farmland*.
 2. If you elect under I.R.C. §529(c)(2)(B) to treat any transfers made this year to a qualified state tuition program as made ratably over a five-year period beginning this year, check here. (See instructions)
- | | | |
|---------------------------------------------------------------------------------------------|--------------------------|--------------------------|
| D. Is your spouse a U.S. citizen? | YES | NO |
| | <input type="checkbox"/> | <input type="checkbox"/> |
| If No , did you transfer any property to your spouse during the calendar year? | <input type="checkbox"/> | <input type="checkbox"/> |
- E. **Gifts by husband or wife to third parties** – Did you consent for federal gift tax purposes to have the gifts made (during the calendar year) by you, your spouse, or both of you to third parties considered as made one-half by each of you? (See instructions)
- F. Were you married to one another during the entire calendar year? (See instructions)
 If the answer above is **No**, check whether married divorced widowed Give date _____
- G. Will your spouse file a gift tax return for this calendar year?
- H. **Consent of spouse** – My spouse and I consented for federal gift tax purposes to have the gifts made (during the calendar year) by either or both of us to third parties considered as made one-half by each of us. My spouse and I understand that our Connecticut gift tax liability is joint and several.

Name of consenting spouse ▶ _____ Social Security Number ▶ _____
 Consenting spouse's signature _____ Date _____

Section 2 - Tax Computation			
1. Connecticut taxable gifts (Enter amount from <i>Schedule A</i> , Line 9)	1		00
2. Connecticut Gift Tax (See instructions)	2		00
3. Payments made with Form CT-709 EXT (request for extension of time to file)	3		00
4. If Line 3 is greater than Line 2, enter amount overpaid (Subtract Line 2 from Line 3)	4		00
5. If Line 2 is greater than Line 3, enter balance of tax due (Subtract Line 3 from Line 2)	5		00
6. Interest (from due date of tax)	6		00
7. Penalty	7		00
8. Total amount due (Add Lines 5, 6, and 7)	8		00

Due Date: April 15 following the close of the calendar year in which the gifts were made. (If the donor died during the calendar year, see instructions.)

Make check or money order payable to: Commissioner of Revenue Services. Write "2004 Form CT-709" on the front of your check or money order in the lower left corner. Writing your SSN on the front of your check or money order ensures accuracy and timeliness in processing your payment.

Mail to:
 Department of Revenue Services
 PO Box 2978
 Hartford CT. 06104-2978

Declaration: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy of this return for your records	Donor's Signature	Date	Telephone Number ()
	Paid Preparer's Signature	Date	Telephone Number ()
	Firm Name and Address		Federal Employer ID Number

Attach a complete copy of your federal Form 709 and the necessary supplemental documents (see instructions).

Schedule A - Computation of Connecticut Taxable Gifts (Attach additional sheets if necessary)

A Item No.	B Gifts Subject to Gift Tax • Donee's name and address • Donee's Social Security Number • Relationship to donor (if any) • Description of gift • If the gift was made by means of a trust, enter trust's identifying number below • If the gift was securities, enter CUSIP number(s), if available	C Donor's adjusted basis of gift	D Date of gift	E Value at date of gift Enter the fair market value of the gift at the date the gift is made. See instructions for gifts of farmland.	F Split Gifts Only For split gifts, enter 1/2 of Column E	G Net Transfer Subtract Col. F from Col. E

Gifts made by spouse - Complete only if you are splitting gifts with your spouse and he or she also made gifts.

H. Enter the total number of donees listed by donor and donor spouse. Do not count any one donee more than once

1. Total gifts. Add the value of all gifts listed in Column G and enter here	1	00
2. Total annual exclusion for present interest gifts listed on <i>Schedule A</i> (See instructions)	2	00
3. Total included amount of gifts (Subtract Line 2 from Line 1)	3	00
Deductions		
4. Gifts to spouse for which a marital deduction will be claimed (based on Item No(s) _____ of <i>Schedule A</i>)	4	00
5. Exclusions attributable to gifts on Line 4	5	00
6. Marital deduction (Subtract Line 5 from Line 4)	6	00
7. Charitable deduction (based on Item No(s) _____ less exclusions)	7	00
8. Total deductions (Add Line 6 and Line 7)	8	00
9. Connecticut taxable gifts (Subtract Line 8 from Line 3). If the balance is \$25,000 or less, stop. Do not file this return unless you made a gift of farmland and completed Schedule CT-709 Farmland. If the balance is greater than \$25,000, enter here and also in Section 2, Line 1, on the front of this return	9	00

Terminable Interest Marital Deduction (See instructions)

10. Check here if you elected under I.R.C. §2523(f) to include gifts of qualified terminable interest property as gifts to your spouse for which a marital deduction was claimed under I.R.C. §2523. Enter the item numbers (from *Schedule A*, above) of the gifts for which you made this election.

➔ _____

11. Check here if you elected under I.R.C. §2523(f)(6) **not** to treat as qualified terminable interest property any joint and survivor annuity where only you and your spouse have the right to receive payments before the death of the last of you to die. Enter the item numbers (from *Schedule A*, above) for the annuity(ies) for which you made this election.

➔ _____

Please attach the necessary supplemental documents (See instructions)

2004

FORM

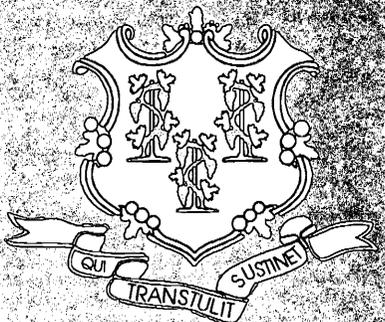
CT-709

Connecticut Gift Tax

Return and Instructions

This booklet
contains:

- Form CT-709
- Form CT-709 EXT
- Form CT-709
Farmland



Dear Customer:

Each year, the Connecticut Department of Revenue Services (DRS) strives to create quality products that give you, the taxpayer, the information you need to make tax filing as easy as possible. This booklet contains important information about tax changes that may affect you. Please read it carefully. It will also tell you about electronic methods that can make it easier for you to file and pay some state taxes.

At DRS, our goal is to provide taxpayers with excellent customer service and a user-friendly approach to tax administration. If you have questions about Connecticut taxes or filing this return, you can reach DRS Taxpayer Services staff by e-mail, phone, or letter. The back cover of this booklet lists all the ways you can access this Agency including the DRS Web site, which is available anytime to provide you with access to forms, publications, and information.

As always, we welcome your comments and ideas about how we can improve the way we do business.

Sincerely,

Pam Law
Commissioner of Revenue Services

Taxpayer information is available on our Web site:

www.ct.gov/DRS

Department of Revenue Services walk-in locations and telephone numbers are listed on the back cover.

CONN-TAX

If you have a touch-tone phone, you can obtain important income tax information anytime from CONN-TAX, the Department of Revenue Services information line. Call **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere), press **4** to be connected to the recorded tax information menu, then press **1** to select *Recorded Income Tax Information*. Enter the three-digit number next to the topic of your choice shown below, or follow the prerecorded instructions.

General Income Tax Information

- | | | | |
|-----|--------------------------------------------------|-----|---------------------------------------------------------------------------------|
| 101 | Important income tax changes | 107 | Amending a Connecticut return |
| 102 | How to choose the correct form and filing method | 108 | Getting a copy of a previously filed return |
| 103 | Where to get forms and assistance | 109 | Offsets of state income tax refunds |
| 104 | Requesting a filing extension | 110 | Deducting Connecticut income tax when completing your federal income tax return |
| 105 | Filing a decedent's return | | |
| 106 | Filing an error-free return | | |

Income Tax Filing Requirements, Residency, and Filing Status

- | | | | |
|-----|--------------------------------------------------------|-----|------------------------------------------|
| 201 | Who must file a Connecticut return? | 205 | Members of the armed forces |
| 202 | What is gross income? | 206 | Student's filing requirements |
| 203 | Who is a resident, nonresident, or part-year resident? | 207 | Dependent children's filing requirements |
| 204 | What is Connecticut source income of a nonresident? | 208 | What is your filing status? |
| | | 209 | Title 19 recipients |

Individual Use Tax, Gift Tax, and Other Income Tax Returns

- | | | | |
|-----|-----------------------------------------------------------|-----|------------------------------------------------------------|
| 301 | Individual use tax | 305 | Partnership income tax return |
| 302 | Gift tax | 306 | Group return for shareholders, partners, and beneficiaries |
| 303 | Income tax on trusts and estates | | |
| 304 | S corporation information and composite income tax return | | |

Completing Form CT-1040 or Form CT-1040NR/PY

- | | | | |
|-----|-------------------------------------------------------------------------------|-----|------------------------------------------------------------------------------|
| 401 | Tax status of U.S. government obligations | 405 | Pension income, Social Security benefits, and Individual Retirement Accounts |
| 402 | Tax status of state or local obligations | 406 | Modifications to federal adjusted gross income |
| 403 | Residents and part-year residents who paid income tax to another jurisdiction | 407 | Connecticut alternative minimum tax |
| 404 | Deferred compensation | 408 | Property tax credit |
| | | 409 | Questions about a state tax refund |

Estimated Income Tax Requirements

- | | | | |
|-----|-----------------------------------------|-----|---------------------------|
| 501 | Who must estimate? | 505 | Annualization of income |
| 502 | Withholding instead of making estimates | 506 | Interest on underpayments |
| 503 | Estimated income tax form | 507 | Farmers and fishermen |
| 504 | When to file and how much to pay | | |

Questions on Telefiling and Web Filing

- | | | | |
|-----|--------------------------------------------|-----|--------------------------------------------|
| 601 | Who is eligible to Telefile? | 604 | Web Filing |
| 602 | Tips for successful Telefiling | 605 | What if I make a mistake while Web Filing? |
| 603 | What if I make a mistake while Telefiling? | | |

Extended Telephone Hours for the 2004 Filing Season:

Monday, **January 31** (until 7 p.m.)
Monday, **February 7** (until 7 p.m.)
Monday, **February 14** (until 7 p.m.)

Extended Telephone Assistance and Walk-in Hours:

(25 Sigourney Street, Hartford Only)

Friday, **April 15** (until 8 p.m.)

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Connecticut Succession Tax

The Connecticut succession tax is imposed on the transfer of property after death. The succession tax differs from an estate tax in that the size of the exemption and the rate of taxation vary depending upon the relationship of the decedent to the individual receiving the decedent's property.

The succession tax is levied on the transfer of property to heirs or beneficiaries after an individual dies. The relationship of the decedent to the individual receiving the property determines the class of the transfer and the applicable exemption from taxation as well as the tax rate.

The succession tax is being reduced in increments and ultimately will be repealed in 2008. For more information on the phaseout of the Connecticut succession tax, request a copy of **Special Notice 2003(13), 2003 Legislation Affecting the Succession Tax**. See *How to Get Additional Forms and Publications* on Page 4.

A credit is allowed on a succession tax return in the amount of gift tax imposed **and paid on Form CT-709, Connecticut Gift Tax Return**, for taxable gifts includable in the gross taxable estate of the donor.

Some Important Changes

- *Schedule A* has been revised. If you have elected to split gifts with your spouse and your spouse has given a gift(s), the gift(s) made by your spouse must be entered on your *Schedule A*.

Gift Tax Rate Schedule

Calendar Year	Amount of Taxable Gifts, for Connecticut Gift Tax Purposes	Tax
Prior to 2001	\$25,000 or less	1%
	over \$25,000 but not over \$50,000	\$250 plus 2% of the excess over \$25,000
	over \$50,000 but not over \$75,000	\$750 plus 3% of the excess over \$50,000
	over \$75,000 but not over \$100,000	\$1,500 plus 4% of the excess over \$75,000
	over \$100,000 but not over \$200,000	\$2,500 plus 5% of the excess over \$100,000
	over \$200,000	\$7,500 plus 6% of the excess over \$200,000
2001 through 2005	\$25,000 or less	No Gift Tax Due
	over \$25,000 but not over \$50,000	\$250 plus 2% of the excess over \$25,000
	over \$50,000 but not over \$75,000	\$750 plus 3% of the excess over \$50,000
	over \$75,000 but not over \$100,000	\$1,500 plus 4% of the excess over \$75,000
	over \$100,000 but not over \$675,000	\$2,500 plus 5% of the excess over \$100,000
	over \$675,000	\$31,250 plus 6% of the excess over \$675,000
2006	\$50,000 or less	No Gift Tax Due
	over \$50,000 but not over \$75,000	\$750 plus 3% of the excess over \$50,000
	over \$75,000 but not over \$100,000	\$1,500 plus 4% of the excess over \$75,000
	over \$100,000 but not over \$700,000	\$2,500 plus 5% of the excess over \$100,000
	over \$700,000	\$32,500 plus 6% of the excess over \$700,000
2007	\$75,000 or less	No Gift Tax Due
	over \$75,000 but not over \$100,000	\$1,500 plus 4% of the excess over \$75,000
	over \$100,000 but not over \$700,000	\$2,500 plus 5% of the excess over \$100,000
	over \$700,000	\$32,500 plus 6% of the excess over \$700,000
2008	\$100,000 or less	No Gift Tax Due
	over \$100,000 but not over \$850,000	\$2,500 plus 5% of the excess over \$100,000
	over \$850,000	\$40,000 plus 6% of the excess over \$850,000
2009	\$950,000 or less	No Gift Tax Due
	over \$950,000	\$45,000 plus 6% of the excess over \$950,000
After 2009	\$1,000,000 or less	No Gift Tax Due
	over \$1,000,000	\$47,500 plus 6% of the excess over \$1,000,000

General Information

How to Get Help

The Department of Revenue Services (DRS) is ready to help you and offers several resources where you can get answers to your Connecticut tax questions. Visit the DRS Web site at www.ct.gov/DRS or for personal assistance, see the back cover of this booklet for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m. If you visit, bring your completed federal Form 709.

Personal telephone assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. Extended hours are listed on the

inside front cover. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line, or visit the DRS Web site for details.

How to Get Additional Forms and Publications

Download and print Connecticut tax forms and publications anytime from the DRS Web site at www.ct.gov/DRS. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet. You may also photocopy the forms you need from the *2004 Connecticut Package X* available at most public libraries.

Financial Disability

If you, as the donor, are financially disabled as defined in I.R.C. §6511(h)(2), the statute of limitations for having an overpayment of Connecticut gift tax refunded to you is extended for as long as you are financially disabled. You are financially disabled if you are unable to manage your own affairs by reason of a medically determinable physical or mental impairment that has lasted or can be expected to last for a continuous period of not less than 12 months. You are not financially disabled during any period your spouse or any other person is authorized to act on your behalf in financial matters.

Recordkeeping

Keep a copy of your tax return, worksheets you used, and records of all items appearing on the return. You may need this information to prepare future returns or to file amended returns. Usually, you may file an amended return until three years after the date the return was due or filed, whichever is later. For gifts of farmland, you must provide a copy of *Schedule CT-709 Farmland* to your donee(s) and advise your donee(s) to keep the copy for ten years. See *Gifts of Farmland* on Page 9 for more information.

Copies of Returns

Copies of previously filed Connecticut gift tax returns may be requested from DRS by completing **LGL-002, Request for Disclosure of Tax Return or Tax Return Information**. Requests are normally processed in three weeks.

Steps to Completing Form CT-709

Before You Start

Form CT-709 is an annual return and covers the entire calendar year. File your 2004 Form CT-709 on or before April 15, 2005. If the donor died during the calendar year, see *When to File Form CT-709* on Page 6.

Form CT-709 covers *all* gifts you made to *all* donees during the calendar year. Do not file a separate Form CT-709 for each gift or for each donee.

No joint returns. If you and your spouse are each required to file Form CT-709, you must each file a separate Form CT-709. You and your spouse cannot file a joint Form CT-709.

Step One – Determine whether you are required to file a federal gift tax return.

Determine whether you are required to file federal Form 709, United States Gift (and Generation-Skipping Transfer) Tax Return, by following the instructions for federal Form 709.

If you are not required to file federal Form 709, **stop here**. You are not required to file Form CT-709.

Step Two – Determine whether you are required to file a Connecticut gift tax return.

If you are required to file federal Form 709, use the information on that return to determine whether you are required to file Form CT-709.

If you are a **resident** individual, you are required to file Form CT-709 if:

- You made a gift of real or tangible personal property located in Connecticut or made a gift of intangible property and your amount of Connecticut taxable gifts (the amount entered on your Form CT-709, *Schedule A*, Line 9) is more than \$25,000; **or**
- You made a gift of Connecticut farmland and valued it in accordance with Conn. Gen. Stat. §12-646a. (See *Schedule CT-709 Farmland*.)

If you are a **nonresident** individual, you are required to file Form CT-709 if:

- You made a gift of real or tangible personal property located in Connecticut or made a gift of intangible property employed in carrying on any trade or business in Connecticut and your amount of Connecticut taxable gifts (the amount entered on your Form CT-709, *Schedule A*, Line 9) is more than \$25,000; **or**
- You made a gift of Connecticut farmland and valued it in accordance with Conn. Gen. Stat. §12-646a. (See *Schedule CT-709 Farmland*.)

Your residency status is determined at the time a gift is made. The criteria used to determine residency for Connecticut gift tax purposes are the same as the criteria used to determine residency for Connecticut income tax purposes.

Step Three – Complete Form CT-709

Proceed item by item, reading the instructions for each line item before you enter any amount. Line instructions are on Pages 10 through 14 in this booklet.

Person Responsible for Filing Return and Paying Tax

If Form CT-709 must be filed, the donor is responsible for filing Form CT-709 and paying the tax due.

If a donor becomes legally incompetent or dies before filing the return, the donor's guardian, conservator, executor, or administrator is responsible for filing the return. If there is no duly qualified executor or administrator, the donor's heirs, legatees, devisees, or distributees are required to pay the tax to the extent of the value of their inheritances, bequests, devises, or distributive shares of the donor's estate.

If the gift tax is not paid when due, each donee is personally liable for the tax to the extent of the value of the gift received.

When to File Form CT-709

In general, Form CT-709 is due on or before April 15 of the year following the year the gifts were made unless an extension for filing Form CT-709 is granted.

Death of donor: Where gifts were made during the calendar year in which the donor died, the due date for Form CT-709 depends on whether the donor's estate is required to file a federal estate tax return.

1. If no federal estate tax return is required, Form CT-709 is due on or before April 15 following the calendar year when the gifts were made, unless an extension for filing Form CT-709 is granted.
2. If a federal estate tax return is required, Form CT-709 is due on or before the **earlier** of:
 - The due date for filing the federal estate tax return (within nine months of the date of the donor's death) with extensions; **or**
 - April 15 of the year following the calendar year when the gifts were made, unless an extension for filing Form CT-709 is granted.

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

Your 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), is on or before the due date. Not all services provided by the designated PDSs qualify.

The designated PDSs and designated types of service at the time of publication are:

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

This list is subject to change.

To verify the names of designated PDSs and designated types of service, check the DRS Web site or call DRS. See **Policy Statement 2002(4), Designated Private Delivery Services and Designated Types of Service.**

Using the 2004 Form CT-709 for Gifts Made During 2005

The 2004 Form CT-709 may be used for gifts made during 2005, **but only for a donor who died during 2005** and if the following conditions are met:

1. The donor died before July 15, 2005, and the due date for filing federal Form 709 is nine months after the date of death; **and**
2. The 2005 Form CT-709 is not available by the time the return is required to be filed.

However, any tax law changes effective for the calendar year during which the gifts were made must be incorporated, and 2004 must be crossed out on the top of Form CT-709 and replaced with 2005.

Extension Requests

You may request an extension of time to file your Connecticut gift tax return by filing **Form CT-709 EXT, Application for Extension of Time to File Connecticut Gift Tax Return.** If you request an extension of time to file your federal gift tax return, you do not have to provide an explanation for requesting an extension of time to file your Connecticut gift tax return. If you do not request an extension of time to file your federal gift tax return, you must provide an explanation for requesting an extension of time to file your Connecticut gift tax return.

Payment of all of the Connecticut gift tax you expect to owe must accompany Form CT-709 EXT. Filing Form CT-709 EXT only extends the time to file your Connecticut gift tax return; it does not extend the time to pay Connecticut gift tax. If the payment accompanying your Form CT-709 EXT is less than the gift tax reported on your Form CT-709, you will owe interest and may owe a penalty. See *Interest and Penalties* on this page.

If a taxpayer is unable to request an extension because of illness, absence, or other good cause, any person standing in a close personal or business relationship to the taxpayer (including an attorney, accountant, or enrolled agent) may file the request on the taxpayer's behalf.

Where to File

Mail your return to:

**Department of Revenue Services
PO Box 2978
Hartford CT 06104-2978**

Interest and Penalties

In general, interest and penalty apply to any portion of the tax not paid on or before the original due date of the return.

Interest

If you do not pay the tax when due, you will owe interest at the rate of 1% (.01) per month or fraction of a month until the tax is paid in full.

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 the gift tax is 10% (.10) of the tax due or \$50, whichever is greater.

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 Failure to File

If you do not file your return and DRS files a return for you, the penalty for failure to file is 10% (.10) of the balance due or \$50, whichever is greater. If you were required to file an amended Form CT-709 and failed to do so, you will be subject to a penalty. See *Amended Returns* on Page 15.

Waiver of Penalty

The donor may be able to have the penalty waived if the failure to file or pay tax on time was due to reasonable cause. Interest cannot be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests must:

- Be in writing and contain a clear and complete explanation;
- Include the donor's name and Social Security Number (SSN);
- Include the name of the original form filed or billing notice received;
- Include the taxable filing period; **and**
- Include documentation supporting your explanation!

Attach the penalty waiver request to the **front** of the tax return or mail it separately with a copy of the tax return to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

Comparison Between Federal Gift Tax and Connecticut Gift Tax

Gifts

Any transfer treated as a gift for federal gift tax purposes is also treated as a gift for Connecticut gift tax purposes. All gifts subject to Connecticut gift tax are also subject to federal gift tax, but not all gifts that are subject to federal gift tax are subject to Connecticut gift tax. See *Total Amount of Gifts* on Page 8.

Valuation

In general, the valuation rules used for federal gift tax purposes are also used for Connecticut gift tax purposes unless a gift of farmland is made. (If a gift of farmland is made, see *Gifts of Farmland* on Page 9.) These rules include the special valuation rules of I.R.C. §§2701 to 2704 where they apply. Generally, the special valuation rules apply if a donor transfers certain property to a member of his or her family and, immediately after the transfer, retains or is deemed to have retained an interest in the property. For example, certain gifts of real property in which the donor retains a life estate and transfers a remainder interest to a member of his or her family are subject to the special valuation rules. Where the special valuation rules apply, the value of the retained interest is disregarded in determining the value of the gift made to the family member. (See I.R.C. §2702.)

Example: During 2004, Mary conveys title to her house to her three children and either retains a life use for herself on the deed, or does not retain a life use for herself on the deed, but continues to occupy the residence. Mary does not receive any money or other type of payment for the house from her children. Mary has made a gift of a future interest to her children. Because this is a gift of a future interest to her lineal descendants, it is subject to the special valuation rules (I.R.C. §§2702 et seq.). The value of Mary's gift determined under the special valuation rules is the property's fair market value (less encumbrances). Because this is a gift of a future interest, annual exclusions do not apply.

Gift Splitting

If both spouses consent to gift split for federal gift tax purposes, all gifts made to third parties during the calendar year, whether made by one spouse alone or made partly by each spouse, are considered made one-half by each spouse (only if, at the time of the gift, each spouse is a citizen or resident of the U.S.). For federal purposes, the first \$22,000 of gifts of a present interest in property to a donee by consenting spouses during the calendar year are not subject to tax.

To gift split:

- Spouses must be legally married to each other at the time the gifts were made for gift splitting to apply. If they are subsequently divorced during the year, they may still gift split for gifts made while they were married so long as neither marries anyone else during the year;
- Spouses must both be citizens or residents of the United States on the date of the gift; **and**
- One spouse may not create a general power of appointment in the other spouse over the property transferred.

If the spouses consent to gift splitting, all gifts made during the year that qualify must be split. Gifts made by taxpayer's spouse must be listed in the space below "Gifts made by spouse" on *Schedule A*.

The executor or administrator for a deceased spouse's estate, or the guardian of a legally incompetent spouse, may signify the consent. The consent of an executor or administrator will not be effective for gifts made by the surviving spouse during that portion of the calendar year his or her spouse was deceased.

If both spouses consent to gift split for federal gift tax purposes, they are required to gift split for Connecticut gift tax purposes. The rules that apply to determine whether and which gifts may be gift split for federal gift tax purposes also apply for Connecticut gift tax purposes. If both spouses do not consent to gift split for federal gift tax purposes, they may not gift split for Connecticut gift tax purposes.

Where consent is given, the Connecticut gift tax liability of the spouses is joint and several. Joint and several means one or both parties can be held responsible to pay the full amount of the tax due.

No Joint Gift Tax Return

A married couple may **not** file a joint gift tax return for federal or Connecticut gift tax purposes.

Total Amount of Gifts

Federal total amount of gifts is the sum of the value, on the date of the gift, of each gift made by a donor to each donee during the calendar year. Certain gifts are wholly or partially excluded from the total amount of gifts. (See *Annual Exclusion* on this page.)

Connecticut total amount of gifts is the sum of the value, on the date of the gift, of each gift made by a donor to each donee during the calendar year that is subject to Connecticut gift tax. Certain gifts are wholly or partially excluded from the total amount of gifts. (See *Annual Exclusion* on this page.)

The Connecticut total amount of gifts is less than the federal total amount of gifts if:

- Gifts made by the donor are not subject to Connecticut gift tax (such as a gift of real or tangible personal property located outside Connecticut);
- The donor is not entitled to all or a portion of the Connecticut annual exclusion (the first \$11,000 of any gifts to a particular donee during a calendar year) because all or a portion of the first \$11,000 of gifts to a donee during the calendar year is not subject to Connecticut gift tax (such as a gift of real property located outside Connecticut); **or**
- The Connecticut value of any gift differs from the value for federal gift tax purposes (such as a gift of farmland, where the donor claims special valuation on *Schedule CT-709 Farmland*).

Taxable Gifts

Federal taxable gifts means the federal total amount of gifts less deductions for gifts made to charitable organizations or for gifts made to a spouse who is a U.S. citizen.

Connecticut taxable gifts means the Connecticut total amount of gifts less deductions for gifts made to:

- Charitable organizations (as long as the gift is included in the Connecticut total amount of gifts); **or**
- A spouse who is a U.S. citizen (as long as the gift is included in the Connecticut total amount of gifts).

The deductions allowed from the Connecticut total amount of gifts is less than the deductions allowed from the federal total amount of gifts if the gifts made to a charitable organization or to a spouse are not included in the Connecticut total amount of gifts (such as a gift of real or tangible personal property located outside Connecticut).

Annual Exclusion

For **federal** gift tax purposes, the first \$11,000 (first \$22,000 if spouses gift split) of gifts to a donee during the calendar year of a present interest in property is excluded from the total amount of gifts. There is no annual exclusion for gifts of future interests. A present interest in property is an unrestricted right to the immediate use, possession, or enjoyment of property or the income from the property. The first \$114,000 of any gifts of a present interest in property made to a spouse who is not a U.S. citizen during the calendar year is excluded from the total amount of gifts.

For **Connecticut** gift tax purposes, the first \$11,000 (first \$22,000 if spouses gift split) of gifts to a donee during the calendar year of a present interest in property are excluded from the Connecticut total amount of gifts if the gifts are of:

- Real or tangible personal property located in Connecticut;

- Intangible property and the donor is a resident individual; or
- Intangible property employed in carrying on any trade or business in Connecticut and the donor is a nonresident individual.

The first \$114,000 of gifts made to a spouse who is not a U.S. citizen during the calendar year of a present interest in property is excluded from the Connecticut total amount of gifts if the gifts are of:

- Real or tangible personal property located in Connecticut;
- Intangible property and if the donor is a resident individual; or
- Intangible property employed in carrying on a trade or business in Connecticut and the donor is a nonresident individual.

The Connecticut gift tax annual exclusion amount is less than the federal gift tax annual exclusion amount if the first \$11,000 of gifts to a donee (of a present interest in property) is of property located outside Connecticut.

Applicable Credit Amount

An applicable credit amount (formerly referred to as a unified credit) is allowed against federal estate and gift taxes. There is no such credit allowable against the Connecticut gift tax. Any tax computed as payable on Form CT-709 must be remitted with Form CT-709.

Example of Computation of Federal and Connecticut Gift Taxes

Beth Smith, a Connecticut resident, makes only the following gifts during calendar year 2004:

1. To her daughter Lynn, land located in New York with a fair market value of \$40,000.
2. To her son Steven, \$25,000 in cash.
3. To her daughter Karen, stocks with a fair market value of \$30,000.

Federal gift tax: The value of the gifts Beth made to her children is \$95,000. However, the total amount of gifts

is only \$62,000. This is because all gifts were of a present interest in property allowing her an \$11,000 annual exclusion for each donee. Beth's taxable gifts are also \$62,000 because no deductions are allowable for these gifts. Beth must file a federal gift tax return for calendar year 2004.

Assuming Beth has not made any taxable gifts during previous calendar years, she would offset the tax calculated on the \$62,000 of taxable gifts against the applicable credit amount, which is \$345,800 (determined as if the applicable exclusion amount were \$1,000,000). The federal gift tax on \$62,000 of taxable gifts is \$13,520. This would leave Beth an applicable credit amount balance of \$332,280, which may be used as a credit against the gift tax due on taxable gifts made in future years.

Connecticut gift tax: The value of Connecticut gifts Beth made to her children is \$55,000. (The gift to Lynn of land located in New York is not subject to Connecticut gift tax.) Her gifts to Steven and Karen are gifts of a present interest in property so she is allowed an \$11,000 annual exclusion for each child. Her Connecticut total amount of gifts is \$33,000. This is also the amount of her Connecticut taxable gifts because deductions are not allowed for these gifts.

Since her Connecticut taxable gifts for 2004 are more than \$25,000, Beth must file Form CT-709.

Completing Form CT-709: Beth must complete *Schedule A* of Form CT-709 to report her gifts subject to Connecticut gift tax as follows:

Gift 1: Steven Smith	\$25,000	1/4/04	\$25,000
Gift 2: Karen Smith	\$30,000	3/25/04	\$30,000
Line 1: Total Gifts			\$55,000
Line 2			\$22,000
Line 3			\$33,000
Lines 4 through 8			\$0
Line 9			\$33,000

Gifts of Farmland

Transfers of Farmland or Change of Classification

If land classified as farmland under Conn. Gen. Stat. §12-107c is transferred to a donee who is a lineal descendant or that descendant's spouse, the land may be valued based on its current use as farmland. If, within ten years of the transfer, the donee transfers this farmland to a person other than the donee's lineal descendant or that descendant's spouse, or the land is no longer classified as farmland, the donee will be liable for the difference between the tax that was due from the donor and the tax that would have been due if the land was valued at its fair market value.

A *lineal descendant* is a person in the direct line of descent, such as a child or grandchild. A lineal descendant does not include a corporation, partnership, or trust.

The donor who claims special valuation on a gift of farmland must provide a copy of *Schedule CT-709 Farmland* to the donee so the donee knows the amount of any additional tax that may become due.

Due Date of Additional Tax Liability

If within ten years a gift of farmland is transferred to a person other than the donee's lineal descendant or that descendant's spouse, or the land is no longer classified as farmland under Conn. Gen. Stat. §12-107c, the donee must submit to DRS a copy of *Schedule CT-709 Farmland* the original donor provided to the donee. The additional tax entered on Line F of *Schedule CT-709 Farmland* must be paid no later than 60 days following the transfer or the change in classification. The donee must provide a written

statement indicating when the land was transferred to a person other than the donee's lineal descendant or that descendant or that descendant's spouse or, if the land is no longer classified as farmland under Conn. Gen. Stat. §12-107c, when the classification of the land was changed.

Attach a check or money order for the additional tax to a copy of *Schedule CT-709 Farmland* provided by the donor to the donee and the written statement and mail them to:

Department of Revenue Services
PO Box 2978
Hartford CT 06104-2978

The check or money order should be payable to **Commissioner of Revenue Services**.

If the tax is not paid on time, the penalty is 10% (.10) of the balance due or \$50, whichever is greater. Interest is charged on the underpayment of the tax at the rate of 1% (.01) per month or fraction of a month.

The Commissioner may, for good cause, extend the time for payment of the tax if the descendant or the descendant's

spouse files a written application with the Commissioner on or before the 60-day period expires. If the land was transferred to the donee's lineal descendant or that descendant's spouse, the Commissioner may, for good cause, extend the time for payment of the tax if the descendant or the descendant's spouse files a written application with the Commissioner on or before the 60-day period expires.

Nonresident Aliens

Nonresident aliens are subject to gift tax for gifts of property located within Connecticut. Under certain circumstances, they are also subject to gift tax for gifts of intangible property. For additional guidance on the treatment of those gifts for Connecticut gift tax purposes, see I.R.C. §2501(a).

If the nonresident alien does not have and is not eligible for a SSN, he or she must obtain an Individual Taxpayer Identification Number (ITIN) from the IRS and enter it in the space provided for a SSN.

Instructions for Form CT-709

General Instructions

The top of **Form CT-709** requests information about the donor and the consenting spouse if gift splitting is elected. You must enter the donor's name, address, SSN, legal residence, and citizenship. Check the box for **Amended Return** if you are filing an amended return.

Section 1

Line Instructions

A. 1. Check this box if the donor died during the year **and** enter the date of death.

2. Check this box if the donor died during the calendar year for which this return is filed **and** the donor is not required to file a federal estate tax return.

B. Check this box if the donor died during the year **and** the donor's estate filed federal Form 4768, Application for Extension of Time to File a Return and/or Pay U.S. Estate (and Generation-Skipping Transfer) Taxes.

C. 1. Check this box if you are making a gift of land classified as farmland under Conn. Gen. Stat. §12-107c to a lineal descendant or that descendant's spouse and you are using a value based on its current use as farmland. Attach an appraisal or other document showing an adequate explanation of value based upon its current use and *Schedule CT-709 Farmland*. If no appraisal is attached to show how the property is valued, explain in detail how it was determined.

2. Check this box if, for federal gift tax purposes, you elected to treat certain contributions made during

calendar year 2004 to qualified state tuition programs as being made ratably over a five-year period. If your total contributions during calendar year 2004 are:

Less than or equal to \$55,000:

- Report 20% of your total contributions on your 2004 Form CT-709; **and**
- Report 20% of your total contributions on your Form CT-709 for calendar years 2005, 2006, 2007, and 2008.

More than \$55,000:

- Report on your 2004 Form CT-709 the amount in excess of \$55,000 plus \$11,000 (20% of the your total contributions of \$55,000); **and**
- Report 20% of your total contributions on your Form CT-709 for calendar years 2005, 2006, 2007, and 2008.

Example: In year 1, when the annual exclusion amount under I.R.C. §2503(b) is \$11,000, *P* makes a contribution of \$60,000 to a qualified state tuition program for the benefit of *P*'s child. *P* elects under I.R.C. §529(c)(2)(B) to account for the gift ratably over a five-year period beginning with the calendar year of contribution. *P* is treated as making an excludible gift of \$11,000 in each of years 1 through 5 and a taxable gift of \$5,000 is reported in year 1.

If you made a gift of farmland and valued it based upon its use as farmland (and not based upon its fair market value), see *Gifts of Farmland* on Page 9.

D. Indicate whether your spouse is a U.S. citizen. If "NO," indicate if any property was transferred to him or her during the calendar year.

E. If you and your spouse consented for federal gift tax purposes to consider all the gifts made during the calendar year as made one-half by each spouse, and as a result, are required to gift split for Connecticut gift tax purposes, check the box marked "YES" on Line E and enter the consenting spouse's name and SSN on Line H. If the federal gift splitting election is made, the consenting spouse must sign and date Form CT-709 on Line H.

The consent may generally be signed any time after the end of the calendar year. However, two exceptions are:

1. The consent may not be signed after April 15 following the end of the year in which the gift was made. (If neither you nor your spouse has filed a federal gift tax return for the year on or before that date, the consent must be made on the first federal gift tax return for the year filed by either of you.); **and**
2. The consent may not be signed after a notice of deficiency for federal gift tax for the year has been sent to either you or your spouse.

The executor for a deceased spouse or the guardian for a legally incompetent spouse may consent.

The consent is effective for the entire calendar year. Therefore, all gifts made by both you and your spouse to third parties during the calendar year (while you were married) must be split. (See *Gift Splitting* on Page 7.)

F. If you were married to one another for the entire calendar year, check the "YES" box. If you were married for only part of the year, check the "NO" box.

Also, check the box that explains the change in your marital status during the year and give the date you were married, divorced, or widowed.

G. Indicate whether or not a gift tax return will be filed by your spouse for the year.

H. See instructions for Line E.

Section 2 - Tax Computation

Line Instructions

Line 1

Enter the amount from Form CT-709, *Schedule A*, Line 9. This is the amount of Connecticut taxable gifts for the year.

Line 2

Calculate the Connecticut gift tax by using the *Gift Tax Rate Schedule* (on Page 4) and enter the amount on Line 2.

(The gift tax applicable credit allowed to offset gift taxes on lifetime transfers for federal gift tax purposes cannot be taken for Connecticut gift tax purposes.)

Line 3

Enter the amount, if any, paid with **Form CT-709 EXT**, *Application for Extension of Time to File Connecticut Gift Tax Return*.

Line 4

If the amount on Line 3 is greater than Line 2, enter the amount overpaid.

Line 5

If the amount on Line 3 is less than Line 2, enter the balance of tax due.

Line 6

If you fail to pay the tax when due, see *Interest and Penalties* on Page 6.

Line 7

If you are making a late payment or filing the return after the due date of the return, see *Interest and Penalties* on Page 6.

Line 8

Add Lines 5, 6, and 7 and enter the total on Line 8. This is your balance due. Pay this amount in full with the return. Make your check or money order payable to: **Commissioner of Revenue Services**. Write "2004 Form CT-709" on the front of your check or money order in the lower left corner. Writing your Social Security Number(s) on the front of your check or money order ensures accuracy and timeliness in processing your payment. **Do not send cash**. If your check is returned for insufficient or uncollected funds, DRS may resubmit the check to your bank electronically.

Who Must Sign the Return

The donor must sign and date **Form CT-709**. If the donor becomes legally incompetent or dies before filing the gift tax return, the donor's guardian, conservator, executor, or administrator, as the case may be, may sign the return on the donor's behalf.

Paid Preparer Information

Anyone you pay to prepare your return must sign and date it. Paid preparers must also enter their SSN or Preparer Tax Identification Number (PTIN), their firm's Federal Employer Identification Number, and their firm's name and address in the spaces provided.

Mailing Your Return

Retain a copy of this return for your records. Attach to this return a complete copy of federal Form 709, United States (and Generation-Skipping Transfer) Tax Return, including **all** attachments, and other documents listed on Page 15.

Schedule A - Computation of Taxable Gifts

General Instructions

The information on *Schedule A* for each gift should generally be identical to the information reported on federal Form 709, Schedule A. However, only those gifts subject to Connecticut gift tax should be reported on Form CT-709, *Schedule A*. For gifts of land classified as farmland under Conn. Gen. Stat. §12-107c, the land's value as farmland may differ from that reported on federal Form 709, Schedule A. (See *Gifts of Farmland* on Page 9.)

If the total amount of Connecticut gifts of present interests to any donee is more than \$11,000 in the calendar year, you must enter all gifts you made during the year to or on behalf of that donee. Include those gifts that will be excluded under the annual exclusion.

If the total amount of Connecticut gifts to a donee is \$11,000 or less, do not enter on *Schedule A* any gifts you made to that donee unless the Connecticut gift is of a future interest or of a present interest where the annual exclusion does not apply to the Connecticut gift.

You must always enter all gifts of future interests you made during the calendar year regardless of value. There is no annual exclusion for gifts of future interests. (See *Taxable Gifts* on Page 8.)

The donor's adjusted basis for Connecticut gift tax purposes is the same as the donor's adjusted basis for federal gift tax purposes.

If the amount of your Connecticut taxable gifts does not exceed \$25,000, you are **not** required to file Form CT-709, unless you made a gift of farmland. (See *Gifts of Farmland* on Page 9.)

Contributions to Qualified State Tuition Programs

If the donor elects under I.R.C. §529(c)(2)(B) to treat any transfers made this year to a qualified state tuition program as made ratably over a five-year period beginning this year, see Section 1, Line Instructions, on Page 10.

Gifts to Your Spouse

Do not enter any gifts to your spouse on *Schedule A* unless:

- You gave a gift of a terminable interest to your spouse;
- You gave a gift of a terminable future interest to your spouse; **or**
- Your spouse was not a citizen of the United States at the time of the gift.

If all the terminable interests you gave to your spouse qualify as life estates with power of appointment, do not enter any of them on *Schedule A*. However, if you gave your spouse any terminable interest that does not qualify as a life estate

with power of appointment, you must report on *Schedule A* all gifts of terminable interests you made to your spouse during the year.

A **terminable interest in property** is an interest that will end or fail after a period of time or when some contingency occurs or fails to occur. Some examples are:

- A life estate;
- An estate for a specified number of years; **or**
- Any other property interest that after a period of time may terminate or fail.

Report all terminable interest gifts whether or not they can be deducted.

There is no marital deduction for gifts to a spouse who is not a U.S. citizen. However, an annual exclusion may apply. (See *Taxable Gifts* on Page 8.)

Gift Splitting With Your Spouse

You are **not** permitted to gift split for Connecticut gift tax purposes if you do not consent to gift split for federal tax purposes.

You are **required** to gift split for Connecticut gift tax purposes if you consent to gift split for federal gift tax purposes.

Enter on *Schedule A* the entire value of every gift you made during that portion of the calendar year you were married, even if the gift's value will be less than \$11,000. (See *Gift Splitting* on Page 7.)

If you elected gift splitting and your spouse made gifts, list those gifts in the space below "Gifts made by spouse" on *Schedule A*.

Charitable Remainder Trusts

If you made a gift to a charitable remainder trust and your spouse is the only noncharitable beneficiary other than you, the interest you gave to your spouse is not considered a terminable interest gift and, therefore, should not be reported on Form CT-709, *Schedule A*.

Order for Grouping Gifts

The order for grouping gifts on *Schedule A*, Column A is:

1. Gifts to the donor's spouse;
2. Gifts to third parties required to be split with your spouse;
3. Charitable gifts (if you are not splitting with your spouse); **and**
4. Other gifts.

List all gifts to each donee in chronological order. If a transfer results in gifts to two people (for example, a life estate to one, remainder to another), the gifts must be listed separately.

Schedule A - Line Instructions

Column A

Assign each gift made during the year a number.

Column B

Describe each gift in enough detail so that the donee and the property can be easily identified.

Column C

Show the basis you would use for income tax purposes if the gift were sold or exchanged. Generally, this means cost plus improvements less applicable depreciation, amortization, and depletion. See instructions for *Gifts of Farmland* on Page 9.

Column E

Enter the fair market value of the gift at the date the gift is made. The fair market value is the price at which the property would change hands between a willing buyer and a willing seller, when neither is forced to buy or sell, and both have reasonable knowledge of all relevant facts. See instructions for *Gifts of Farmland* on Page 9.

Column F

Enter an amount in this column only if you have chosen to split gifts with your spouse.

Column G

If you are **not gift splitting**, carry Column E amounts to Column G.

If you are **gift splitting**, subtract Column F from Column E and enter the balance in Column G.

Line H

Enter the total number of donees listed by donor and donor spouse.

Line 1

Add the value of all gifts listed in *Schedule A*, Column G, and enter the sum on Line 1.

Line 2

Enter the total annual exclusions you are claiming for the gifts listed on *Schedule A*, Line 1. The **first \$11,000 or less** of gifts to any donee during the calendar year of a present (not future) interest in property is excluded. However, if the first \$11,000 of gifts to any donee involves tangible personal property or real property located outside Connecticut, no annual exclusion is available for Connecticut gift tax purposes for gifts to that donee.

If you split a gift with your spouse, the annual exclusion you claim against the gift may not be more than your half of the gift. (See *Annual Exclusion* on Page 8.)

Line 3

Subtract Line 2 from Line 1 and enter the balance on Line 3. This is the total amount of gifts before the calculation of the marital deduction and charitable deduction.

Line 4

Enter on Line 4 all of the gifts to your spouse you entered on *Schedule A* and for which you are claiming a marital deduction. **Do not enter any gift you did not include on Schedule A.** Indicate (on the short line provided) which numbered items from *Schedule A* are gifts to your spouse for which you are claiming the marital deduction.

Do not enter on Line 4 any gifts to your spouse if your spouse was not a U.S. citizen at the time of the gift.

You may deduct all gifts of nonterminable interests made to your spouse during this time that you entered on *Schedule A*, regardless of amount, and certain gifts of terminable interests as outlined below.

Terminable Interests

Generally, you cannot take the marital deduction if the gift to your spouse is a terminable interest. In most cases, a terminable interest is nondeductible if someone other than the donee spouse will have an interest in the property following the termination of the donee spouse's interest.

Some examples of terminable interests are:

- A life estate;
- An estate for a specified number of years; or
- Any other property interest that after a period of time may terminate or fail.

If you transfer an interest to your spouse as sole joint tenant with yourself or as a tenant by the entirety, the interest is not considered a terminable interest just because the tenancy may be severed.

Life Estate With Power of Appointment

You may deduct, without an election, a gift of a terminable interest if **all** four of the following requirements are met:

1. Your spouse is entitled for life to all of the income from the entire interest;
2. The income is paid yearly or more often;
3. Your spouse has the unlimited power, while he or she is alive or by will, to appoint the entire interest in all circumstances; **and**
4. No part of the entire interest is subject to another person's power of appointment (except to appoint

it to your spouse).

If either the right to income or the power of appointment given to your spouse pertains only to a **specific portion** of the property interest, the marital deduction is allowed only to the extent that the rights of your spouse meet all four of the conditions above. For example, if your spouse is to receive all of the income from the entire interest, but only has a power to appoint one-half of the entire interest, then only one-half qualifies for the marital deduction.

Election to Deduct Qualified Terminable Interest Property (QTIP)

You may elect, for federal gift tax purposes, to deduct a gift of a terminable interest if it meets requirements 1, 2, and 4 on the previous page, even though it does not meet requirement 3.

If you make this federal election, you must check the box on *Schedule A*, Line 10. You may not check the box if you did not make the election for federal gift tax purposes.

Line 5

Enter the amount of the annual exclusions claimed for the gifts you entered on Line 4.

Line 6

Subtract Line 5 from Line 4 and enter the balance on Line 6. This is the marital deduction that can be claimed for the year. If a terminable interest is given to a spouse and a QTIP election is made, the value of the property transferred should equal the amount on Line 6.

Line 7

If you are claiming a deduction for charitable gifts, enter your total charitable, public, or similar gifts (minus exclusions allowed) on Line 7. Enter on the short line provided the item number(s) of the gift(s) from *Schedule A* you are deducting on Line 7. You may deduct from the total amount of gifts made during the calendar year all gifts you gave to or for the use of:

- The United States, a state or political subdivision of a state, or the District of Columbia, for exclusively public purposes;
- Any corporation, trust, community chest, fund, or foundation organized and operated only for religious, charitable, scientific, literary, or educational purposes, or to prevent cruelty to children or animals, or to foster national or international amateur sports competition (if none of its activities involve providing athletic equipment unless it is a qualified amateur sports organization), as long as no part of the earnings benefits any one person, no substantial propaganda is produced, and no lobbying or campaigning for any candidate for

public office is done;

- A fraternal society, order, or association operating under a lodge system, if the transferred property is to be used only for religious, charitable, scientific, literary, or educational purposes, including the encouragement of art and the prevention of cruelty to children or animals; **or**
- Any war veterans organization organized in the United States (or any of its possessions) or any of its auxiliary departments of local chapters or posts, as long as no part of any of the earnings benefits any one person.

Line 8

Add Line 6 and Line 7 and enter the amount on Line 8. This is the total of the marital deduction and the charitable gift deduction.

Line 9

Subtract Line 8 from Line 3. If the balance is \$25,000 or less, stop. Do not file this return unless you made a gift of farmland and valued it based upon its use as farmland (and not based upon its fair market value) by completing *Schedule CT-709 Farmland*.

If the balance is greater than \$25,000, this is your Connecticut taxable gifts for the year. Enter this amount on Line 9 and on Section 2, Line 1.

Terminable Interest Marital Deduction

Line 10

Check the box if you elected under I.R.C. §2523(f) to include gifts of qualified terminable interest property as gifts to your spouse for which a marital deduction was claimed under I.R.C. §2523. Enter the item numbers (from Form CT-709, *Schedule A*) of the gifts for which you made this election on the space provided.

Line 11

Check the box if you elected under I.R.C. §2523(f)(6) **not** to treat as qualified terminable interest property any joint and survivor annuity where only you and your spouse have the right to receive payments before the death of the last of you to die. Enter the item numbers (from Form CT-709, *Schedule A*) for the annuity(ies) for which you made this election in the space provided.

Any annuities entered in the space provided on Line 11 may not be entered on *Schedule A*, Line 8. Any annuities not listed in the space provided on Line 11 must be entered on *Schedule A*, Line 4. If there is more than one joint and survivor annuity, the election under I.R.C. §2523(f)(6) may, but is not required to, cover all of them. Once made, the election is irrevocable.

Form CT-709 Attachments

- Attach a complete copy of federal Form 709, United States Gift (and Generation-Skipping Transfer) Tax Return, including all attachments.
- A donor claiming special valuation on a gift of farmland **must** attach *Schedule CT-709 Farmland* to provide the fair market value of the farmland, based on its highest and best use value at the time of the gift. The donor must also provide a copy of *Schedule CT-709 Farmland* to the donee(s).
- For each gift of a life insurance policy, attach a copy of federal Form 712, Life Insurance Statement.
For single premium or paid-up policies, where the surrender value of the policy exceeds its replacement cost, the true economic value of the policy is greater than the amount shown on federal Form 712, Line 59. In these situations, you should report the true economic value of the policy.
- For gifts of stock of closely held or inactive corporations, attach the balance sheet for the period nearest the date of the gift, statements of net earnings or operating results and dividends paid for each of the five preceding years, and a concise statement of the method of valuation.
- Attach any other documents, such as appraisals, required for adequate explanation of value. If no appraisal is attached to show how property is valued, explain in detail how value was determined.

Please remember to fill out all required returns and schedules and attach all required information or your return will be incomplete.

Amended Returns

Use Form CT-709 to amend a return you already filed. Include a statement explaining why the return is being amended and check the "Amended Return" box on the front of the return. Enter the amount paid with the original return on Line 3.

If you are expecting a refund of Connecticut gift tax, you must amend Form CT-709 within three years after the date the original return was filed. If additional tax is due, interest applies. See *Interest and Penalties* on Page 6.

The following circumstances require filing an amended Form CT-709:

<p>1. The IRS or federal courts change or correct the federal gift tax return, and the change or correction results in the Connecticut gift tax being overpaid or underpaid.</p>	<p>File no later than 90 days after the final determination. If you file an amended Form CT-709 no later than 90 days after the final determination, any Connecticut gift tax overpayment resulting from the final determination will be refunded even if the Connecticut statute of limitations has otherwise expired.</p>
<p>2. The donor files a timely amended federal gift tax return, and the amendment results in the Connecticut gift tax being overpaid or underpaid.</p>	<p>File no later than 90 days after the date of filing the timely amended federal gift tax return. If you file an amended Form CT-709 no later than 90 days after the date of filing the timely amended federal gift tax return, any Connecticut gift tax overpayment resulting from filing the timely amended federal gift tax return will be refunded even if the Connecticut statute of limitations has otherwise expired.</p>
<p>3. The donor made a mistake or omission on Form CT-709, and the mistake or omission results in the Connecticut gift tax being overpaid or underpaid.</p>	<p>File no later than three years after the original due date of the return.</p>

**ELECTRONIC
FILING
OPTIONS**



File Form CT-1040 EXT over the internet using WebFile.
Visit: www.ct.gov/DRS

Check this booklet for additional details!



File your federal and Connecticut returns together using e-file!

Visit: www.irs.gov/efile

CONNECTICUT TAX ASSISTANCE

	FOR TAX INFORMATION	FORMS AND PUBLICATIONS	
Internet	DRS Web site: www.ct.gov/DRS		
Telephone	CONN-TAX 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere) TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.		From a touch-tone phone call: 1-800-382-9463 (in-state) and select Option 2 , or 860-297-4753 (from anywhere) DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.
Write	Department of Revenue Services Taxpayer Services Division 25 Sigourney Street Hartford CT 06106-5032		
Walk-in Offices Free personal taxpayer assistance and forms are available by visiting our offices, Monday through Friday, 8:00 a.m. to 5:00 p.m. Call CONN-TAX for directions to DRS offices.	Location	Address	Phone
	Bridgeport	10 Middle Street	203-336-7890
	Hartford	25 Sigourney Street	860-297-5962
	Norwich	2 Cliff Street	860-889-2669
	Hamden	3074 Whitney Avenue, Building #2	203-287-8243
	Waterbury	55 West Main Street, Suite 100	203-805-6789
	* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *		
FEDERAL TAX INFORMATION For questions about federal taxes , contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit: www.irs.gov To order federal tax forms , call: 1-800-829-3676.		STATEWIDE SERVICES For information on statewide services and programs, visit the ConneCT Web site at www.ct.gov	

Form CT-709 EXT

Application for Extension of Time to File Connecticut Gift Tax Return

CT-709 EXT
Calendar Year
2004

You and your spouse may **not** jointly file Form CT-709 EXT.

Taxpayer <small>(Please Type or Print)</small>	Donor's First Name and Middle Initial ▶	Last Name ▶	Social Security Number ____-____-____ : : :
	Address ▶	Number and Street ▶	PO Box ▶
	FOR DEPARTMENT USE ONLY		
	City, Town, or Post Office ▶	State ▶	ZIP Code - - 20

This is not an extension of time to pay your gift tax. Penalties and interest may apply if you pay late. (See instructions)
 An extension granted by the Internal Revenue Service does not automatically extend the Connecticut filing date.

By filing this form with the Connecticut Department of Revenue Services (DRS), you are requesting a six-month extension of time to file your 2004 Connecticut Gift Tax Return.

If the donor died during calendar year 2004, enter the date of death ▶ _____

I have requested a federal extension using federal Form 4868, Application for Automatic Extension of Time to File U.S. Individual Income Tax Return, for calendar year 2004; or I have requested an extension of time to file the federal gift tax return by writing to the District Director of the Internal Revenue Service Center for my area.

Yes No

If **No**, the reason for the Connecticut extension is: _____

You will be notified only if your extension request is denied.

1. Total Connecticut gift tax liability for **2004** (You may estimate this amount.) ▶

1.		00
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You must enter an amount on Line 1. If you do not expect to owe tax, enter zero (0).

Make check or money order payable to: Commissioner of Revenue Services. Write "**2004 Form CT-709**" on the check or money order in the lower left corner. Writing your Social Security Number(s) on the front of your check or money order ensures accuracy and timeliness in processing your payment.

Mail to: Department of Revenue Services
 PO Box 2978
 Hartford CT 06104-2978

Form CT-709 EXT Instructions

Purpose

Use **Form CT-709 EXT** to request a six-month extension to file **Form CT-709**, *Connecticut Gift Tax Return*. It is not necessary to include a reason for the Connecticut extension request if you have already filed federal Form 4868 or if you have written a letter to the District Director of the Internal Revenue Service Center for your area.

If federal Form 4868 was not filed, the donor can apply for a six-month extension to file Form CT-709 provided there is reasonable cause for the request.

How to Get an Extension to File

To get a Connecticut filing extension, you **must**:

- Complete Form CT-709 EXT in its entirety;
- File it by the due date of the return; **and**
- Pay the amount shown on Line 1.

You will be notified only if your extension request is denied.

Form CT-709 EXT *only extends the time to file* your Connecticut Gift Tax Return. Form CT-709 EXT *does not extend the time to pay* your gift tax.

Gift Splitting

You and your spouse may **not** jointly file Form CT-709 EXT because you and your spouse may not jointly file Form CT-709.

If you and your spouse consent to gift split for federal gift tax purposes, you and your spouse are required to gift split for Connecticut gift tax purposes. On the other hand, if you and your spouse do not consent to gift split for federal gift tax purposes, you and your spouse are not permitted to gift split for Connecticut gift tax purposes. See *Gift Splitting* on Page 7 of the 2004 Connecticut Gift Tax Return and Instructions booklet.

If you and your spouse expect to gift split for federal gift tax purposes, and you are each required to file Form CT-709, you must each request an extension of time to file by completing a separate Form CT-709 EXT.

Interest and Penalty

In general, interest and penalty apply to any portion of the tax not paid on or before the original due date of the return. Interest is computed on the underpayment of tax at the rate of 1% (.01) per month or fraction of a month from the due date to the date of payment.

Late Payment Penalty: The penalty for underpayment of tax is 10% (.10) of the amount due or \$50, whichever is greater.

Late Filing Penalty: 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.

When to File Form CT-709 EXT

This extension request is due on or before the original due date for filing your Connecticut Gift Tax Return. Generally the donor must file this extension request on or before April 15 annually for gifts made during the preceding calendar year. If the donor of the gifts died during the year in which the gifts were made, the due date for filing Form CT-709 EXT is the earlier of the due date, with extensions, of the donor's federal Estate Tax Return (Form 706) or April 15 of the year following the calendar year in which the gifts were made.

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

Required Information

Name, Address, and Social Security Number - Enter the donor's name, address, and Social Security Number.

Where to File

Keep a copy of this form for your records.

Mail to: Department of Revenue Services
PO Box 2978
Hartford CT 06104-2978

Schedule CT-709 Farmland

Calendar Year
2004

(Rev. 12/04)

Purpose: To report the fair market value of farmland based on its highest and best use as of the date of gift.

Donor's First Name and Middle Initial	Last Name	Social Security Number
Address (number and street)		_____ : _____ : _____ FOR DEPARTMENT USE ONLY - - - - - 20
City, Town, or Post Office	State	ZIP Code

Schedule of Farmland

A Gift No.	B <ul style="list-style-type: none"> Donee's name and address Donee's Social Security Number Relationship to donor (if any) Description of gift Include the town, volume, and page number of land records at which the deed of gift is recorded.	C Date of gift	D Fair market value of farmland at date of gift	E Value as farmland at date of gift
1				

F. Enter the additional gift tax that may become due if the farmland is subsequently transferred or reclassified (See instructions) \$ _____ .00

If you are claiming special valuation on a gift of farmland, this schedule must be attached to Form CT-709. You must also furnish a copy of this schedule and the instructions on the reverse side to the donee.

Declaration: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Donor's Signature	Date
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Schedule CT-709 Farmland

Who Must File This Schedule

Any donor who makes a gift of land classified as farmland under Conn. Gen. Stat. §12-107c to a lineal descendant or the spouse of a lineal descendant must complete and attach this schedule to Form CT-709 if the land is valued based upon its current classification and use as farmland.

Transfers of Farmland or Change of Classification

If land that is valued as farmland under Conn. Gen. Stat. §12-646ac is within ten years:

- Transferred by the donee to anyone other than a lineal descendant or spouse of the lineal descendant, **or**
- **No longer classified** as farmland,

the donee (or the donee's lineal descendant or the descendant's spouse if the farmland has been transferred by the donee to the donee's lineal descendant or the descendant's spouse) must file this schedule and pay the tax due. The tax is computed by subtracting the tax paid by the donor from the tax that would have been due from the donor if the donor had filed Form CT-709 using the fair market value of the farmland as reported on federal form 709, Schedule A.

Donor Instructions

1. Enter the donor's name, mailing address, and Social Security Number at the top of the schedule.
2. Complete Columns A through E of this schedule for each gift.

Column A – Number each gift.

Column B – Enter the donee's identifying information and a complete description of the farmland being transferred, including the volume and page number of the land records of the town in which the deed of gift is recorded. This information should match the description on Form CT-709, *Schedule A*, Column B. Attach a copy of the deed that shows its receipt and recording by the town clerk.

Column C – Enter the date of the gift.

Column D – Enter the fair market value of the farmland, based on its highest and best use, as of the date of the transfer. This should match the amount on federal Form 709, Schedule A.

Column E – Enter the value of the farmland based upon its current use as farmland as of the date of the transfer. This should match the amount on Form CT-709, *Schedule A*, Column E.

3. Calculate any additional gift tax that may become due and enter on **Line F**. Calculate the additional gift tax that would have been due if the donor filed Form CT-709 using the fair market value of the farmland as reported on federal Form 709, Schedule A. Subtract the actual tax reported on Form CT-709, Section 2, Line 2, from the tax that would have been due if the donor filed Form CT-709 using the fair market value of the farmland.
4. **Donor's signature** – Sign and date this schedule.
5. Give the donee(s) a copy of this schedule and the instructions.
6. Attach this schedule to your Form CT-709.

Donee Instructions

A donee is liable for additional gift tax if, within ten years of the original gift, the farmland is transferred to a nonlineal descendant or is no longer classified as farmland. If this occurs, the donee must submit to the Department of Revenue Services:

1. A copy of the *Schedule CT-709 Farmland* provided to the donee by the donor; **and**
2. A written statement that includes the date:
 - a. The land was transferred to a person other than the donee's lineal descendant or the lineal descendant's spouse, **or**
 - b. The classification of the land was changed from farmland.

Due Date of Additional Tax

The amount of additional gift tax due is the amount entered on Line F on the front of this schedule. You must file this schedule and pay the tax due no later than 60 days following the transfer or reclassification. Interest accrues at the rate of 1% (.01) per month or fraction of a month from the due date to the date of payment.

Make check or money order payable to:

Commissioner of Revenue Services

Mail to:

**Department of Revenue Services
PO Box 2978
Hartford CT 06104-2978**

Extension of Time to File

The Commissioner may, for good cause, extend the time for payment of the tax if the donee (or, if the land was transferred to the donee's lineal descendant or the descendant's spouse) files a written application with the Commissioner on or before the 60-day period expires.

SCHEDULE D - COMPUTATION OF NET INCOME

1. Federal taxable income (loss) before net operating loss and special deductions	▶ 1	00
2. Interest income wholly exempt from federal tax	▶ 2	00
3. Unallowable deduction for corporation tax (Schedule F, Line 8)	▶ 3	00
4. Interest expenses paid to a related member (Form CT-1120AB, Part I A, Line 1)	▶ 4	00
5. Intangible expenses and costs paid to a related member (Form CT-1120AB, Part I B, Line 1)	▶ 5	00
6. Federal bonus depreciation (See instructions)	▶ 6	00
7. TOTAL (Add Lines 1 through 6)	▶ 7	00
8. Dividend deduction (Form CT-1120 ATT, Schedule I, Line 4)	▶ 8	00
9. Capital loss carryover (if not deducted in computing federal capital gain)	▶ 9	00
10. Capital gain from sale of preserved land	▶ 10	00
11. Federal bonus depreciation recovery (Form CT-1120 ATT, Schedule J, Line 6)	▶ 11	00
12. Exceptions to interest add back (Form CT-1120AB, Part II A, Line 1)	▶ 12	00
13. Exceptions to interest add back (Form CT-1120AB, Part II A, Line 2)	▶ 13	00
14. Exceptions to interest add back (Form CT-1120AB, Part II A, Line 3)	▶ 14	00
15. Exceptions to add back of intangible expenses paid to a related member (Form CT-1120AB, Part II B, Line 1)	▶ 15	00
16. Other (Attach explanation)	▶ 16	00
17. TOTAL (Add Lines 8 through 16)	▶ 17	00
18. NET INCOME (Subtract Line 17 from Line 7. Enter here and on Schedule A, Line 1.)	▶ 18	00

SCHEDULE E - COMPUTATION OF MINIMUM TAX BASE (See instructions)

	COLUMN A		COLUMN B	COLUMN C
	BEGINNING OF YEAR	END OF YEAR	END OF YEAR	
1. Capital stock (federal Schedule L, Line 22a and Line 22b)	00		00	(COLUMN A plus COLUMN B) DIVIDED BY 2
2. Surplus and undivided profits (federal Schedule L, Lines 23, 24, and 25)	00		00	
3. Surplus reserves (Attach schedule)	00		00	
4. Total (Add Lines 1, 2, and 3) Enter average in Column C	00		00	
5. Holdings of stock of private corporations (attach schedule). Enter average in Column C	00		00	00
6. Balance (Subtract Line 5, Column C, from Line 4, Column C. Enter here and on Schedule B, Line 1.)				00

SCHEDULE F - TAXES

	COLUMN A	COLUMN B
1. Payroll	00	
2. Real property	00	
3. Personal property	00	
4. Sales and use	00	
5. Other (See instructions)	00	
6. Connecticut corporation business (Deducted in the computation of federal taxable income)		00
7. Tax on or measured by income or profits imposed by other states or political subdivisions (Deducted in the computation of federal taxable income). ATTACH SCHEDULE		00
8. Total unallowable deduction for corporation business tax purposes (Add Line 6 and Line 7, Column B. Enter here and on Schedule D, Line 3.)		00

SCHEDULE G - ADDITIONAL REQUIRED INFORMATION - Attach a Schedule of Officers

1. In which Connecticut town(s) does the corporation own or lease (as lessee) real or tangible personal property, or perform services?

2. (a) Did this corporation directly or indirectly transfer a controlling interest in an entity owning Connecticut real property? Yes No
If "Yes," enter: Entity Name _____ Federal Employer ID Number _____

(b) Was there a direct or indirect transfer of a controlling interest in your company owning Connecticut real property? Yes No
If "Yes," enter: Transferor Name _____ Federal Employer ID Number _____

3. Did any corporation at any time during the year own a majority of the voting stock of this corporation? Yes No
If "Yes," enter: Corporation Name _____ Federal Employer ID Number _____

4. Last taxable year this corporation was audited by the Internal Revenue Service _____
Were adjustments reported to Connecticut? Yes No (If "No," attach explanation.)

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

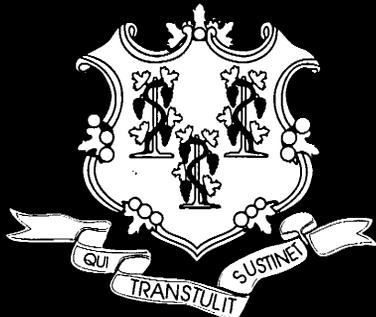
SIGN HERE Keep a copy of this return for your records	Corporate Officer's Name (Print)	Corporate Officer's Signature	Date	May DRS contact the preparer shown below about this return? <input type="checkbox"/> Yes <input type="checkbox"/> No (See instructions, Page 14)	
	Title	Telephone Number ()			
	Paid Preparer's Name (Print)	Paid Preparer's Signature	Date		Preparer's SSN or PTIN
	Firm's Name and Address	FEIN	Telephone Number ()		

2004 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



Dear Customer:

At the Connecticut Department of Revenue Services (DRS), our goal is to provide you with the most complete resource for state business tax information. In addition to the 2004 Corporation Business Tax Return, this booklet contains important information about legislative changes that may impact your business and your tax filing. Please read it carefully. It will also tell you about electronic methods that can make it easier for you to file and pay some state taxes.

DRS values its partnerships with Connecticut businesses and continues to focus on providing excellent customer service with a user-friendly approach to tax administration. If you need assistance, DRS Taxpayer Services personnel can answer your questions by phone, letter, or e-mail. The back cover of this booklet lists all the ways you can access this Agency including the DRS Web site, which is a valuable resource available anytime for you to download Connecticut tax forms, DRS publications, and other information you may need.

Comments and ideas on how we can improve the way we do business are always welcomed, so please feel free to contact us.

Sincerely,

A handwritten signature in cursive script that reads 'Pam Law'.

Pam Law
Commissioner of Revenue Services

Taxpayer information is available on our Web site:
www.ct.gov/DRS

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 regarding 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 required to obtain an extension of time to file **Form CT-1120**, **Form CT-1120CR**, or **Form CT-1120U**.

Form CT-1120AB, *Add Back and Exceptions to Add Back of Interest and Intangible Expenses*, must be completed by each corporation that is subject to interest and intangible expenses add back.

For information on how to obtain forms or other publications from DRS see the back cover.

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 and Connecticut income tax withholding, as well as most other Connecticut taxes

administered by DRS, the corporation must complete **Form REG-1**, *Application for Tax Registration Number*. Visit the DRS Web site to register on-line. 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

There is an annual Business Entity Tax (BET) of \$250. The BET applies to each of the following entities, if required to file an annual report with the Connecticut Secretary of the State: S Corporation; Limited Liability Partnership; Limited Partnership; or Limited Liability Company, which is, 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.

See **Special Notice 2002(11)**, *Business Entity Tax*, and **Informational Publication 2003(15)**, *Q & A on the Business Entity Tax*, for more information.

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*.

CONNECTICUT FAST-FILE PROGRAM

Did you know businesses can now use *Fast-File* to file and pay estimated Connecticut corporation business tax as well as certain other Connecticut tax obligations?

Don't worry about stamps, forget the pencil and paper! DRS *Fast-File* is a quick, easy, and secure way for businesses to use the Internet to file and pay certain business taxes. For more information about the Connecticut *Fast-File* Program, visit the DRS Web site at www.ct.gov/DRS or call 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).



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LEGISLATIVE CHANGES AFFECTING CONNECTICUT CORPORATION BUSINESS TAX

Surtax Increase – 2004

Effective for income years beginning on or after January 1, 2004, and prior to January 1, 2005, any corporation subject to the tax on net income must pay a surtax in an amount equal to 25% (.25) of the tax due without regard to credits.

Conn. Gen. Stat. §12-214(b), as amended by 2003 Conn. Pub. Acts 2, §32, as further amended by 2003 Conn. Pub. Acts 1, §87 (June 30 Spec. Sess.)

Effective for income years beginning on or after January 1, 2004, and prior to January 1, 2005, any corporation subject to a tax on capital must pay a surtax in an amount equal to 25% (.25) of the tax due without regard to credits.

The surtax **does not** apply to any company that pays the minimum tax of \$250.

Conn. Gen. Stat. §12-219, as amended by 2003 Conn. Pub. Acts 2, §34, as further amended by 2003 Conn. Pub. Acts 1, §88 (June 30 Spec. Sess.)

Rounding Off to Whole Dollars

When entering amounts on Connecticut tax returns and schedules, taxpayers are required to round off cents to the nearest whole dollar. If amounts are not rounded to whole dollars, DRS will disregard the cents. See Page 10 for more information.

2003 Conn. Pub. Acts 107, §6

LEGISLATIVE CHANGES AFFECTING CONNECTICUT CORPORATION BUSINESS TAX CREDITS

Detailed information about Connecticut business tax credits is available in
Informational Publication 2004(20), *Guide to Connecticut Business Tax Credits*.

Limitations on Refund of Research and Development Tax Credit

Conn. Gen. Stat. §12-217ee provides that a qualified small business that cannot use certain research and development tax credits as a result of not having a tax liability may exchange a percentage of such credits with the state. The statute was amended to provide that effective for income years beginning on or after January 1, 2002, a taxpayer that reports no net income but pays the minimum tax of \$250 or the capital base tax under Conn. Gen. Stat. §12-219 is permitted to exchange research and development tax credits.

Conn. Gen. Stat. §12-217ee, as amended by 2003 Conn. Pub. Acts 120, §1, as further amended by 2003 Conn. Pub. Acts 1, §89 (June 30 Spec. Sess.), as further amended by 2004 Conn. Pub. Acts 235, §1.

Clean Alternative Fuel Tax Credit Sunset Extended

Conn. Gen. Stat. §12-217i is amended to delete the sunset provision of income years beginning prior to January 1, 2004, and substitute the sunset date of income years beginning prior to January 1, 2008.

Conn. Gen. Stat. §12-217i, as amended by 2004 Conn. Pub. Acts 231, §5

GENERAL INFORMATION

How to Get Help

DRS is ready to help you and offers several resources where you can get answers to Connecticut tax questions. Visit the DRS Web site at www.ct.gov/DRS or for personal assistance see the back cover of this booklet for a list of DRS walk-in offices and telephone numbers. DRS offices are open Monday through Friday, 8:00 a.m. to 5:00 p.m. If you visit, be sure to bring your **completed** federal Form 1120, U.S. Corporation Income Tax Return.

Personal telephone assistance is available Monday through Friday, 8:30 a.m. to 4:30 p.m. Extended hours are offered during the filing season. Automated information may answer your questions anytime. Call CONN-TAX, the DRS information line or visit the DRS Web site for details.

How to Get Additional Forms and Publications

Download and print Connecticut tax forms and publications anytime from the DRS Web site at www.ct.gov/DRS. Forms are also available during regular business hours at any of the DRS walk-in offices and the other sources listed on the back cover of this booklet. You may also photocopy the forms you need from the *2004 Connecticut Package X*, which is on file at most public libraries.

Who Must File Form CT-1120

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**.

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

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.

When to File Form CT-1120

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:

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

This list is subject to change. See **Policy Statement 2002(4), 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.

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% (.01) per month or fraction of a month.

Where to File

Make check or money order payable to the Commissioner of Revenue Services, and paper clip the check or money order to the front of the return. Do not staple. If your check is returned for insufficient or uncollected funds, DRS may resubmit the check to your bank electronically.

Use the pre-addressed envelope enclosed with your return or mail to:

**Department of Revenue Services
PO Box 2974
Hartford CT 06104-2974**

Amended Returns

Any corporation that fails to include items of income or deduction or makes any other error on a return must file an amended return using **Form CT-1120X, Amended Corporation Business Tax Return**. A copy of federal Form 1120X must be attached to substantiate any changes to federal net income.

Internal Revenue Service Changes

Corrections to taxable income by the Internal Revenue Service (IRS) must be reported to the Commissioner of Revenue Services within 90 days after receipt of the final notice of correction from the IRS. All federal adjustments must be reported using **Form CT-1120X**. An extension request for reporting federal audit changes may be submitted in writing to the Commissioner of Revenue Services stating the reason additional time is required.

Estimated Tax Payments

Every corporation carrying on or having the right to carry on business in Connecticut whose estimated current year tax exceeds \$1,000 must pay estimated tax payments in four installments. See General Instructions on **Forms CT-1120 ESA, ESB, ESC, and ESD, Estimated Corporation Business Tax**. DRS mails four preprinted estimated tax payment coupons with instructions to corporations that paid estimated tax or had a Connecticut corporation tax liability exceeding \$1,000 in the prior taxable year. If a corporation is not required to pay its estimated tax electronically, using these preprinted forms will ensure accuracy and timeliness in processing the corporation's estimated tax payments. These forms are also available on the DRS Web site.

The required annual payment is the lesser of:

- 90% of the tax 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 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):

1st Installment - March 15, 2005
30% of prior year tax (including surtax) or 27% of current year tax
2nd Installment - June 15, 2005
70% of prior year tax (including surtax) or 63% of current year tax
3rd Installment - September 15, 2005
80% of prior year tax (including surtax) or 72% of current year tax
4th Installment - December 15, 2005
100% of prior year tax (including surtax) or 90% of current year tax

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

Electronic Payment of Estimated Corporation Business Tax

Corporations can use *Fast-File* to electronically file **Forms CT-1120 ESA, ESB, ESC, and ESD**, and pay the tax due. *Fast-File* is a quick, easy, and secure way to fulfill Connecticut tax responsibilities without paper or postage. Visit the DRS Web site at www.ct.gov/DRS and click on *File/Register Online*.

DRS recommends using *Fast-File* to electronically file, however, a corporation that does not otherwise choose to use *Fast-File*, must use the preprinted coupons received from DRS. A corporation that does not receive preprinted estimated coupons should use the estimated coupons available on the DRS Web site.

DRS is phasing in new electronic filing requirements for all business taxes. Additional information will be available in **Informational Publication 2004(28), *Paying Connecticut Taxes by Electronic Funds Transfer***.

Interest and Penalties

Interest is computed at 1% (.01) 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% (.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% (.90) of the tax shown to be due on the return on or before the original due date of the return; **and**
- Pays 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.

Waiver of Penalty

A corporation may be able to have its penalty waived if the failure to file or pay tax on time was due to a reasonable cause and was not intentional or due to neglect. Interest cannot be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests must include:

- A clear and complete written explanation;
- The corporation name, Connecticut Tax Registration Number, and Federal Employer Identification Number (if applicable);
- The name of the original form filed or billing notice received;
- The taxable filing period; **and**
- Documentation supporting your explanation.

Attach the request to the **front** of the tax return or mail separately to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

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 Street
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**, for more information.

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.

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**. In general, the copy will be received in three weeks.

FORM CT-1120 GENERAL INSTRUCTIONS

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.

Required Information

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, Federal Employer Identification Number (FEIN), total assets, gross receipts (net of returns and allowances), and North American Industry Classification System (NAICS) code for principal business activity, in the spaces provided at the top of **Form CT-1120**.

NAICS Code for Principal Business Activity

Enter the same business activity code provided to the IRS on federal Form 1120 or federal Form 851 (for affiliates in a federal consolidated return). **Form CT-NAICS, NAICS Codes for Principal Business Activity for Connecticut Tax Purposes**, is available on the DRS Web site.

Name and Address

Print or type the information requested in the space provided at the top of **Form CT-1120**. Be sure to enter the corporation's Connecticut Tax Registration Number and FEIN.

Check and Complete all Applicable Boxes

1. Change of Closing Month or Address

Indicate any change to the end of the corporation's filing period by checking off the proper box and attaching an explanation of the change.

To make any changes to the corporation's preprinted address, draw a line through the incorrect information and clearly print the new information, check the *Change of Address* box, and file **Form CT-8822C, Corporation Business Tax Change of Address** (available on the DRS Web site). If the *Change of Address* 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.

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

If the corporation is filing a final return, check the *Final Return* box along with the corresponding box providing the reason for the final return.

If the corporation is filing for a short period, check the *Short Period Return* box.

3. Short Period Return

Check the corresponding box to indicate the reason for a short period return.

4. Final Return

If the corporation is filing a 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
Corporation Office Audit Unit
25 Sigourney Street
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 **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
PO Box 2937
Hartford CT 06104-2937

5. 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,

6. 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*.

7. Previous Combined Return

If the corporation was included in Connecticut **Form CT-1120CR**, *Combined 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 or revoking combined 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*.

8. Combined Return

Check the corresponding box if the corporation is included in **Form CT-1120CR**.

9. 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.

10. Exempt Corporation

If the corporation is exempt from Connecticut corporation business tax, check this box and attach an explanation of the exemption. The explanation must include the statutory cite for the exemption. See *Who Must File Form CT-1120*.

11. Annualization

Check the corresponding box if the corporation is annualizing its income.

Complete **Form CT-1120I**, *Computation of Interest Due on Underpayment of Estimated Tax*, and attach it to **Form CT-1120**.

See **Informational Publication 2004(19)**, *Guide to Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE*.

12. Interest Add Back

Check the corresponding box if the corporation is subject to the interest add back or intangible expense add back paid to a related member. Complete **Form CT-1120AB**, *Add Back and Exceptions to Add Back of Interest and Intangible Expenses*, and attach it to **Form CT-1120**.

13. Passive Investment

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. Passive investment companies are exempt from the corporation business tax, but must file **Form CT-1120 PIC**.

FORM CT-1120 LINE INSTRUCTIONS

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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.

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.

If you do not round, DRS will disregard the cents.

Schedule A - Computation of Tax on Net Income

A corporation entitled to apportion its 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 derive 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 inside and outside the state as provided under the corporation business tax. Use **Form CT-1120A-LP**, *Corporation Business Tax Return Apportionment of Limited Partnership Interests*.

Line 1 - Enter the net income from *Schedule D*, Line 18.

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**, *Schedule H*, Line 6, Column A, attributable to Connecticut business operations as reported in years ending December 31, 1999, and thereafter.

Net operating losses incurred for income years beginning prior to January 1, 2000, may be carried forward for five successive income years. 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.

Line 5 - Subtract Line 4 from Line 3 and enter the result on Line 5.

Line 6 - Multiply Line 5 by 7.5% (.075) and enter the result on Line 6.

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 does not apply to real estate investment trusts, regulated investment companies, or interlocal risk management agencies formed under Chapter 113a of the Connecticut General Statutes. For each financial service company, the minimum tax on capital is \$250.

Line 1 - Enter the amount shown on *Schedule E*, Line 6, Column C.

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 5 - Multiply Line 3 by Line 4. Divide the result by 12 and enter the amount on Line 5.

Line 6 - Multiply Line 5 by 0.31% (.0031) and enter the result on Line 6. The maximum tax for *Schedule B* is \$1,000,000.

Schedule C - Computation of Amount Payable

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 1(a) by 25% (.25) and enter the result on Line 1(b). If Line 1a is \$250, enter zero.

Line 1(c) - Currently, there are two tax credits subject to recapture. If a corporation has received a notice from Connecticut Housing Finance Authority (CHFA) indicating that 60% or more of a revolving loan fund has not been properly loaned on or before the date three years after the date a revolving loan fund was established by such corporation, the credit amount specified in the notice must be recaptured. This amount should be reported on the first **Form CT-1120** to be filed on or after the date of notice.

If the fixed capital on account of which a corporation claimed a tax credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for three full years following its acquisition, the corporation is required to recapture 100% of the amount of the credit allowed on the corporation business tax return required to be filed for the income year immediately following the income year during which the three-year period expires.

If the fixed capital on account of which a corporation claimed the credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for five full years following its acquisition, the corporation will be required to recapture 50% (.50) of the amount of the credit allowed on its corporation business tax return required to be filed for the income year immediately succeeding the income year during which the five-year period expires.

Line 1 - Add Line 1(a), Line 1(b), and Line 1(c) and enter the total on Line 1. If no tax credits are being claimed, also enter this amount on Line 6.

Line 2 - Multiply Line 1 by 30% (.30) and enter the result on Line 2.

Line 3 - Enter the greater of the amount on Line 2 or \$250.

Line 4 - Subtract Line 3 from Line 1 and enter the result on Line 4.

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 6 - Subtract Line 5 from Line 1 and enter the result on Line 6.

Line 7 - Enter on Lines 7(a), 7(b), and 7(c); all prepayments made. Enter the total on Line 7.

Line 8 - Subtract Line 7 from Line 6 and enter the result on Line 8.

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, Computation of Interest Due on Underpayment of Estimated Tax**.

Line 9 - Add Lines 9(a), 9(b), and 9(c) and enter the total on Line 9.

Line 10(a) - Enter the amount of overpayment to be credited to 2005 estimated tax.

Overpayment of tax liability for a preceding income year is credited against the current estimated tax liability as of the receipt date of a completed tax return and **not** a tentative tax return. An overpayment cannot be determined to exist until a completed return is filed. Overpayments will be treated as estimated tax paid on March 15, if the tax return is filed by March 15. **Your request to apply an overpayment to the following tax year is irrevocable.**

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

Line 10 - Add Line 10(a) and Line 10(b) and enter the total on Line 10.

Line 11 - Balance Due - Add Line 8 and Line 9. Enter the total on Line 11.

Schedule D - Computation of Net Income

Line 1 - Enter your federal taxable income (loss) before net operating loss and special deductions as filed on your federal return.

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

Line 3 - Enter the amount from *Schedule F*, Line 8 (total unallowable deduction for corporation business tax).

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 1.

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

Line 7 - Add Lines 1 through 6 and enter the total on Line 7.

Line 8 - Enter the dividend deduction calculated on **Form CT-1120 ATT, Corporation Business Tax Return Attachment, Schedule I**, Line 4.

Line 9 - 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 prescribed in Conn. Gen. Stat. §12-217.

Line 10 - 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 11 - Enter the federal bonus depreciation recovery amount from **Form CT-1120 ATT, Schedule J**, Line 6.

Line 12 - Enter the amount of exceptions to interest add back as reported on **Form CT-1120AB**, Part II A, Line 1.

Line 13 - Enter the amount of exceptions to interest add back as reported on **Form CT-1120AB**, Part II A, Line 2.

Line 14 - Enter the amount of exceptions to interest add back as reported on **Form CT-1120AB**, Part II A, Line 3.

Line 15 - 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 16 - 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 2003 Conn. Pub. Acts 6, §78(b) (June 30 Spec. Sess.).

Line 17 - Add Lines 8 through 16 and enter the total on Line 17.

Line 18 - Subtract Line 17 from Line 7. Enter the result here and on *Schedule A*, Line 1.

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 (including deferred taxes). 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 the average of Column A and Column B on Line 5, Column C.

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.

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 and enter the total on Line 8. Enter also on *Schedule D*, Line 3.

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*. (Conn. Gen. Stat. §12-638b)

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.

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 within 90 days after receipt of the final notice of correction from the IRS.

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

Signature

The return must be signed by a duly authorized officer.

Paid Preparer Signature

Anyone who is paid to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number or Preparer Tax Identification Number (PTIN), their firm's FEIN, and their firm's address and telephone number in the spaces provided.

Paid Preparer Authorization

If the corporation wants to authorize DRS to contact the paid preparer who signed the 2004 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 2004 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 2005 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).

2004 FORM CT-1120K INSTRUCTIONS

Form CT-1120K, Business Tax Credit Summary, must be attached to **Form CT-1120, Corporation Business Tax Return**, or the applicable tax form whenever tax credits from the current income year are being claimed or carryforward credit balances exist from a prior year. Additional information about Connecticut tax credits is available in **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**.

Corporation business tax credits must be applied in a specific order, where a corporation is eligible to claim more than one tax credit. In no event, however, shall any credit be claimed more than once. The order is as follows:

1. The Financial Institutions Credit must be applied before any other credits.
2. Any credit that may be carried back to a preceding income year must be applied after the Financial Institutions Credit, but before any other credits. Any credit carryback that will expire first must be claimed before any credit carryback that will expire later. If the credit carrybacks will expire at the same time, credits must be taken in the order in which the corporation may receive the maximum benefit.
3. Any credit that may not be carried back to a preceding income year and that may not be carried forward to a succeeding income year must be claimed next, in the order in which the corporation may receive the maximum benefit.
4. Any credit that may be carried forward to a succeeding income year must be claimed next. Any credit carryforward that will expire first must be claimed before any credit carryforward that will expire later. If the credit carryforwards will expire at the same time, credits must be taken in the order in which the corporation may receive the maximum benefit.
5. The Electronic Data Processing Equipment Property Tax Credit must be applied last, after all other credits have been applied.

Limits on Credits: The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of tax due prior to the application of the tax credit. *Conn. Gen. Stat. §12-217zz*

For income years beginning on or after January 1, 2002, no tax credit can be applied against the minimum tax of \$250. *Conn. Gen. Stat. §12-219*

Surtax: For income years beginning on or after January 1, 2004, and prior to January 1, 2005, any company subject to the corporation business tax must

pay a surtax equal to 25% (.25) of the tax due without regard to credits. The surtax **does not** apply to the minimum tax of \$250. *Conn. Gen. Stat. §12-214(b), as amended by 2003 Conn. Pub. Acts 2, §32, as further amended by 2003 Conn. Pub. Acts 1, §87 (June 30 Spec. Sess.)*

Form CT-1120K must be attached to the tax returns covered under the Connecticut General Statutes chapters referenced below, when tax credits from the current income year are being claimed or when carryforward credit balances exist from the prior year:

- Corporation business tax under Chapter 208;
- Domestic and foreign insurance premiums tax under Chapter 207;
- Health care centers tax under Chapter 207;
- Hospital and medical services tax under Chapter 207;
- Unrelated business income tax under Chapter 208a;
- Air carrier tax under Chapter 209;
- Railroad companies tax under Chapter 210;
- Express, telegraph or cable and community antenna television system companies tax under Chapter 211;
- Utility companies tax under Chapter 212; **or**
- Public service companies tax under Chapter 212a.

If the taxpayer is claiming a tax credit against more than one tax type, a duplicate Form CT-1120K and applicable tax credit forms must be attached to each tax return for which a tax credit is being claimed.

All applicable tax credit forms, schedules, and any letters of approval or eligibility received from the agency administering the tax credit, must be attached to and made part of this tax return.

Any credit balance that remains after applying the credits to the current year's tax may be carried forward or carried back as provided in the Connecticut General Statutes, if the credit has not expired.

Part I-A — Financial Institutions Tax Credit

Line 1 - Enter the credit for financial institutions constructing new facilities in Connecticut. Attach the initial Certificate of Eligibility issued by DECD. Enter in Part I-A, Column A the credit earned in 2004. Enter in Part I-A, Column B the amount actually applied to the corporation business tax. The total of Column B cannot exceed the amount from Part II, Line 1.

Part I-B — Tax Credits With Carryback Provisions

Enter in Part I-B, Lines 2 through 4, Column A all of the credits earned in 2004 that have a carryback provision. The credits indicated here are applied to the current year's tax first. Any remaining balance may be claimed against a preceding year's tax by filing **Form CT-1120X, Amended Corporation Business Tax Return**, or the appropriate amended tax return. For credits that also have a carryforward provision, complete Part I-D.

Enter in Part I-B, Lines 2 through 4, Column B the amount actually applied to the corporation business tax. The total of Column B cannot exceed the amount from Part II, Line 3.

Enter in Part I-B, Lines 2 through 4, Column C the amount applied to taxes other than the corporation business tax. The total of Column C cannot exceed the amount from Part III, Line 1.

Enter in Part I-B, Lines 2 through 4, Column D the amount of credit carried back to prior years.

Line 2 - Enter the Neighborhood Assistance Act (NAA) Credit computed according to the provisions of Conn. Gen. Stat. §§12-631 through 12-638. Any remaining balance may be carried back to the two immediately preceding income years. Attach a copy of the NAA tax credit approval letter issued by DRS.

Line 3 - Enter the Housing Program Contribution Credit as computed on **Form CT-1120 HPC, Housing Program Contribution Credit**, according to the provisions of Conn. Gen. Stat. §8-395. Any remaining balance may be carried back to the five immediately preceding income years. Attach a copy of the tax credit voucher issued by the Connecticut Housing Finance Authority (CHFA). If you are claiming a carryforward, also complete Part I-D, Line 14. (See instructions for Part I-D, Line 14.)

Line 4 - Enter the Employer-Assisted Housing Credit as computed on **Form CT-1120 EAH, Employer-Assisted Housing Credit**, according to the provisions of Conn. Gen. Stat. §12-217p. Any remaining balance may be carried back to the five immediately preceding income years. Attach a copy of the Certificate of Compliance issued by CHFA. If you are claiming a carryforward, also complete Part I-D, Line 15. (See instructions for Part I-D, Line 15.)

Line 5 - Add Lines 2 through 4 in Column A, Column B, Column C, and Column D. Enter the totals in the spaces provided.

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

Enter in Part I-C, Lines 6 through 12, Column A all of the credits earned in 2004 that can only be applied to the current year's tax.

Enter in Part I-C, Lines 6 through 12, Column B the amount actually applied to the corporation business tax. The total of Column B cannot exceed the amount from Part II, Line 5.

Enter in Part I-C, Line 8, Column C the amount applied to taxes other than the corporation business tax. The total of Column C cannot exceed Part III, Line 3.

Line 6 - Enter the Apprenticeship Training Credit computed according to the provisions of Conn. Gen. Stat. §12-217g. Attach the Eligibility Certificate issued by the Connecticut Department of Labor (CTDOL).

Line 7 - Enter the Manufacturing Facility Credit as computed on **Form CT-1120 TIC/EZ, Manufacturing Facility Credit for Facilities Located in a Targeted Investment Community/Enterprise Zone**. Attach Form UT-4, Certificate of Eligibility, and Form UT-9, Claim for Corporation Business Tax Credit, both issued by DECD.

Line 8 - Enter the credit for new or used computers donated to a local or regional board of education, or public school. Attach a copy of the letter of approval issued by DRS.

Line 9 - Enter the credit for Research and Development Grants to Institutions of Higher Education, as computed on **Form CT-1120GC, Tax Credit for Research and Development Grants to Institutions of Higher Education**.

Line 10 - Enter the Machinery and Equipment Expenditures Credit, as computed on **Form CT-1120 MEC, Machinery and Equipment Expenditures Credit**.

Line 11 - Enter the credit for Traffic Reduction Programs computed according to the provisions of Conn. Gen. Stat. §12-217s. Attach the Certificate of Eligibility issued by the Connecticut Department of Transportation.

Line 12 - Enter the Displaced Electric Worker Credit, as computed on **Form CT-1120 DEWC, Displaced Electric Worker Credit**.

Line 13 - Add Lines 6 through 12 in Column A, Column B, and Column C. Enter the totals in the spaces provided.

Part I-D — Tax Credits With Carryforward Provisions

This section enables a corporation to account for any credits with carryforward provisions. This section also identifies any amounts of Research and Development or Research and Experimental Expenditures credits exchanged with the state for a credit refund.

Part I-D, Column A provides for the credit carryforward amount from previous income years. Column B provides for the credit amount claimed for the current income year. Column C provides for the credit amount applied to the corporation business tax for the current income year. Column D provides for the credit amount applied to taxes other than the corporation business tax (if applicable) in the current income year or the amount of Research and Development or Research and Experimental Expenditures credits exchanged with the state for a credit refund. Column E provides for the tax credit carryforward amount.

Line 14 - If claiming the Housing Program Contribution Credit, Part I-B, Line 3, must be completed first. Enter in Part I-D, Column A the carryforward amount from previous income years. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount. Attach **Form CT-1120 HPC**, *Housing Program Contribution Credit*, and a copy of the tax credit voucher issued by CHFA.

Line 15 - If claiming the Employer-Assisted Housing Credit, Part I-B, Line 4, must be completed first. Enter in Part I-D, Column A the carryforward amount from previous income years. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount. Attach **Form CT-1120 EAH**, *Employer-Assisted Housing Credit*, and a copy of the certificate of compliance issued by CHFA.

Line 16 - Enter in Column A the amount of the Hiring Incentive tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount as computed on the current year's **Form CT-1120 HIC**, *Hiring Incentive Tax Credit*, Part II, Computation of Carryforward. Attach a copy of the tax credit approval letter issued by CTDOL.

Line 17 - Enter in Column A the amount of the Clean Alternative Fuel - Vehicles, Equipment, and Related Filling or Recharging Stations tax credit carried forward

from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount as computed according to the provisions of Conn. Gen. Stat. §12-217i. Attach **Form CT-1120 CAF**, *Clean Alternative Fuel Relating to Vehicles, Equipment, and Filling or Recharging Stations Credit*.

The 10% credit may be applied against certain business taxes other than the corporation business tax. The 50% credit may only be applied against the corporation business tax. Tax credits claimed under Conn. Gen. Stat. §12-217i must be supported by schedules reflecting the details of the computations, including the dates on which expenses were paid or incurred.

Line 18 - Enter in Column A the amount of the Research and Experimental Expenditures tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D the amount exchanged with the state for a credit refund equal to 65% of the value of the credit. Include the full credit amount exchanged, not the discounted amount of the credit refund. Enter in Column E the tax credit carryforward amount as computed on the current year's **Form CT-1120RC**, *Research and Experimental Expenditure Credit*, Part II, Computation of Carryforward.

Line 19 - Enter in Column A the amount of the Research and Development tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D the amount exchanged with the state for a credit refund equal to 65% of the value of the credit. Include the full credit amount exchanged, not the discounted amount of the credit refund. Enter in Column E the tax credit carryforward amount as computed on the current year's **Form CT-1120 RDC**, *Research and Development Credit*, Part III, Computation of Carryforward.

Line 20 - Enter in Column A the amount of the Fixed Capital Investment tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount as computed on the current year's **Form CT-1120 FCIC**, *Fixed Capital Investment Credit*, Part II, Computation of Carryforward.

Line 21 - Enter in Column A the amount of the Human Capital Investment tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount as computed on the current year's **Form CT-1120 HCIC, Human Capital Investment Credit**, Part III, Computation of Carryforward.

Line 22 - Enter in Column A the amount of the Insurance Reinvestment Fund tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount as computed on the current year's **Form CT-IRF, Insurance Reinvestment Fund Credit**, Part II, Computation of Carryforward.

Line 23 - Enter in Column A the amount of the Small Business Administration Guaranty Fee tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the total tax credit carryforward amount. Attach **Form CT-1120 SBA, Small Business Administration Guaranty Fee Tax Credit**, and the loan statement verifying the guaranty fee paid to the Small Business Administration.

Line 24 - Enter in Column A the amount of the Historic Homes Rehabilitation tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column D any amount applied to taxes other than the corporation business tax. Enter in Column E the tax credit carryforward amount. Attach **Form CT-1120 HHR, Historic Homes Rehabilitation Credit**, and a copy of the credit voucher issued by the Connecticut Commission on Culture and Tourism.

Line 25 - Enter in Column A the amount of the Donation of Open Space Land tax credit carried forward from previous income years. Enter in Column B the amount of tax credit claimed for the current income year. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount. Attach **Form CT-1120 DOS, Donation of Open Space Land Credit**, the real estate appraisal, and a copy of **Form OP-236, Real Estate Conveyance Tax Return**.

Line 26 - Enter in Column A any available credit carryforward balance from previous income years for the Air Pollution Abatement Facilities tax credit. Enter in Column C the amount applied to the corporation business tax for the current income year. Enter in Column E the tax credit carryforward amount. Attach **Form CT-1120AP, Air Pollution Abatement Facilities Credit**.

Line 27 - Add Lines 14 through 26 in Columns A through E. The total of Column C cannot exceed the amount from Part II, Line 7. **In Column D, do not include Line 18 and Line 19 in the total amount.** Enter the totals in the spaces provided.

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

Line 28 - Enter in Column A the amount of the Electronic Data Processing Equipment Property Tax Credit carried forward from previous income years. Enter in Column B the amount of credit claimed in the current income year. Enter in Column C the amount applied to the corporation business tax. Enter in Column D any amount applied to taxes other than the corporation business tax. The amount in Column C cannot exceed the amount from Part II, Line 9. Enter in Column E the tax credit carryforward amount as computed on the current year's **Form CT-1120 EDPC, Electronic Data Processing Equipment Property Tax Credit**, Part II, Computation of Carryforward. This credit is allowed only after all other tax credits have been applied. The amount of credit allowable in any income year shall be applied first to the corporation business tax.

Part II — Tax Credits Applied to the Corporation Business Tax

If the corporation is filing a combined return, complete **Form CT-1120CR, Schedule KC**, and do not complete this part.

This section enables a corporation to apply its tax credits in the order required by Conn. Gen. Stat. §12-217aa. This section also limits the amount of tax credits that may be applied to the corporation business tax.

Line 1 - Enter the amount from **Form CT-1120, Schedule C**, Line 4.

Line 2 - Enter the amount from **Form CT-1120K**, Part I-A, Line 1, Column B. Do not exceed the amount on Line 1.

Line 3 - Enter the creditable corporation business tax balance. Subtract Line 2 from Line 1. Enter the result on Line 3.

Line 4 - Enter the amount from **Form CT-1120K**, Part I-B, Line 5, Column B. Do not exceed the amount on Line 3.

Line 5 - Enter the creditable corporation business tax balance. Subtract Line 4 from Line 3. Enter the result on Line 5.

Line 6 - Enter the amount from **Form CT-1120K**, Part I-C, Line 13, Column B. Do not exceed the amount on Line 5.

Line 7 - Enter the creditable corporation business tax balance. Subtract Line 6 from Line 5. Enter the result on Line 7.

Line 8 - Enter the amount from **Form CT-1120K**, Part I-D, Line 27, Column C. Carryforward credits that expire first should be claimed before any credit carryforward that will expire later or not at all. Do not exceed the amount on Line 7.

Line 9 - Enter the creditable corporation business tax balance. Subtract Line 8 from Line 7. Enter the result on Line 9.

Line 10 - Enter the amount from **Form CT-1120K**, Part I-E, Line 28, Column C. Do not exceed the amount on Line 9. Carryforward credit that expires first should be claimed before any credit carryforward that will expire later.

Line 11 - Add Part II, Lines 2, 4, 6, 8, and 10. Enter the total here and on **Form CT-1120**, *Schedule C*, Line 5. Do not exceed amount on Line 1.

Part III — Tax Credits Applied to Taxes Other Than Corporation Business Tax

Some tax credits may be applied to taxes other than the corporation business tax. This section enables a corporation to account for any credits applied to other taxes. The following is a list of other taxes to which you may be able to apply these credits:

- Domestic and foreign insurance premiums tax under Chapter 207;
- Health care centers tax under Chapter 207;
- Hospital and medical services tax under Chapter 207;
- Unrelated business income tax under Chapter 208a;
- Air carrier tax under Chapter 209;
- Railroad companies tax under Chapter 210;
- Express, telegraph or cable and community antenna television system companies tax under Chapter 211;
- Utility companies tax under Chapter 212;
- Public service companies tax under Chapter 212a; or
- Surplus lines brokers tax under Chapter 701d.

Enter the name of the tax to which you are applying the tax credit. If you are applying tax credits to more than one tax other than corporation business tax, duplicate Part III for each tax type and attach to **Form CT-1120K**.

Line 1 - Enter the amount of tax from the appropriate tax return on Line 1.

Line 2 - Enter the amount from **Form CT-1120K**, Part I-B, Line 5, Column C. Do not exceed the amount on Line 1.

Line 3 - Subtract Line 2 from Line 1. Enter the result on Line 3.

Line 4 - Enter the amount from **Form CT-1120K**, Part I-C, Line 13, Column C. Do not exceed the amount on Line 3.

Line 5 - Subtract Line 4 from Line 3. Enter the result on Line 5.

Line 6 - Enter the amount from **Form CT-1120K**, Part I-D, Line 27, Column D. Do not exceed the amount on Line 5.

Line 7 - Subtract Line 6 from Line 5. Enter the result on Line 7.

Line 8 - Enter the amount from **Form CT-1120K**, Part I-E, Line 28, Column D. Do not exceed the amount on Line 7.

Line 9 - Add Part III, Lines 2, 4, 6, and 8. Enter the total here and on the appropriate tax return. Do not exceed the amount on Line 1. If the taxpayer is claiming a tax credit against more than one tax type, attach a duplicate **Form CT-1120K** and applicable tax credit forms.

**ELECTRONIC
FILING
OPTION**

Connecticut Fast-File Program

DRS *Fast-File* is a quick, easy, and secure way for businesses to use the Internet to file and pay certain Connecticut business taxes.



CONNECTICUT TAX ASSISTANCE

	FOR TAX INFORMATION	FORMS AND PUBLICATIONS	
Internet	DRS Web site:		
	www.ct.gov/DRS		
Telephone	CONN-TAX	From a touch-tone phone call:	
	1-800-382-9463 (in-state) or 860-297-5962 (from anywhere) TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.	1-800-382-9463 (in-state) and select Option 2 , or 860-297-4753 (from anywhere) DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.	
Write	Department of Revenue Services Taxpayer Services Division 25 Sigourney Street Hartford CT 06106-5032		
Walk-in Offices	Location	Address	Phone
	Bridgeport	10 Middle Street	203-336-7890
	Hartford	25 Sigourney Street	860-297-5962
	Norwich	2 Cliff Street	860-889-2669
	Hamden	3074 Whitney Avenue, Building #2	203-287-8243
	Waterbury	55 West Main Street, Suite 100	203-805-6789
* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *			
FEDERAL TAX INFORMATION		STATEWIDE SERVICES	
For questions about federal taxes , contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit www.irs.gov		For information on statewide services and programs, visit the ConneCT Web site at www.ct.gov	
To order federal tax forms , call: 1-800-829-3676.			

Department of Revenue Services
State of Connecticut
25 Sigourney Street
Hartford CT 06106-5032

PRSRST STD
U.S. POSTAGE
PAID
STATE OF CT
DEPT OF REVENUE
SERVICES

(Rev. 12/04)

Form CT-1120 ATT
Corporation Business Tax Return Attachment
Schedules H, I, and J

— See Instructions on Reverse —

Corporation Name	Connecticut Tax Registration Number
------------------	-------------------------------------

SCHEDULE H — Connecticut Apportioned Operating Loss Carryover

		Connecticut Apportioned Income (Loss)	Loss Applied to Income Year 2000	Loss Applied to Income Year 2001	Loss Applied to Income Year 2002	Loss Applied to Income Year 2003	COLUMN A		COLUMN B	
							Loss Applied to Income Year 2004		Remaining Loss Available for 2005	
1.	1999									
2.	2000									
3.	2001									
4.	2002									
5.	2003									
6.	TOTAL (Add Lines 1 through 5 in Column A, and Lines 2 through 5 in Column B, and enter here. Enter the amount from Line 6, Column A on Form CT-1120, Schedule A, Line 4.)						▶	00	▶	00

SCHEDULE I — Dividend Deduction

		COLUMN A		COLUMN B	COLUMN C	COLUMN D		COLUMN E		
		Amount		Deduction Rate	Balance (Col. A x Col. B)	Related Expenses (attach schedule)		Dividend Deduction (Col. C – Col. D)		
1.	Dividend Income included in Computation of Federal Taxable Income (Form CT-1120, Schedule D, Line 1). See instructions.	▶	00							
2.	Dividends from domestic corporations less than 20% owned.	▶	00	70% (.70)		▶	00		00	
3.	Dividend Balance (Subtract Line 2 from Line 1).		00	100% (1.0)		▶	00		00	
4.	TOTAL DIVIDEND DEDUCTION (Add Line 2, Column E, and Line 3, Column E. Enter the result here and on Form CT-1120, Schedule D, Line 8)									00

SCHEDULE J — Bonus Depreciation Recovery

	Assets Subject to I.R.C. §168(k) Placed in Service During Income Year	COLUMN A		COLUMN B		COLUMN C		
		2004 MACRS Depreciation on Federal Basis (After I.R.C. §168(k) Bonus)		2004 MACRS Depreciation on Connecticut Basis (Without I.R.C. §168(k) Bonus)		2004 Recovery of I.R.C. §168(k) Bonus Depreciation (Col. B – Col. A)		
1.	2000						00	
2.	2001						00	
3.	2002						00	
4.	2003						00	
5.	2004						00	
6.	FEDERAL BONUS DEPRECIATION RECOVERY (Add Lines 1 through 5, in Column C. Enter the result here and on Form CT-1120, Schedule D, Line 11)							00

Form CT-1120 ATT Instructions

Form CT-1120 ATT must be attached to Form CT-1120, Corporation Business Tax Return, whenever Schedule H, Schedule I, or Schedule J, is used in the calculation of the Connecticut corporation business tax.

SCHEDULE H – Connecticut Apportioned Operating Loss Carryover

Lines 1 through 5 - Enter the amount of the Connecticut apportioned operating income (loss) carryover from the five preceding income years as reported on Connecticut corporation business tax returns filed for those years. Net operating losses incurred for income years beginning prior to January 1, 2000, may be carried forward for five successive income years. Net operating losses incurred in income years beginning on or after January 1, 2000, may be carried forward for 20 successive income years. *Conn. Gen. Stat. §12-217.*

Line 6 - Add Lines 1 through 5 in Column A and enter the total on Line 6, Column A. Add Lines 2 through 5 in Column B and enter the total on Line 6, Column B. Enter the amount from Line 6, Column A on Form CT-1120, Schedule A, Line 4.

SCHEDULE I – Dividend Deduction

Line 1 - Enter in Column A total dividend income included in the computation of federal taxable income, except for dividends received from a real estate investment trust, unless those dividends are: (1) deductible under I.R.C. §243; or (2) received by a qualified dividend recipient from a qualified real estate investment trust.

Line 2 - Enter in Column A dividends from less than 20% owned domestic corporations, which would include dividends from money market funds. The deduction is limited to 70% of gross dividends less related expenses. Multiply Column A by Column B (.70) and enter the result in Column C. Enter in Column D related expenses. (Attach schedule of related expenses and computation.) Subtract Column D from Column C and enter the result in Column E.

Line 3 - Dividend Balance: Subtract Line 2 from Line 1 and enter the result on Line 3, Column A. Multiply Column A by Column B (1.0) and enter the result in Column C. Enter in Column D related expenses. (Attach schedule of related expenses and computation.) Subtract Column D from Column C and enter the total in Column E.

Line 4 - Enter in Column E total dividend deduction. Add Line 2, Column E and Line 3, Column E. Enter the total here and on Form CT-1120, Schedule D, Line 8.

SCHEDULE J – Bonus Depreciation Recovery

Complete Schedule J if the corporation claimed the bonus depreciation under I.R.C. §168(k) for qualifying property placed in service on or after September 10, 2001, and before January 1, 2005, on its federal Form 4562, Depreciation and Amortization. For purposes of the Connecticut corporation business tax, the special deduction permitted under I.R.C. §168(k) is not allowed and depreciation must be calculated without regard to I.R.C. §168(k). Schedule J is used to account for the subtraction modification that must be made to federal net income (loss). For additional information, see **Special Notice 2002(10), Bonus Depreciation for Connecticut Corporation Business Tax Purposes.**

Attach a copy of the 2004 federal Form 4562 and a detailed schedule of those assets for which the I.R.C. §168(k) bonus depreciation was claimed. For each asset, the schedule must list the following:

- A description of the qualifying asset;
- The year in which the asset was placed in service;
- The federal basis (reduced by the bonus depreciation) used for purposes of calculating depreciation using the Modified Accelerated Cost Recovery System (MACRS);
- The Connecticut basis used for purposes of calculating MACRS depreciation (basis not reduced by I.R.C. §168(k) amount);
- The recovery period and convention;
- The depreciation claimed for federal purposes for the income year; and
- The depreciation allowed for Connecticut tax purposes for the income year.

Lines 1 through 5 - These lines are used to account for any qualifying assets placed in service during the corporation's income year(s) for which the bonus depreciation under I.R.C. §168(k) was claimed on federal Form 4562.

Enter in Column A the amount of MACRS depreciation claimed by the corporation on its 2004 federal Form 4562 with respect to those qualifying assets.

Enter in Column B the amount of MACRS depreciation allowed on those same assets for Connecticut corporation business tax purposes for the 2004 income year. Connecticut depreciation is determined under the Internal Revenue Code of 1986 without regard to I.R.C. §168(k).

Enter in Column C the difference between the amount claimed in Column B and the amount claimed in Column A.

Line 6 - Add Lines 1 through 5 in Column C. Enter the total here and on Form CT-1120, Schedule D, Line 11.

Example: In March 2004, a corporation purchases a piece of equipment for \$100,000. Assume the equipment is MACRS 5-year property, the half-year convention applies, and no amount is expensed under I.R.C. §179. For federal tax purposes, the corporation claims the bonus depreciation under I.R.C. §168(k) in the amount of \$50,000 ($\$100,000 \times 50\%$). It then reduces its basis in the equipment to \$50,000 ($\$100,000 - \$50,000$) and uses that reduced basis to calculate its federal MACRS depreciation of \$10,000, ($\$50,000 \times 20\%$). For Connecticut corporation business tax purposes, the corporation must calculate the first year MACRS depreciation allowed for state purposes, using its state basis of \$100,000. This results in a state MACRS depreciation deduction in the amount of \$20,000 ($\$100,000 \times 20\%$). To properly complete Schedule J, the corporation must enter \$10,000 on Line 5, Column A; and \$20,000 on Line 5, Column B. The difference between the state MACRS depreciation (\$20,000) and the federal MACRS depreciation (\$10,000) is \$10,000, which must be entered on Line 5, Column C.

(Rev. 12/04)

Form CT-1120A
Corporation Business Tax Return Apportionment Computation

- See Instructions on Reverse -

Corporation Name	Connecticut Tax Registration Number
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SCHEDULE Q - NET INCOME APPORTIONMENT		
1. (a) Gross receipts from business carried on within Connecticut	▶	00
(b) Gross receipts from business carried on outside Connecticut	▶	00
(c) TOTAL: Add Line 1(a) and Line 1(b)		00
2. Proportion of income attributable to Connecticut: Divide Line 1(a) by Line 1(c) <small>Enter on Form CT-1120, Sch. A, Line 2. Carry to six places.</small>		DECIMAL NOTATION

SCHEDULE R - NET INCOME APPORTIONMENT				
FACTOR	ITEM	COLUMN A CONNECTICUT	COLUMN B EVERYWHERE	COLUMN C
TANGIBLE PROPERTY <i>(Average Monthly Net Book Value)</i>	1. (a) Inventories	▶ 00	▶ 00	Divide Column A by Column B <i>(Carry to six places)</i>
	(b) Depreciable assets	▶ 00	▶ 00	
	(c) Land	▶ 00	▶ 00	
	(d) Capitalized rent	▶ 00	▶ 00	
	(e) Other (See instructions)	▶ 00	▶ 00	
	1. TOTAL	00	00	DECIMAL NOTATION
WAGES, SALARIES, AND OTHER COMPENSATION	2. TOTAL	▶ 00	▶ 00	DECIMAL NOTATION
GROSS RECEIPTS	3. (a) Sales of tangibles	▶ 00	▶ 00	DECIMAL NOTATION
	(b) Services	▶ 00	▶ 00	
	(c) Interest	▶ 00	▶ 00	
	(d) Rents & royalties	▶ 00	▶ 00	
	(e) Net gains from sales of assets	▶ 00	▶ 00	
	(f) Other	▶ 00	▶ 00	
	3. TOTAL	00	00	DECIMAL NOTATION
	4. Enter amount from Line 3, Column C			DECIMAL NOTATION
APPORTIONMENT FRACTION	5. Total (Add Lines 1 through 4 in Column C)			DECIMAL NOTATION
	6. Apportionment (Line 5 divided by number of factors used). Enter here and on Form CT-1120, Schedule A, Line 2.			

SCHEDULE S - MINIMUM TAX BASE APPORTIONMENT				
		COLUMN A CONNECTICUT	COLUMN B EVERYWHERE	COLUMN C
INTANGIBLE ASSETS <i>(Average Monthly Net Book Value)</i>	1. (a) Cash	▶ 00	▶ 00	Divide Line 3, Column A by Line 3, Column B Enter below and on Form CT-1120, <i>Schedule B, Line 2</i> <i>(Carry to six places)</i>
	(b) Notes & accounts receivable	▶ 00	▶ 00	
	(c) Investments (Other than stock)	▶ 00	▶ 00	
	(d) Other	▶ 00	▶ 00	
	1. TOTAL	00	00	
TANGIBLE PROPERTY <i>(Average Monthly Net Book Value)</i>	2. (a) Inventories	▶ 00	▶ 00	DECIMAL NOTATION
	(b) Depreciable assets	▶ 00	▶ 00	
	(c) Land	▶ 00	▶ 00	
	(d) Other	▶ 00	▶ 00	
	2. TOTAL	00	00	
APPORTIONMENT FRACTION	3. Total (Add Line 1 and Line 2)	00	00	

Form CT-1120A Instructions

Complete this form and file it as part of the Corporation Business Tax Return only if the company carried on business within and outside Connecticut and was taxable in another state during the income year for which the return is filed.

A corporation entitled to apportion its income must complete either *Schedule Q*, *Schedule R*, or one of the special apportionment forms listed below. Special apportionment forms are applicable for the following business types:

- **AIR CARRIERS** calculate their apportionment fraction on **Form CT-1120A-A**, *Corporation Business Tax Return Apportionment Computation - Air Carriers*.
- **COMPANIES** whose income is derived from credit card activities calculate their apportionment fraction on **Form CT-1120A-CCA**, *Corporation Business Tax Return Apportionment Computation of Income From Credit Card Activities*.
- **MANUFACTURERS** calculate their apportionment fraction on **Form CT-1120A-MFG**, *Corporation Business Tax Return Apportionment Computation - Manufacturing Companies*.
- **BROADCASTERS** and **PRODUCTION ENTITIES** calculate their apportionment fraction on **Form CT-1120A-BPE**, *Corporation Business Tax Return Apportionment Computation - Broadcasters and Production Entities*.
- **SECURITIES BROKERAGE SERVICES COMPANIES** calculate their apportionment fraction on **Form CT-1120A-SBC**, *Corporation Business Tax Return Apportionment Computation - Securities Brokerage Services*.
- **COMPANIES** (not otherwise conducting business in Connecticut) that are limited partners in a limited partnership doing business in Connecticut may elect to apportion their net income inside and outside Connecticut on **Form CT-1120A-LP**, *Corporation Business Tax Return Apportionment of Limited Partnership Interests*.
- **MOTOR BUS COMPANIES** and **MOTOR CARRIERS** calculate their apportionment fraction on **Form CT-1120A-BMC**, *Corporation Business Tax Return Apportionment - Motor Bus and Motor Carrier Companies*. Income derived from sources other than carrying passengers or tangible property for hire must be apportioned by an apportionment fraction calculated on **Form CT-1120A**, *Schedule Q* or *R*.
- **FINANCIAL SERVICE COMPANIES** calculate their apportionment fraction on **Form CT-1120A-FS**, *Corporation Business Tax Return Apportionment Computation of Income From Financial Service Companies Activities*.

Corporate Partner

A corporation that owns an interest in a partnership or joint venture should include its pro rata share of its apportionment factor (property, payroll, and receipts) in the numerator and denominator of the Connecticut statutory apportionment formula (Conn. Gen. Stat. §12-218) which is used to determine the corporation's portion of its total net income subject to the Connecticut corporation business tax.

SCHEDULE Q - NET INCOME APPORTIONMENT

This schedule should be completed only by companies that derive business income from operations that **do not** involve the manufacture, sale, or use of tangible personal or real property, and are not entitled to apportion their income using one of the special apportionment forms listed above. **Item 1(a)** should include all receipts from business carried on within Connecticut. The components of the receipts factor in *Schedule Q* will be determined in the same manner as in *Schedule R*.

SCHEDULE R - NET INCOME APPORTIONMENT

This schedule should be completed only by companies that derive business income from operations that involve the manufacture, sale, or use of tangible personal or real property, and are not entitled to apportion their income using one of the special apportionment forms listed above.

Item 1. Enter on Lines 1(a), 1(b), 1(c), and 1(e), the average monthly net book value for each category of tangible personal and real property that is held and owned within Connecticut. Enter on Line 1(d) the

average monthly net value of capitalized rent, which is computed by multiplying by eight the gross rents paid directly or indirectly for the use or possession of the rented property. Include interest, taxes, insurance, and repairs to the rented property. Royalties are excluded. Enter on Line 1(e) items such as construction-in-progress, interest in partnerships, etc. Total the amounts and divide Column A by Column B to compute the apportionment fraction, carried to six decimal places.

Item 2. This factor must include all compensation paid by the corporation during the income year to officers and all other employees inclusive of salaries and wages that have been capitalized and not claimed as a deduction in the income year of the return.

Item 3. Enter the gross receipts from sales and other sources during the income year. Include the following: receipts from sales of tangible property delivered or shipped to a purchaser within Connecticut regardless of the f.o.b. point or other conditions of sale; receipts from services performed within Connecticut; interest earned from assets managed or controlled within Connecticut; rents and royalties from property situated within Connecticut; royalties from the use of patents and copyrights within Connecticut; net gains from sales or other disposition of intangible assets managed or controlled within Connecticut; and net gains from sales or disposition of tangible assets situated within Connecticut. If losses from sales or other dispositions of such tangible or intangible assets exceed the gains, enter zero for the net gains. Dividends are excluded from the receipts factor. All other receipts earned within Connecticut not included above must be included in the receipts factor.

Item 4. This factor is the same as Item 3, Column C.

Item 6. Divide the total on Line 5 by the number of factors used. For example, if the taxpayer derives net income from retail sales, this line would contain the sum of its property factor, payroll factor, and the receipts factors on Lines 3 and 4, divided by four (less the number, if any, of factors that are not applicable).

SCHEDULE S - MINIMUM TAX BASE APPORTIONMENT

Item 3. This apportionment factor must include the average monthly net book value of all assets exclusive of holdings of stock of private (nongovernmental) corporations. The intangible assets of a company that has its principal place of business within Connecticut are deemed to have a tax situs within Connecticut unless it can be clearly established that some or all of the assets are held in connection with business conducted during the income year outside Connecticut.

APPORTIONMENT IN SPECIAL CASES

The statutory method is designed to produce a reasonable apportionment within and outside Connecticut, therefore, it must be used in all cases except those in which it has been determined by the Commissioner of Revenue Services that an exception should be made. While the statutory method may produce a result substantially different from that produced by some other method, that fact alone does not justify an exception. It is the responsibility of the taxpayer to show that the statutory apportionment fraction, when applied to its business, provides grossly inequitable results and that the income attributed to Connecticut is out of proportion to the business transacted in Connecticut. The variance must be significant enough to invalidate the assumption that the statutory method is reasonable.

The return of a taxpayer requesting relief from the statutory method of apportionment must be filed initially on the statutory basis using the formula methods prescribed in Conn. Gen. Stat. §§12-218, 12-218b, 12-219a, or 12-244 for computing the net income and the minimum tax base, together with (1) payment of the tax due on the applicable base as so computed, and (2) a statement containing a specific alternate method. Data supporting the contention that the operation of the statutory method is grossly inequitable and attributes to Connecticut an undue proportion of the taxpayer's net income or minimum tax base must be provided. Permission to determine the tax on an alternate basis will not be considered in any case in which this procedure has not been strictly followed.

The Commissioner will notify the company as to whether the proposed alternate method of apportionment is accepted or rejected. If the proposed method is accepted, the tax will be adjusted.

**Form CT-1120K
Business Tax Credit Summary**

(Rev. 12/04)

- See Instructions Before Completing This Form -

Corporation Name	Connecticut Tax Registration Number
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PART I - TAX CREDITS FROM 2004 INCOME YEAR

PART I-A

Financial Institutions Tax Credit

	A Credit Amount Claimed		B Amount Applied to Corporation Tax		C Amount Applied to Other Taxes	D Carryback Amount
1 Financial Institutions	00 ▶		00 ▶			

PART I-B

Tax Credits With Carryback Provisions

	A Credit Amount Claimed		B Amount Applied to Corporation Tax		C Amount Applied to Other Taxes	D Carryback Amount
2 Neighborhood Assistance (See instructions)	00 ▶		00 ▶		00 ▶	00
3 Housing Program Contribution (See instructions)	00 ▶		00 ▶		00 ▶	00
4 Employer-Assisted Housing (See instructions)	00 ▶		00 ▶		00 ▶	00
5 TOTAL PART I-B (Add Lines 2 through 4 and enter in the appropriate columns)	00 ▶		00 ▶		00 ▶	00

PART I-C

Tax Credits Without Carryback or Carryforward Provisions

	A Credit Amount Claimed		B Amount Applied to Corporation Tax		C Amount Applied to Other Taxes	D Carryback or Carryforward Amount
6 Apprenticeship Training (See instructions)	00 ▶		00 ▶			
7 Manufacturing Facility Credit for Facilities Located in a Targeted Investment Community/Enterprise Zone (Form CT-1120 TIC/EZ)	00 ▶		00 ▶			
8 Computer Donation (See instructions)	00 ▶		00 ▶		00 ▶	
9 Grants to Institutions of Higher Education (Form CT-1120GC)	00 ▶		00 ▶			
10 Machinery and Equipment (Form CT-1120 MEC)	00 ▶		00 ▶			
11 Traffic Reduction (See instructions)	00 ▶		00 ▶			
12 Displaced Electric Worker (Form CT-1120 DEWC)	00 ▶		00 ▶			
13 TOTAL PART I-C (Add Lines 6 through 12 and enter in the appropriate columns)	00 ▶		00 ▶		00 ▶	

PART I-D
Tax Credits With
Carryforward Provisions

A	B	C	D	E
Carryforward Amount From Previous Income Years	2004 Credit Amount Claimed	Amount Applied to Corporation Tax	Amount Applied to Other Taxes or Exchanged	Carryforward Amount to 2005

14	Housing Program Contribution (See instructions) (Form CT-1120 HPC)	00			00	00	00	00
15	Employer-Assisted Housing (See instructions) (Form CT-1120 EAH)	00			00	00	00	00
16	Hiring Incentive (Form CT-1120 HIC)	00		00	00			00
17	Clean Alternative Fuel-Vehicles, Equipment, and Related Filling or Recharging Stations (Form CT-1120 CAF)	00		00	00		00	00
18	Research and Experimental Expenditures (Form CT-1120RC. Enter amount exchanged in Column D.)	00		00	00		00	00
19	Research and Development (Form CT-1120 RDC. Enter amount exchanged in Column D.)	00		00	00		00	00
20	Fixed Capital Investment (Form CT-1120 FCIC)	00		00	00			00
21	Human Capital Investment (Form CT-1120 HCIC)	00		00	00			00
22	Insurance Reinvestment Fund (Form CT-IRF)	00		00	00		00	00
23	Small Business Administration Guaranty Fee (Form CT-1120 SBA)	00		00	00			00
24	Historic Homes Rehabilitation (Form CT-1120 HHR)	00		00	00		00	00
25	Donation of Open Space Land (Form CT-1120 DOS)	00		00	00			00
26	Air Pollution (Form CT-1120AP)	00			00			00
27	TOTAL PART I-D (Add Lines 14 through 26 in Columns A through E. For Column D, do not include Line 18 and Line 19 in the total amount.)	00		00	00		00	00

PART I-E
Electronic Data Processing
Equipment Property
Tax Credit

A	B	C	D	E
Carryforward Amount From Previous Income Years	2004 Credit Amount Claimed	Amount Applied to Corporation Tax	Amount Applied to Other Taxes	Carryforward Amount to 2005

28	Electronic Data Processing Equipment Property Tax Credit (Form CT-1120 EDPC)	00		00	00		00	00
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PART II - TAX CREDITS APPLIED TO THE CORPORATION BUSINESS TAX
(Combined return filers – Do not complete Part II.)

1	Tax Credit Limitation (Enter amount from Form CT-1120, Schedule C, Line 4)		00
2	Financial Institutions Credit (Enter amount from Form CT-1120K, Part I-A, Line 1, Column B. Do not exceed amount on Line 1.)		00
3	Creditable corporation business tax balance (Subtract Line 2 from Line 1)		00
4	Tax Credits With Carryback Provisions (Enter amount from Form CT-1120K, Part I-B, Line 5, Column B. Do not exceed amount on Line 3.)		00
5	Creditable corporation business tax balance (Subtract Line 4 from Line 3)		00
6	Tax Credits Without Carryback or Carryforward Provisions (Enter amount from Form CT-1120K, Part I-C, Line 13, Column B. Do not exceed amount on Line 5.)		00
7	Creditable corporation business tax balance (Subtract Line 6 from Line 5)		00
8	Tax Credits With Carryforward Provisions (Enter amount from Form CT-1120K, Part I-D, Line 27, Column C. Do not exceed amount on Line 7. Carryforward credits that expire first should be claimed before any credit carryforward that will expire later or not at all.)		00
9	Creditable corporation business tax balance (Subtract Line 8 from Line 7)		00
10	Electronic Data Processing Equipment Property Tax Credit (Enter amount from Form CT-1120K, Part I-E, Line 28, Column C. Carryforward credit that expires first should be claimed before any credit carryforward that will expire later. Do not exceed amount on Line 9.)		00
11	TOTAL CORPORATION BUSINESS TAX CREDITS APPLIED (Add Part II, Lines 2, 4, 6, 8, and 10. Enter here and on Form CT-1120, Schedule C, Line 5. Do not exceed amount on Line 1.)	▶	00

PART III - TAX CREDITS APPLIED TO TAXES OTHER THAN CORPORATION BUSINESS TAX

Name of tax: _____ (Duplicate Part III as necessary.)

1	Tax (Enter the actual tax amount from the appropriate tax form)		00
2	Tax Credits With Carryback Provisions (Enter amount from Form CT-1120K, Part I-B, Line 5, Column C. Do not exceed amount on Line 1.)		00
3	Tax balance (Subtract Line 2 from Line 1)		00
4	Tax Credits Without Carryback or Carryforward Provisions (Enter amount from Form CT-1120K, Part I-C, Line 13, Column C. Do not exceed the amount on Line 3.)		00
5	Tax balance (Subtract Line 4 from Line 3)		00
6	Tax Credits With Carryforward Provisions (Enter amount from Form CT-1120K, Part I-D, Line 27, Column D. Do not exceed amount on Line 5.)		00
7	Tax balance (Subtract Line 6 from Line 5)		00
8	Electronic Data Processing Equipment Property Tax Credit (Enter amount from Form CT-1120K, Part I-E, Line 28, Column D. Do not exceed amount on Line 7.)		00
9	TOTAL TAX CREDITS APPLIED TO TAX OTHER THAN CORPORATION BUSINESS TAX (Add Part III, Lines 2, 4, 6, and 8. Enter here and on the appropriate tax return. Do not exceed amount on Line 1.)	▶	00

FORM CT-1120 EXT

General Instructions

Purpose: Use Form CT-1120 EXT, *Application for Extension of Time to File Corporation Business Tax Return*, to request a six-month extension to file Form CT-1120, *Corporation Business Tax Return*, Form CT-1120CR, *Combined Corporation Business Tax Return*, or Form CT-1120U, *Unitary Corporation Business Tax Return*. It is not necessary to include a reason for the Connecticut extension request if an extension on federal Form 7004 was filed with the Internal Revenue Service.

If federal Form 7004 was not filed, the corporation may apply for a six-month extension to file the Connecticut Corporation Business Tax Return if there is reasonable cause for the request.

To get a Connecticut filing extension the corporation MUST:

- Complete Form CT-1120 EXT in its entirety;
- File it by the first day of the fourth month following the close of the income year; and
- Pay the amount shown on front, Line 13.

Form CT-1120 EXT **only** extends the **time to file** the Connecticut Corporation Business Tax Return. Form CT-1120 EXT **does not extend the time to pay** the amount of tax due.

Interest is assessed at 1% (.01) per month or fraction of a month on any underpayment of tax computed from the first day of the fourth month following the close of the income year. The penalty for underpayment of tax is 10% (.10) of the tax due or \$50, whichever is greater.

A taxpayer that has been granted a filing extension may avoid a late payment penalty if the outstanding balance due is 10% or less and is paid with the filing of the Connecticut Corporation Business Tax Return. If no tax is due, the Commissioner of Revenue Services may impose a \$50 penalty for the late filing of any return or report that is required by law to be filed.

When to File Form CT-1120 EXT: File Form CT-1120 EXT 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 must be filed 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. If your check is returned for insufficient or uncollected funds, DRS may resubmit the check to your bank electronically.

Mail to: Department of Revenue Services
PO Box 2974
Hartford CT 06104-2974

Limit on Credits: Effective for income years beginning on or after January 1, 2002, the amount of tax credit or credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% of the amount of tax due under the corporation business tax prior to the application of tax credits. *Conn. Gen. Stat. §12-217zz*

Minimum Tax Change: Effective for income years beginning on or after January 1, 2002, no tax credit allowed against the corporation business tax shall reduce a company's minimum tax to an amount less than \$250. In addition, financial service companies are no longer exempt from the \$250 minimum tax and may not apply any tax credits to reduce the minimum tax below \$250. *Conn. Gen. Stat. §§12-219 and 12-223c*

Surtax: For income years beginning on or after January 1, 2004, and prior to January 1, 2005, any company subject to the corporation business tax must pay a surtax equal to 25% (.25) of the tax due without regard to credits. The surtax **does not** apply to the minimum tax of \$250. *Conn. Gen. Stat. §12-214(b), as amended by 2003 Conn. Pub. Acts 2, §32, as further amended by 2003 Conn. Pub. Acts 1, §87 (June 30 Spec. Sess.)*

Required Information: Enter the beginning and ending dates of the corporation's income year, corporate name, address, Connecticut Tax Registration Number, and Federal Employer Identification Number (FEIN).

Signature: An officer of the corporation must sign this form.

Paid Preparer Signature: Anyone who is paid to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number or Preparer Tax Identification Number (PTIN), their firm's FEIN, and their firm's address and telephone number in the spaces provided.

Others Who May Sign: Anyone (including attorneys, accountants, and enrolled agents) with a signed Power of Attorney may sign for the corporation in place of a corporate officer.

Special Instructions — Combined Tentative Corporation Business Tax Return: If two or more affiliated corporations electing to file a Combined Corporation Business Tax Return apply for an extension, complete the schedule below. Attach a list of additional corporations if needed.

Form CT-1120CC, Combined Return Consent, should be attached to this Form CT-1120 EXT for the initial income year an affiliate is included. The election to file a Combined Corporation Business Tax Return will require the filing of a Combined Corporation Business Tax Return for five successive income years.

	Check here for: <input type="checkbox"/> Addition <input type="checkbox"/> Deletion of Affiliates (Attach explanation)	
Affiliate Name	CT Tax Registration Number	Federal Employer ID Number

Special Instructions — Unitary Filers: If two or more affiliated corporations electing to file a Unitary Corporation Business Tax Return apply for an extension, complete Column A and Column B *only*, of the schedule below. Attach a list of additional corporations if needed.

Complete This Schedule if Filing a Unitary or Combined Corporation Business Tax Return

NO.	COLUMN A Affiliated Corporations Included In This Combined Return:	COLUMN B CT Tax Registration No.	COLUMN C Tentative Amount of Tax	COLUMN D Tax Credits	COLUMN E Overpayment From Prior Year	COLUMN F Payments of Estimated Tax
1	COMMON PARENT OR DESIGNATED CT PARENT:	-000				
2		-000				
3		-000				
4		-000				
5		-000				
6		-000				
7		-000				
8		-000				

Form CT-1120AB
Add Back and Exceptions to Add Back
of Interest and Intangible Expenses

(Rev. 12/04)

For Income Year	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Form CT-1120AB, Add Back and Exceptions to Add Back of Interest and Intangible Expenses, must be completed by each corporation that paid, accrued, or incurred interest expenses to a related member or intangible expenses and costs, and interest expenses and costs related to intangibles to a related member. All interest expenses and intangible expenses and costs that are paid, accrued, or incurred to a related member must be added back to income. To be entitled to an exception from the add back of expenses and a corresponding deduction from net income, the taxpayer must complete this form.

PART I - ADD BACK

A - Total Interest Expenses Add Back			
1.	Total interest expenses paid to a related member. Do not include any interest expense and costs related to intangibles. Enter amount here and on Form CT-1120, Schedule D, Line 4.	1.	00

B - Total Intangible Expenses Add Back			
1.	Total intangible expenses and costs paid to a related member. Enter amount here and on Form CT-1120, Schedule D, Line 5.	1.	00

PART II - EXCEPTIONS TO ADD BACK

A - Exceptions to Interest Expenses Add Back			
1.	Enter total from Part III, <i>Schedule A</i> , Line 5. Enter here and on Form CT-1120, Schedule D, Line 12.	1.	00
2.	Enter total from Part III, <i>Schedule B</i> , Line 5. Enter here and on Form CT-1120, Schedule D, Line 13	2.	00
3.	Enter total from Part III, <i>Schedule C</i> , Line 5. Enter here and on Form CT-1120, Schedule D, Line 14	3.	00
4.	Total Exceptions. Add Lines 1 through 3 and enter the total here	4.	00

B - Exceptions to Intangible Expenses Add Back			
1.	Enter total from Part V, <i>Schedule A</i> , Line 5. Enter here and on Form CT-1120, Schedule D, Line 15.	1.	00

PART III - EXCEPTIONS TO INTEREST EXPENSES ADD BACK

The following questions are applicable to *Schedule A* and *Schedule B* below. In order to complete *Schedule A* and *Schedule B*, the answer to Question 1 and Question 2 must be "Yes." If the answer to Question 1 or Question 2 is "No," the taxpayer does not qualify for the exceptions provided in *Schedule A* and *Schedule B*.

1.	Can the taxpayer establish by clear and convincing evidence that a principal purpose of the payment of interest to a related member was not to avoid the payment of taxes due under Chapter 208 of the Connecticut General Statutes? If "Yes," attach such evidence for each payment to a related member.	<input type="checkbox"/> Yes	<input type="checkbox"/> No
2.	Was the interest that the taxpayer paid to a related member paid according to a written contract that reflects an arm's length rate of interest and sets forth the terms of the loan? If "Yes," enter the date of the contract that gave rise to the interest deduction. If "No," the interest must be added back. Contract Date _____	<input type="checkbox"/> Yes	<input type="checkbox"/> No
3.	Was the transaction giving rise to the payment of interest entered into after a recommendation by a tax professional regarding the tax implications or consequences of such transaction?	<input type="checkbox"/> Yes	<input type="checkbox"/> No

Schedule A - Exception for Interest Paid, Accrued, or Incurred to a Related Member That is Taxed at a Similar Rate.

Name of Related Member	Federal Employer ID Number (FEIN) of Related Member	Fiscal Period of Related Member	
Name of state or foreign nation in which the related member is subject to a tax on net income			
Amount of interest income included in the measure of net income subject to tax by the state or foreign nation			
<p>This exception does not apply to transactions with a related member when the related member:</p> <ul style="list-style-type: none"> Files in another jurisdiction with the taxpayer on a combined, consolidated, or unitary basis which results in the interest expense of the taxpayer and the interest income of the related member being offset or eliminated; Has a net operating loss; or Pays tax on a basis other than net income including, but not limited to, a gross receipts tax, capital base tax, or a business and occupational tax. <p>If claiming this exception for transactions with more than one related member, complete this schedule for each related member and enter the total for all related members on Part II A, Line 1.</p>			
1.	Amount of deductible interest claimed by taxpayer and paid to a related member	1.	00
2.	Enter the taxable income of the related member in this state or in another state	2.	00
3.	Enter the tax paid by the related member in this state or in another state	3.	00
4.	Divide Line 3 by Line 2	4.	.
5.	Exception Amount. If Line 4 is equal to or greater than 4.5% (.045), enter the amount from Line 1 here and on Part II A, Line 1. Otherwise enter "0"	5.	00

Schedule B - Exception for Certain Related Members That are Insurance Companies

1.	Is the related member that received the interest income a company subject to tax under Chapter 207 of the Connecticut General Statutes?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	
2.	Is the related member that received the interest income a company subject to a tax in another state that is comparable to the tax under Chapter 207 of the Connecticut General Statutes?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	
<p>If the answer to either of the above questions is "Yes," complete the following schedule. If the answer to both questions is "No," the taxpayer does not qualify for this exception.</p>				
	Name of Related Member	FEIN	State in Which Taxes Were Paid	Amount Deducted
1.				00
2.				00
3.				00
4.				00
5.	Total. Enter here and on Part II A, Line 2.			00

Schedule C - Exception for Interest Paid to Related Members Subject to Tax in Foreign Nations

Was any interest paid, accrued, or incurred to a related member in a foreign nation which has in force a comprehensive income tax treaty with the United States?	<input type="checkbox"/> Yes	<input type="checkbox"/> No
If the answer to the above question is "Yes," complete the following schedule. If the answer to the above question is "No," the taxpayer does not qualify for this exception.		

	Name of Related Member	Name of Foreign Nation	Description of Treaty	Amount Deducted
1.				00
2.				00
3.				00
4.				00
5.	Total. Enter here and on Part II A, Line 3.			00

PART IV - UNITARY ELECTION

If a taxpayer is subject to the interest expenses add back, the taxpayer may elect to calculate its tax on a unitary basis including all members of the unitary group, provided the taxpayer clearly establishes that there are substantial intercorporate business transactions among the included corporations. The election to file on a unitary basis shall be irrevocable for and applicable for five successive income years.

Does the taxpayer file on a unitary basis in another state?	<input type="checkbox"/> Yes	<input type="checkbox"/> No
If the answer to the above question is "Yes," are all the same companies that are filing on a unitary basis in another state included in the Connecticut Form CT-1120U, Unitary Corporation Business Tax Return ?	<input type="checkbox"/> Yes	<input type="checkbox"/> No

If "Yes," the taxpayer may elect to file on a unitary basis subject to the following:

- The unitary group must file on **Form CT-1120U**, located on the DRS Web site;
- The unitary group must use a three factor apportionment formula consisting of property, payroll, and double weighted gross receipts under Conn. Gen. Stat. §12-218(c);
- Each corporation included in the unitary group is subject to the \$250 minimum tax;
- The unitary group is subject to the 25% (.25) surtax. The surtax does not apply to the \$250 minimum tax;
- The unitary group may not use net operating losses that have been carried forward. Only losses incurred by the unitary group in the first year of the unitary election (and thereafter) can be used on the unitary return;
- The unitary group may not use credits that have been carried forward. Only credits earned by the unitary group in the first year of the unitary election (and thereafter) can be used on the unitary return;
- The unitary group must complete **Form CT-1120Q, Connecticut Corporate Unitary Questionnaire**, located on the DRS Web site. The questionnaire must be attached to **Form CT-1120U**; and
- The election to file on a unitary basis is irrevocable for five successive income years.

PART V - INTANGIBLE EXPENSES AND COSTS WITH A RELATED MEMBER

<p>1. Did the taxpayer deduct intangible expenses and costs in connection with a transaction with a related member involving:</p> <p>a) The direct or indirect acquisition, use, maintenance or management, ownership, sale, exchange, or any other disposition of intangible property;</p> <p>b) Factoring transactions or discounting transactions;</p> <p>c) Royalty, patents, technical and copyright fees; or</p> <p>d) Licensing fees?</p>	<input type="checkbox"/> Yes <input type="checkbox"/> Yes <input type="checkbox"/> Yes <input type="checkbox"/> Yes	<input type="checkbox"/> No <input type="checkbox"/> No <input type="checkbox"/> No <input type="checkbox"/> No
2. Did the taxpayer deduct directly or indirectly, interest expenses and costs in connection with a transaction with a related member that involved the direct or indirect acquisition, maintenance, management, ownership, sale, exchange, or disposition of intangible property?	<input type="checkbox"/> Yes	<input type="checkbox"/> No

If the answer to any of the above questions is "Yes," the total expenses must be added back and reported on Part I B, Line 1; and **Form CT-1120, Schedule D**, Line 5.

Schedule A

1.	Did the related member during the same income year directly or indirectly pay the amount deducted to an unrelated third-party?	<input type="checkbox"/> Yes	<input type="checkbox"/> No
2.	Did the taxpayer and the Commissioner agree in writing that the taxpayer did not have to add back expenses?	<input type="checkbox"/> Yes	<input type="checkbox"/> No

If the answer to either of the above questions is "Yes," complete the schedule below:

Name of Related Member		FEIN	Amount Deducted
1.			00
2.			00
3.			00
4.			00
5.	Total. Enter here and on Part II B, Line 1.....		00

Form CT-1120U

Unitary Corporation Business Tax Return

2004

ENTER INCOME YEAR BEGINNING _____, **2004, AND ENDING** _____

Total Assets	00	Name of Parent or Designated Connecticut Parent Corporation	
Gross Receipts	00	Address	Number and Street
NAICS Code (see instructions)			PO Box
Audited By	<input type="checkbox"/> F <input type="checkbox"/> O	City or Town	State ZIP Code

PARENT OR DESIGNATED CT PARENT CONNECTICUT TAX REGISTRATION NUMBER	
DRS USE ONLY	
-	- 20
FEDERAL EMPLOYER ID NUMBER	

- CHECK ALL APPLICABLE BOXES**
- Change of: Closing Month Address
 - Unitary Return Status: Final Return Short Period Return
 - Has any corporation within the group: Dissolved Withdrawn Merged/Reorganized (Enter survivor's CT Tax Reg#)
 - Is this the first year this group is filing a unitary return? Yes (Attach Form CT-1120Q and Form CT-1120CC) No
 - Does any nexus company pay interest to a related member? Yes (Attach Form CT-1120AB) No
 - Is the unitary group exchanging R & D tax credits? Yes (Attach Form CT-1120 XCH) No
 - Is the unitary group annualizing its income? Yes (Attach Form CT-1120I) No
 - Is any corporation filing Form CT-1120 PIC? Yes (Attach Form CT-1120 PIC) No

SCHEDULE OF CORPORATIONS INCLUDED IN THE UNITARY RETURN (If additional lines are needed, attach a schedule.)

CORPORATION NAME	NEXUS WITH CT (✓)	CT TAX REGISTRATION NUMBER	FEDERAL EMPLOYER ID NUMBER
1. COMMON PARENT OR DESIGNATED CONNECTICUT PARENT	▶	- 000	
2.	▶	- 000	
3.	▶	- 000	

Tax registration number must be included for parent and all affiliates (if applicable).

Minimum Tax Calculation

1. Enter the total number of corporations included in this unitary return.	▶ 1		
2. MINIMUM TAX (Multiply Line 1 by \$250)	▶ 2		00

- ATTACH A COMPLETE COPY OF FORM 1120 INCLUDING ALL SCHEDULES AS FILED WITH THE INTERNAL REVENUE SERVICE -

SCHEDULE A - COMPUTATION OF TAX ON NET INCOME

1. Net income (Schedule D, Line 18)	▶ 1		00
2. Apportionment fraction (Form CT-1120A, Schedule R)	▶ 2	0.	
3. Connecticut net income (Multiply Line 1 by Line 2)	▶ 3		00
4. Operating loss carryover (See instructions)	▶ 4		00
5. Income subject to tax (Subtract Line 4 from Line 3)	▶ 5		00
6. TAX: Multiply Line 5 by 7.5% (.075)	▶ 6		00

SCHEDULE B - COMPUTATION OF MINIMUM TAX ON CAPITAL

1. Minimum tax base (Schedule E, Line 6, Column C)	▶ 1		00
2. Apportionment fraction (Form CT-1120A, Schedule S)	▶ 2	0.	
3. Multiply Line 1 by Line 2	▶ 3		00
4. Number of months covered by this return	▶ 4		
5. Multiply Line 3 by Line 4, divide the result by 12	▶ 5		00
6. TAX: (3 and 1/10 mills per dollar) Multiply Line 5 by .0031. (Maximum tax for Sch. B is \$1,000,000)	▶ 6		00

SCHEDULE C - COMPUTATION OF AMOUNT PAYABLE (MINIMUM TAX \$250)

1a. Tax (Greater of Schedule A, Line 6; Schedule B, Line 6; or Minimum Tax)	▶ 1a		00
1b. Surtax (Line 1a multiplied by 25% (.25). If Line 1a equals Minimum Tax, enter zero.)	▶ 1b		00
1c. Recapture of Tax Credits (See instructions)	▶ 1c		00
1. TOTAL TAX (Enter the total of Line 1a, Line 1b, and Line 1c. If no tax credits claimed, also enter on Line 6.)	▶ 1		00
2. Multiply Line 1 by 30% (0.30)	▶ 2		00
3. Enter the greater of Line 2 or Minimum Tax	▶ 3		00
4. Tax Credit Limitation (Subtract Line 3 from Line 1)	▶ 4		00
5. Tax Credits (Form CT-1120K, Part II, Line 11. See instructions. Do not exceed amount on Line 4.)	▶ 5		00
6. Balance of tax payable (Subtract Line 5 from Line 1)	▶ 6		00
7a. Paid with application for extension (Form CT-1120 EXT)	▶ 7a		00
7b. Paid with estimates (Forms CT-1120 ESA, ESB, ESC, & ESD)	▶ 7b		00
7c. Overpayment from prior year	▶ 7c		00
7. TAX PAYMENTS (Enter the total of Lines 7a, 7b, and 7c)	▶ 7		00
8. Balance of tax due (overpaid) (Subtract Line 7 from Line 6)	▶ 8		00
9. Add Penalty ▶ (9a) _____ .00 Interest ▶ (9b) _____ .00 CT-1120I Interest ▶ (9c) _____ .00	▶ 9		00
10. Amount to be credited to 2005 estimated tax ▶ (10a) _____ .00 Refunded ▶ (10b) _____ .00	▶ 10		00
11. Balance due with this return (Add Line 8 and Line 9)	▶ 11		00

Make check payable to: **Commissioner of Revenue Services** (Attach check to return with paper clip. Do not staple.)
Mail to: **Department of Revenue Services**
PO Box 2974, Hartford CT 06104-2974

SCHEDULE D - COMPUTATION OF NET INCOME		
1. Federal taxable income (loss) before net operating loss and special deductions	1	00
2. Interest income wholly exempt from federal tax	2	00
3. Unallowable deduction for corporation tax (Schedule F, Line 8)	3	00
4. Interest expenses paid to a related member (Form CT-1120AB, Part I A, Line 1)	4	00
5. Intangible expenses and costs paid to a related member (Form CT-1120AB, Part I B, Line 1)	5	00
6. Federal bonus depreciation (See instructions)	6	00
7. TOTAL (Add Lines 1 through 6)	7	00
8. Dividend deduction (Form CT-1120 ATT, Schedule I, Line 4)	8	00
9. Capital loss carryover (if not deducted in computing federal capital gain)	9	00
10. Capital gain from sale of preserved land	10	00
11. Federal bonus depreciation recovery (Form CT-1120 ATT, Schedule J, Line 6)	11	00
12. Exceptions to interest add back (Form CT-1120AB, Part II A, Line 1)	12	00
13. Exceptions to interest add back (Form CT-1120AB, Part II A, Line 2)	13	00
14. Exceptions to interest add back (Form CT-1120AB, Part II A, Line 3)	14	00
15. Exceptions to add back of intangible expenses paid to a related member (Form CT-1120AB, Part II B, Line 1)	15	00
16. Other (Attach explanation)	16	00
17. TOTAL (Add Lines 8 through 16)	17	00
18. NET INCOME (Subtract Line 17 from Line 7. Enter here and on Schedule A, Line 1.)	18	00

SCHEDULE E - COMPUTATION OF MINIMUM TAX BASE (See Instructions)	COLUMN A		COLUMN B	COLUMN C <i>(COLUMN A plus COLUMN B) DIVIDED BY 2</i>
	BEGINNING OF YEAR	END OF YEAR	END OF YEAR	
1. Capital stock (federal Schedule L, Line 22a and Line 22b)	00		00	
2. Surplus and undivided profits (federal Schedule L, Lines 23, 24, and 25)	00		00	
3. Surplus reserves (Attach schedule)	00		00	
4. Total (Add Lines 1, 2, and 3.) Enter average in Column C	00		00	00
5. Holdings of stock of private corporations (attach schedule). Enter average in Column C	00		00	00
6. Balance (Subtract Line 5, Column C, from Line 4, Column C. Enter here and on Schedule B, Line 1.)				00

SCHEDULE F - TAXES	COLUMN A	COLUMN B
1. Payroll	00	
2. Real property	00	
3. Personal property	00	
4. Sales and use	00	
5. Other (See instructions)	00	
6. Connecticut corporation business (Deducted in the computation of federal taxable income)		00
7. Tax on or measured by income or profits imposed by other states or political subdivisions (Deducted in the computation of federal taxable income). ATTACH SCHEDULE		00
8. Total unallowable deduction for corporation business tax purposes (Add Line 6 and Line 7, Column B. Enter here and on Schedule D, Line 3.)		00

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

SIGN HERE Keep a copy of this return for your records	Corporate Officer's Name (Print)		Corporate Officer's Signature		Date	May DRS contact the preparer shown below about this return? Yes <input type="checkbox"/> No <input type="checkbox"/>
	Title		Telephone Number ()			
	Paid Preparer's Name (Print)		Paid Preparer's Signature		Date	Preparer's SSN or PTIN
	Firm's Name and Address		FEIN		Telephone Number ()	

(Rev. 12/04)

Form CT-1120U

Unitary Corporation Business Tax Return Instructions

GENERAL INFORMATION

Who May File Form CT-1120U

Form CT-1120U, *Unitary Corporation Business Tax Return*, may be filed by a taxpayer in two situations:

1. Taxpayer is subject to interest add back.

If the taxpayer in computing net income under Conn. Gen. Stat. §12-217, is required to add back otherwise deductible interest expenses and costs directly or indirectly paid, accrued, or incurred to one or more related members, the taxpayer may elect to calculate its tax on a unitary basis using **Form CT-1120U**, including all members of the unitary group provided there are substantial intercorporate business transactions among such included corporations. (See 2003 Conn. Pub. Acts 6, §78 (June 30 Spec. Sess.); or

2. Taxpayer petitions for and is granted approval by the Commissioner of Revenue Services (Commissioner) to file on a unitary method.

If the taxpayer petitions the Commissioner to file a combined corporation business tax return on a unitary basis, because the statutory method of determining the taxpayer's combined measure of the tax is deemed by the taxpayer to unfairly attribute an undue proportion of its taxable income or minimum tax base to Connecticut, and the petition is granted by the Commissioner, the taxpayer may calculate its tax on a unitary basis using **Form CT-1120U**.

Definition of a Unitary Business

A **Unitary Business** is characterized by significant flows of value evidenced by factors such as those described in *Mobil Oil Corp. v. Vermont*, 445 U.S. 425 (1980): functional integration, centralization of management, and economies of scale. These factors provide evidence of whether the business activities operate as an integrated whole or exhibit substantial mutual interdependence. Facts suggesting the presence of the factors mentioned above should be analyzed in combination for their cumulative effect and not in isolation.

Consent and Notice of Election

Each corporation that consents to be included in a Unitary 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 unitary 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 unitary 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 unitary return may subsequently revoke its election; however, 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 unitary return. The election to discontinue the unitary filing 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 unitary return, and the election must be made by the electing corporations by the due date or the extended due date of the return for the initial income year for which the election is made.

Calculation of the Unitary Tax

The unitary return is subject to the following:

- The unitary group must meet the definition of a unitary business as set forth above;
- Each corporation included in the Connecticut unitary group must complete a separate **Form CT-1120**, *Corporation Business Tax Return*;
- The unitary group must use a three factor apportionment formula consisting of property, payroll, and double weighted gross receipts under Conn. Gen. Stat. §12-218(c);
- Each corporation included in the unitary group is subject to the minimum tax under Conn. Gen. Stat. §12-219;
- The unitary group is subject to the surtax;
- The unitary group must calculate the capital base tax under Conn. Gen. Stat. §12-219 on a unitary basis. In calculating the capital base tax, intercompany stock holdings should be eliminated;
- The unitary group must complete and attach **Form CT-1120Q**, *Connecticut Corporate Unitary Questionnaire*, located on the Department of Revenue Services (DRS) Web site at www.ct.gov/DRS; and
- The unitary group must complete and attach **Form CT-1120AB**, *Add Back and Exceptions to Add Back of Interest and Intangible Expenses*, located on the DRS Web site, if applicable.

Special Instructions for First Year Unitary Filers

- The unitary group cannot use net operating losses that have been carried forward from returns filed prior to the establishment of the Connecticut unitary group. Only losses incurred by the unitary group in the first year of the unitary return (and thereafter) can be taken on the unitary return;
- The unitary group cannot use tax credits that were earned prior to the establishment of the Connecticut unitary group. Only tax credits earned by the unitary group in the first year of the unitary return (and thereafter) can be claimed on the unitary return; **and**
- If the taxpayer elects to file on a unitary basis, the election is irrevocable for five successive income years.

General Computation

The unitary tax shall be measured by the combined entire net income of all the corporations included in the return as if they were one corporation. In computing combined entire net income, intercorporate dividends shall be eliminated. The combined entire net income of such corporations shall be apportioned to Connecticut as if they were one corporation, and the provisions of Conn. Gen. Stat. §12-223b governing intercompany rents and business receipts shall apply.

Attachments Required

Attach to **Form CT-1120U**, 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 must be completed and attached to **Form CT-1120U**, for each corporation included in the unitary group.

All applicable tax credit forms, schedules, any other required forms, and any letters of approval or eligibility received from the agency administering the tax credit must be attached to and made part of this tax return for each corporation included in the unitary group.

When to File Form CT-1120U

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 unitary 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:

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

This list is subject to change. See **Policy Statement 2002(4), Designated Private Delivery Services and Designated Types of Service.**

If **Form CT-1120U** is filed late, see *Interest and Penalties* on Page 3, 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 unitary group 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 unitary group'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.

Form CT-1120 EXT extends only the time to file the unitary tax return; it does not extend the time to pay the tax. Interest on any tax not paid by the original due date is computed at 1% (.01) per month or fraction of a month.

Where to File

Make check or money order payable to the Commissioner of Revenue Services, and paper clip the check or money order to the front of the return. Do not staple. If your check is returned for insufficient or uncollected funds, DRS may resubmit the check to your bank electronically. Mail **Form CT-1120U** to:

**Department of Revenue Services
PO Box 2974
Hartford CT 06104-2974**

Amended Returns

Any corporation within the group that fails to include items of income or deduction or makes any other error on a return must file an amended return using **Form CT-1120X, Amended Corporation Business Tax Return**. A copy of federal Form 1120X must be attached to substantiate any changes to federal net income.

Internal Revenue Service Changes

Corrections to taxable income by the Internal Revenue Service (IRS) must be reported to the Commissioner of Revenue Services within 90 days after receipt of the final notice of correction from the IRS. All federal adjustments must be reported using **Form CT-1120X**. An extension request for reporting federal audit changes may be submitted in writing to the Commissioner of Revenue Services stating the reason additional time is required.

Estimated Tax Payments

Every corporation carrying on or having the right to carry on business in Connecticut whose estimated current year tax exceeds \$1,000 must pay estimated tax payments in four installments. See *General Instructions on Forms CT-1120 ESA, ESB, ESC, and ESD, Estimated Corporation Business Tax*. DRS mails four preprinted estimated tax payment coupons with instructions to corporations that paid estimated tax or had a Connecticut corporation tax liability exceeding \$1,000 in the prior taxable year. Using these preprinted forms will ensure accuracy and timeliness in processing estimated tax payments. These forms are also available on the DRS Web site at www.ct.gov/DRS

The required annual payment is the lesser of:

- 90% of the tax 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 shown on the return for the previous income year without regard to any tax 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):

1st Installment - March 15, 2005
30% of prior year tax (which includes the surtax) or 27% of current year tax
2nd Installment - June 15, 2005
70% of prior year tax (which includes the surtax) or 63% of current year tax
3rd Installment - September 15, 2005
80% of prior year tax (which includes the surtax) or 72% of current year tax
4th Installment - December 15, 2005
100% of prior year tax (which includes the surtax) or 90% of current year tax

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

Corporations can use *Fast-File* to electronically file **Forms CT-1120 ESA, ESB, ESC, and ESD**, and pay the tax due. *Fast-File* is a quick, easy, and secure way to fulfill Connecticut tax responsibilities without paper or postage. Visit the DRS Web site at www.ct.gov/DRS and click on *File/Register Online*.

DRS recommends using *Fast-File* to electronically file, however, a corporation that does not otherwise choose to use *Fast-File*, must use the preprinted coupons received from DRS. A corporation that does not receive preprinted estimated coupons should use the estimated coupons available on the DRS Web site.

DRS is phasing in new electronic filing requirements for all business taxes. Additional information will be available in **IP 2004(28), Paying Connecticut Taxes by Electronic Funds Transfer**.

Interest and Penalties

Interest is computed at 1% (.01) 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% (.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% (.90) of the tax shown to be due on the return on or before the original due date of the return; **and**
- Pays 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.

Waiver of Penalty

A taxpayer may be able to have its penalty waived if the failure to file or pay tax on time was due to a reasonable cause and was not intentional or due to neglect. Interest cannot be waived. Before a penalty waiver can be granted, all tax and interest must be paid. All requests must include:

- A clear and complete written explanation;
- The corporation name, Connecticut Tax Registration Number, and Federal Employer Identification Number (if applicable);
- The name of the original form filed or billing notice received;
- The taxable filing period; and
- Documentation supporting your explanation.

Attach the request to the front of the tax return or mail separately to:

**Department of Revenue Services
Penalty Review Committee
PO Box 5089
Hartford CT 06102-5089**

GENERAL INSTRUCTIONS

Required Information

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, Federal Employer Identification Number (FEIN), total assets, gross receipts (net of returns and allowances), and North American Industry Classification System (NAICS) code for principal business activity, in the spaces provided at the top of **Form CT-1120U**.

NAICS Code for Principal Business Activity

Enter the same business activity code provided to the IRS on federal Form 1120 or federal Form 851 (for affiliates in a federal consolidated return). **Form CT-NAICS, NAICS Codes for Principal Business Activity for Connecticut Tax Purposes**, is available on the DRS Web site at www.ct.gov/DRS.

Name and Address

Print or type the information requested in the space provided at the top of **Form CT-1120U**. Be sure to enter the parent or designated Connecticut parent corporation's Connecticut Tax Registration Number and FEIN.

Check and Complete Applicable Boxes

1. Change of Closing Month or Address. Indicate any change to the end of the unitary group's filing period by checking off the proper box and attaching an explanation of the change.

To make any changes to the parent or designated Connecticut parent's corporation address, clearly print the new information, check the *Change of Address* box, and file **Form CT-8822C, Corporation Business Tax Change of Address**. If the *Change of Address* box is checked, a completed **Form CT-8822C** must be attached to **Form CT-1120U**.

2. Unitary Return Status. If this is the last year that the unitary group is filing a unitary return, check the *Final Return* box.

If the corporation is filing for a short period, check the *Short Period Return* box.

3. Check the corresponding box to indicate if any corporation within the group has dissolved, withdrawn, merged, or reorganized.

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** be included in **Form CT-1120U** 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 Office Audit Unit
25 Sigourney Street
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 include a **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
PO Box 2937
Hartford CT 06104-2937

4. If this is the first year this group is filing a unitary return, check the corresponding box and attach **Form CT-1120Q** and **Form CT-1120CC**.

5. Check the corresponding box and attach **Form CT-1120AB**, if any nexus company within the unitary group pays interest to a related member.

6. Check this box if the unitary group is exchanging Research and Development tax credits available under Conn. Gen. Stat. §§12-217j or 12-217n, for a credit refund equal to 65% (.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*.

7. Check this box if the unitary group is annualizing its income. Complete **Form CT-1120I**, *Computation of Interest Due on Underpayment of Estimated Tax*, and attach it to **Form CT-1120U**.

See **Informational Publication 2004(19)**, *Guide to Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE*.

8. Check this box if any included 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. Passive Investment companies are exempt from the corporation business tax but must file **Form CT-1120 PIC**.

LINE INSTRUCTIONS

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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.

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.

If you do not round to whole dollars, DRS will disregard the cents.

Schedule of Corporations Included in The Unitary Return

Enter the corporation name, Connecticut tax registration number, and FEIN for each company included in this unitary return. Check the corresponding column if the company has nexus with Connecticut. A Connecticut tax registration number must be included for parent and all affiliates, if applicable. Attach a schedule if additional lines are needed.

Minimum Tax Calculation

Each corporation included in the unitary group is subject to the \$250 minimum tax. Enter the total number of corporations in the unitary return. Multiply Line 1 by \$250 and enter the result on Line 2. This is the minimum tax.

Schedule A - Computation of Tax on Net Income

Line 1 - Enter the total net income of all corporations included in the unitary return, as reported on *Schedule D*, Line 18.

Line 2 - Enter the apportionment fraction calculated using a three factor apportionment formula consisting of property, payroll, and double weighted gross receipts as described in Conn. Gen. Stat. §12-218(c), as reported on **Form CT-1120A**, *Schedule R*, Line 6. The fraction must be expressed as a decimal and carried to six places.

Line 3 - Complete as indicated.

Line 4 - If this is the group's first year filing a unitary return, no net operating loss carryovers are allowed.

If this is not a first year unitary filing, enter the amount of any unused unitary losses from **Form CT-1120 ATT**, *Corporation Business Tax Return Attachment, Schedule H*, Column A, attributable to Connecticut business operations as reported in years ending December 31, 1999, 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.

Line 5 - Subtract Line 4 from Line 3 and enter the result on Line 5.

Line 6 - Multiply Line 5 by 7.5% (.075) and enter the result on Line 6.

Schedule B - Computation of Minimum Tax on Capital

The unitary group must calculate the capital tax base under Conn. Gen. Stat. §12-219 on a unitary basis.

Line 1 - Enter the amount from *Schedule E*, Line 6, Column C.

Line 2 - 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 unitary group 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 5 - Multiply Line 3 by Line 4. Divide the result by 12 and enter the amount on Line 5.

Line 6 - Multiply Line 5 by 0.31% (.0031) and enter the result on Line 6. The maximum tax for *Schedule B* is \$1,000,000.

Schedule C - Computation of Amount Payable
Lines 1a and 1b - Complete as indicated.

Line 1c - Currently, there are two tax credits subject to recapture. If any corporation included in the unitary group has received a notice from Connecticut Housing Finance Authority (CHFA) indicating that 60% or more of a revolving loan fund has not been properly loaned on or before the date three years after the date a revolving loan fund was established, the credit amount specified in the notice must be recaptured. This amount should be reported on the first **Form CT-1120U** to be filed on or after the date of notice.

If any fixed capital on account of which any corporation included in the unitary return claimed a tax credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for three full years following its acquisition, the corporation is required to recapture 100% of the amount of the credit allowed on the corporation business tax return required to be filed for the income year immediately following the income year during which the three-year period expires.

If the fixed capital on account of which a corporation claimed the credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for five full years following its acquisition, the corporation will be required to recapture 50% (.50) of the amount of the credit allowed on its corporation business tax return required to be filed for the income year immediately succeeding the income year during which the five-year period expires.

Lines 1 through 4 - Complete as indicated.

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. Carryforward credits from separate years cannot be counted.

Lines 6 through 11 - Complete as indicated.

Schedule D - Computation of Net Income

Line 1 - Enter the total federal taxable income (loss) before net operating loss and special deductions of all the companies that are included in the Connecticut unitary group.

Line 2 - Enter the total interest income exempt from federal taxation of all companies included in the Connecticut unitary group.

Line 3 - Enter the total unallowable deduction for corporation business tax of all companies included in the Connecticut unitary group.

Line 4 - Enter the total interest expense paid to related members and reported on **Form CT-1120AB**, Part I A, Line 1.

Line 5 - Enter the total intangible expense paid to related members as reported on **Form CT-1120AB**, Part I B, Line 1.

Line 6 - Enter the total amount of federal bonus depreciation allowed under I.R.C. §168(k) and claimed on federal Form 4562, Depreciation and Amortization, for all companies included in the Connecticut unitary group.

Line 7 - Add Lines 1 through 6 and enter the total on Line 7.

Line 8 - Enter the dividend deduction calculated on **Form CT-1120 ATT, Corporation Business Tax Return Attachment, Schedule I**, Line 4.

Line 9 - 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 prescribed in Conn. Gen. Stat. §12-217.

Line 10 - 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 11 - Enter the federal bonus depreciation recovery amount from **Form CT-1120 ATT, Schedule J**, Line 6.

Line 12 - Enter the amount of exceptions to interest add back as reported on **Form CT-1120AB**, Part II A, Line 1.

Line 13 - Enter the amount of exceptions to interest add back as reported on **Form CT-1120AB**, Part II A, Line 2.

Line 14 - Enter the amount of exceptions to interest add back as reported on **Form CT-1120AB**, Part II A, Line 3.

Line 15 - 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 16 - Other. Attach explanation.

Line 17 - Add Lines 8 through 16 and enter the total on Line 17.

Line 18 - Subtract Line 17 from Line 7. Enter the result here and on *Schedule A*, Line 1.

Schedule E - Computation of Minimum Tax Base

In calculating the capital base, intercompany stock holdings should be eliminated.

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 (including deferred taxes). 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 the average of Column A and Column B on Line 5, Column C.

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-1120U**, *Schedule B*, Line 1.

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 and enter the result on Line 8. Enter also on *Schedule D*, Line 3.

Signature

The unitary return must be signed by a duly authorized officer.

Paid Preparer Signature

Anyone who is paid to prepare the unitary return must sign and date it. Paid preparers must also enter their Social Security Number or Preparer Tax Identification Number (PTIN), their firm's FEIN, and their firm's address and telephone number in the spaces provided.

Paid Preparer Authorization

If the unitary group wants to authorize DRS to contact the paid preparer who signed the 2004 unitary 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 unitary return. It does not apply to the firm, if any, shown in that section.

If the "Yes" box is checked, the unitary group is authorizing DRS to call the paid preparer to answer any questions that may arise during the processing of the 2004 unitary corporation business tax return. The unitary group is also authorizing the paid preparer to:

- Give DRS any information that is missing from the unitary return;
- Call DRS for information about the processing of the unitary group's return or the status of the unitary group's refund or payment; **and**
- Respond to certain DRS notices that the unitary group may have shared with the preparer regarding math errors, offsets, and return preparation. The notices will not be sent to the preparer.

The unitary group is **not** authorizing the paid preparer to receive any refund check, bind the unitary group to anything (including additional tax liability), or otherwise represent the unitary group 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 2005 Unitary Corporation Business Tax Return. This is on or before the first day of the month following the due date of the unitary group's corresponding federal income tax return for the income year (April 1 for calendar year filers).

For Further Information

Call DRS during business hours, Monday through Friday:

- **1-800-382-9463** (in-state), 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

Forms and publications are available anytime by:

- **Internet:** Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**;
- **DRS TAX-FAX:** Call **860-297-5698** from the handset attached to your fax machine and select from the menu. Only forms (not publications) are available through TAX-FAX; **and**
- **Telephone:** Call **860-297-4753** (from anywhere), or **1-800-382-9463** (in-state) and select **Option 2** from a touch-tone phone.

Form CT-1120Q

Connecticut Corporate Unitary Questionnaire

ENTER INCOME YEAR BEGINNING _____, _____, AND ENDING _____, _____

Name of Parent or Designated CT Parent Corporation

**PARENT OR DESIGNATED CT PARENT
 CONNECTICUT TAX REGISTRATION NUMBER**

Purpose

This questionnaire must be completed by any taxpayer that is subject to the interest add back and is electing to file **Form CT-1120U, Unitary Corporation Business Tax Return.**

General Information

The questions should be analyzed for their cumulative effect, not individually. If, after completing this form, questions still exist regarding unitary activity, contact the Department of Revenue Services (DRS), Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

Affiliated Companies (If additional lines are needed, attach a worksheet.)

1.	
2.	
3.	
4.	
5.	
6.	
7.	
8.	
9.	
10.	

Insert the number of the appropriate affiliate in the proper response block for each question.

	Yes	No	Statement Attached (✓)
1. Does the parent guarantee loans for the affiliate?			
2. Does the parent approve loans for the affiliate?			
3. Do the parent and the affiliate loan or advance money to each other, either by direct loans or intercompany receivable accounts?			
4. Do the parent and affiliate have a written agreement regarding these loans or finances?			
5. Did the parent purchase the affiliate?			
6. Did the parent form the affiliate?			
7. Does the affiliate provide an element of vertical integration for the parent?			
8. Is the affiliate engaged in one specific function (e.g., exploration, transportation, processing, refining, manufacturing, or marketing) for the group?			
9. Does the parent make the decision on or approve any major purchase contract for the affiliate?			
10. Does the parent purchase raw materials for the affiliate?			
11. Does the parent purchase inventory for the affiliate?			
12. Does the parent purchase office equipment and supplies for the affiliate?			
13. Does the parent obtain discounts or other benefits from volume purchases of raw materials or inventory?			
14. Do the parent and the affiliate sell common or similar products?			
15. Do the parent and affiliate make intercompany sales?			
16. Do the parent and affiliate have common customers?			
17. Are there any common shipping or transportation services?			
18. Do the sales and service staffs of the parent perform the same functions for the affiliate?			
19. Do the parent and affiliate have common personnel policies and procedures?			
20. Are employees transferred from the parent to the affiliate or from the affiliate to the parent?			
21. Is there a common or similar pension plan for employees of both the parent and affiliate?			
22. Are common group insurance plans available for employees of both the parent and the affiliate?			
23. Do the parent and the affiliate utilize a common or similar worker's compensation insurance policy?			
24. Do the parent and the affiliate share a common labor union or bargaining unit?			

	Yes	No	Statement Attached (✓)
25. Do the parent and the affiliate have common hiring policies or pre-employment tests or screening procedures?			
26. Do the parent and the affiliate have any common training programs?			
27. Do executives of the parent travel to locations of the affiliate?			
28. Do executives from locations of the affiliate travel to the corporate headquarters or other locations of the parent?			
29. Do the parent and the affiliate utilize or share common research and development facilities?			
30. Does the parent perform the research and development for the affiliate?			
31. Do the parent and affiliate utilize common planning, engineering, and research and development data?			
32. Do the parent and the affiliate use any common designs, patents, or patterns?			
33. Do the parent and the affiliate advertise its products under a common brand name, company name, symbol or trademark, regardless of which company produces, sells, services, or fabricates the products?			
34. Does such brand name, company name, symbol or trademark appear on the stationery of the parent and the affiliate?			
35. Does the parent pay for the affiliate's advertising?			
36. Does the parent perform the accounting function for the affiliate?			
37. Do the parent and affiliate use the same chart of accounts?			
38. Do the parent and affiliate use the same data processing system?			
39. Are the accounting reports for the affiliate prepared by the parent or by the parent's data processing system?			
40. Does the affiliate prepare any operations reports for use by the parent?			
41. Do the parent and the affiliate use the same CPA firm?			
42. Does the parent prepare income tax returns for the affiliate?			
43. Is the payroll prepared by the parent or the parent's data processing system for the affiliate?			
44. Do the parent and the affiliate have any common officers or directors?			
45. Are there any intercompany dividends?			
46. Does the Board of Directors of the parent control the amount and/or distribution of the dividends by the affiliate?			
47. If the affiliate pays dividends to the parent, are these funds segregated from the general funds of the parent?			
48. Does the Board of Directors of the parent approve the major expenditures of the affiliate (i.e. capital expenditures, expansions, etc.)?			
49. Do the parent and affiliate share any common selling facilities?			
50. Do the parent and affiliate share any common manufacturing facilities?			
51. Do the parent and the affiliate share any common storage facilities?			
52. Do the parent and the affiliate share any common transportation facilities?			
53. Do the parent and the affiliate share any common office facilities?			
54. Are casualty insurance policies for any common facilities administered by the parent?			
55. Are there any written lease agreements for any common facilities?			
56. Are there any intercompany rents or other intercompany charges between the parent and the affiliate?			
57. Does the parent approve or sign contracts for the affiliate?			
58. Are management fees paid by the affiliate to the parent?			
59. Is the affiliate charged by the parent for data processing or other administrative-type functions?			
60. Does any internal committee of the parent plan or monitor any aspect of the affiliate's operations?			
61. Is a portion of the parent's centralized overhead cost allocated to the affiliate for accounting purposes?			
62. Do the internal auditors for the parent perform the same function for the affiliate?			
63. Does the parent provide legal services for the affiliate?			
64. Does the parent approve promotions, salary increases, bonuses, etc. of the affiliate's management personnel?			
65. Does the parent establish goals or formulate policies for the affiliate?			

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

SIGN HERE Keep a copy of this return for your records	Corporate Officer's Name (<i>Print</i>)		Corporate Officer's Signature		Date	May DRS contact the preparer shown below about this return? Yes <input type="checkbox"/> No <input type="checkbox"/>
	Title			Telephone Number ()		
	Paid Preparer's Name (<i>Print</i>)		Paid Preparer's Signature		Date	Preparer's SSN or PTIN
	Firm's Name and Address			FEIN		Telephone Number ()

(Rev. 12/04)

Form CT-1120I

Computation of Interest Due on Underpayment of Estimated Tax

Enter Income Year Beginning _____, _____, and Ending _____, _____

Corporation Name	Connecticut Tax Registration Number
------------------	-------------------------------------

Purpose

Form CT-1120I is used by corporations to determine interest due on underpayments of estimated Connecticut corporation business tax or unrelated business income tax.

General Instructions

If the taxpayer made timely installment tax payments (Forms CT-1120 ESA, ESB, ESC, and ESD or Forms CT-990T ESA, ESB, ESC, and ESD) and paid at least 90% of the current year tax or 100% of the prior year tax before the application of any tax credits, at the required installment rate, the taxpayer is not subject to interest on underpaid installments. If the current year tax is \$1,000 or less, it is not necessary to complete this form. Use Form CT-1120I to compute interest due for Form CT-1120, Corporation Business Tax Return; Form CT-1120CR, Combined Corporation Business Tax Return; or Form CT-990T, Connecticut Unrelated Business Income Tax Return.

Estimated tax payments may be based on the applicable percentage of the current year tax determined by annualizing net income. See Informational Publication 2004(19), Guide to Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE.

Limit on Credits

The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of total tax due prior to the application of the tax credits. (Conn. Gen. Stat. §12-217zz)

For income years beginning on or after January 1, 2002, no tax credit can be applied against the minimum tax of \$250. (Conn. Gen. Stat. §12-219)

Surtax:

For income years beginning on or after January 1, 2004, and prior to January 1, 2005, any company subject to the corporation business tax must pay a surtax equal to 25% (.25) of the tax due without regard to credits. The surtax does not apply to the minimum tax of \$250. (Conn. Gen. Stat. §12-214(b), as amended by 2003 Conn. Pub. Acts 2, §32, as further amended by 2003 Conn. Pub. Acts 1, §87 (June 30 Spec. Sess.))

Line Instructions

Part I - Computation of Required Annual Payment

Line 1 - Enter the tax liability for the current income year from Form CT-1120, Schedule C, Line 6, minus Schedule C, Line 1c; or Form CT-1120CR, Part IV, Line 13, minus Part IV, Line 4; or Form CT-990T, Computation of Amount Payable, Line 3.

The amount entered on Line 1 should not include any recapture of tax credits.

Line 2 - Multiply Line 1 by 90% (.90).

Line 3 - Enter the total tax from the previous income year before the application of any tax credits. (The amount entered on this line should not include any recapture of tax credits.)

Line 4 - Multiply Line 3 by 100% (1.0).

Line 5 - Enter the lesser of Line 2 or Line 4 (this is your required annual payment).

Part II - Computation of Required Installments

The required installment payments are due on or before the 15th day of the 3rd, 6th, 9th, and 12th months of the income year. If the due date falls on a Saturday, Sunday, or legal holiday, the next business day is the due date.

Lines 6 through 9 - Calculate the required minimum installment payments due. Multiply the required annual payment from Part I, Line 5, by the required installment rate and enter the result on the appropriate line.

Part III - Annualized Income Installment Schedule

You Must Complete One Entire Column Before Continuing to the Next Column.

Line 1 - Enter the corporation's total net income for the period.

Line 4 - The Connecticut corporation business tax rate for 2004 is 7.5%. Multiply Line 3 by 7.5% (.075).

Line 5 - The surtax amount for 2004 is 25%. Multiply Line 4 by 125% (1.25).

Line 6 - Enter the corporation's estimated allowable Connecticut corporation business tax credits for the year. The credits are based on the annualized income for the period. The amount of tax credits allowable against the corporation business tax shall not exceed 70% (.70) of the amount of tax due prior to the application of the tax credits. In addition, no tax credit shall reduce an included corporation's tax (including surtax), calculated under Conn. Gen. Stat. §12-219, to an amount less than \$250.

Line 10 - Do not enter an amount in Column A. Enter in Column B the amount from Line 16, Column A. Enter in Column C the sum of Line 16, Column A, plus Line 16, Column B. Enter in Column D the sum of Line 16, Column A, plus Line 16, Column B, plus Line 16, Column C.

Line 12 - Enter the appropriate amount of your required installment as calculated in Part II, Lines 6 through 9, above.

Line 17 - Add Line 10 and Line 16 (this amount is your total required installment for the period).

Line 18 - Enter all estimated tax payments made through the payment due date for the period. Include overpayments of the prior year tax applied to the current year. In determining the payment amount, the corporation may apply an overpayment from the preceding income year, but only if the tax return for such preceding income year was filed prior to the due date of the estimated installment payment.

Part IV - Computation of Interest

Lines 10a, 13c, 16c, and 19c - Enter on the appropriate line the required installment amount that is due. The required installment amounts are computed as follows:

Regular Filers

Enter the amount from Part II, Lines 6 through 9; or

Annualized Filers

Enter the amount from Part III, Line 12, Column A, on Line 10a.
 Enter the amount from Part III, Line 12, Column B, on Line 13c.
 Enter the amount from Part III, Line 12, Column C, on Line 16c.
 Enter the amount from Part III, Line 12, Column D, on Line 19c.

Lines 10b, 11a, 12a, 13a, 14a, 15a, 16a, 17a, 18a, 19a, 20a, 21a, and 22a - Enter the payment amounts on the appropriate line according to the date of payment. Payments are first applied to any remaining unpaid installment balances that are due, and then are applied to the next required installment due.

Lines 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, and 22 - Interest is calculated monthly on the accumulated unpaid required installment balance due at 1% (.01) per month or fraction of a month.

Line 23 - Enter the total interest due on unpaid required installment balances by adding the amounts on Lines 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, and 22. This amount is also entered on the appropriate Connecticut tax form.

Payments accompanying an estimated installment **Form CT-1120 ESA, ESB, ESC, and ESD** or **Form CT-990T ESA, ESB, ESC, and ESD**, will be credited as of the U.S. Postal Service cancellation mark on the payment. The payment must be made or credit established on or before the due date of the required installment. Payments of estimated tax are credited first against underpaid installments in the order in which such installments are required to be paid. The overpayment from the filing of a corporation business tax return is established and credited as of the U.S. Postal Service cancellation mark on the completed return.

Taxpayers can use certain private delivery services, in addition to the U.S. Postal Service, for delivering returns, claims, statements or other documents, or payments, and meet the timely filing/payment rules. The timely filed and timely payment rules will be met 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 types of service provided by these designated PDSs qualify.

The following are the designated PDSs and designated types of service at the time of publication:

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

This list is subject to change. See **Policy Statement 2002(4), Designated Private Delivery Services, and Designated Types of Service.**

PART I - COMPUTATION OF REQUIRED ANNUAL PAYMENT

1. 2004 Tax Due (2004 Form CT-1120, Schedule C, Line 6, minus Schedule C, Line 1c (See instructions); or Form CT-1120CR, Part IV, Line 13, minus Part IV, Line 4 (See instructions); or Form CT-990T, Computation of Amount Payable, Line 3)	1.	
2. Multiply Line 1 by 90% (.90)	2.	
3. 2003 Tax (2003 Form CT-1120, Schedule C, Line 6, minus Schedule C, Line 1c; or Form CT-1120CR, Part IV, Line 13, minus Part IV, Line 4; or Form CT-990T, Computation of Amount Payable, Line 3. See instructions.)	3.	
4. Multiply Line 3 by 100% (1.00)	4.	
5. REQUIRED ANNUAL PAYMENT (Enter the lesser of Line 2 or Line 4)	5.	

PART II - COMPUTATION OF REQUIRED INSTALLMENTS

6. FIRST REQUIRED INSTALLMENT: Multiply Line 5 by 30% (.30). Enter here and on Part III, Line 12, Column A, or Part IV, Line 10a	6.	
7. SECOND REQUIRED INSTALLMENT: Multiply Line 5 by 40% (.40). Enter here and on Part III, Line 12, Column B, or Part IV, Line 13c	7.	
8. THIRD REQUIRED INSTALLMENT: Multiply Line 5 by 10% (.10). Enter here and on Part III, Line 12, Column C, or Part IV, Line 16c	8.	
9. FOURTH REQUIRED INSTALLMENT: Multiply Line 5 by 20% (.20). Enter here and on Part III, Line 12, Column D, or Part IV, Line 19c	9.	

PART III - ANNUALIZED INCOME INSTALLMENT SCHEDULE

You Must Complete One Entire Column Before Continuing to the Next Column

ESTIMATED PAYMENT CALCULATION

	A	First 2 months	B	First 5 months	C	First 8 months	D	First 11 months
1. Enter your Connecticut corporation business income for each period. (See instructions)								
2. Annualization factor.		6		2.4		1.5		1.09091
3. Annualized Connecticut corporation business income. Multiply Line 1 by Line 2.								
4. Multiply Line 3 by 7.5% (.075).								
5. Multiply Line 4 by 125% (1.25).								
6. Corporation business tax credits. (See instructions)								
7. Total annualized corporation business tax. Subtract Line 6 from Line 5.								
8. Applicable percentages.		.27		.63		.72		.90
9. Multiply Line 8 by Line 7.								
10. Add the amounts in all preceding columns of Line 16. (See instructions)								
11. Annualized income installment using net income. Subtract Line 10 from Line 9. (If zero or less, enter "0")								
12. Enter your required installment for the period. (See instructions)								
13. Enter the amount from Line 15 of the preceding column of this Worksheet.								
14. Add Line 12 and Line 13 and enter here.								
15. If Line 14 is more than Line 11, subtract Line 11 from Line 14 (otherwise enter "0").								
16. Enter the lesser of Line 11 or Line 14.								
17. Total required installment for the period. Add Line 10 and Line 16.								
18. Estimated tax payments made through the due date for the period.								
19. Estimated tax payment required by the next due date. Subtract Line 18 from Line 17 and enter the result (but not less than "0").								

PART IV – COMPUTATION OF INTEREST

10a. Enter the First Required Installment amount due on the 15th day of the third month (See instructions)	10a		
10b. Enter payments made or credits received on or before the 15th day of the third month (FIRST INSTALLMENT DUE DATE)	10b		
10c. First Installment Underpayment Balance (Subtract Line 10b from Line 10a)	10c		
10. INTEREST DUE - 16th day of the third month through the 15th day of the fourth month (Multiply Line 10c by .01 if greater than zero)	10		
11a. Enter payments made or credits received on or before the 15th day of the fourth month	11a		
11b. First Installment Underpayment Balance (Subtract Line 11a from Line 10c)	11b		
11. INTEREST DUE - 16th day of the fourth month through the 15th day of the fifth month (Multiply Line 11b by .01 if greater than zero)	11		
12a. Enter payments made or credits received on or before the 15th day of the fifth month	12a		
12b. First Installment Underpayment Balance (Subtract Line 12a from Line 11b)	12b		
12. INTEREST DUE - 16th day of the fifth month through the 15th day of the sixth month (Multiply Line 12b by .01 if greater than zero)	12		
13a. Enter payments made or credits received on or before the 15th day of the sixth month (SECOND INSTALLMENT DUE DATE)	13a		
13b. First Installment Underpayment Balance (Subtract Line 13a from Line 12b)	13b		
13c. Enter the Second Required Installment amount due on the 15th day of the sixth month (See instructions) ..	13c		
13d. Second Installment Underpayment Balance (Add Line 13b and Line 13c)	13d		
13. INTEREST DUE - 16th day of the sixth month through the 15th day of the seventh month (Multiply Line 13d by .01 if greater than zero)	13		
14a. Enter payments made or credits received on or before the 15th day of the seventh month	14a		
14b. Second Installment Underpayment Balance (Subtract Line 14a from Line 13d)	14b		
14. INTEREST DUE - 16th day of the seventh month through the 15th day of the eighth month (Multiply Line 14b by .01 if greater than zero)	14		
15a. Enter payments made or credits received on or before the 15th day of the eighth month	15a		
15b. Second Installment Underpayment Balance (Subtract Line 15a from Line 14b)	15b		
15. INTEREST DUE - 16th day of the eighth month through the 15th day of the ninth month (Multiply Line 15b by .01 if greater than zero)	15		
16a. Enter payments made or credits received on or before the 15th day of the ninth month (THIRD INSTALLMENT DUE DATE)	16a		
16b. Second Installment Underpayment Balance (Subtract Line 16a from Line 15b)	16b		
16c. Enter the Third Required Installment amount due on the 15th day of the ninth month (See instructions) ..	16c		
16d. Third Installment Underpayment Balance (Add Line 16b and Line 16c)	16d		
16. INTEREST DUE - 16th day of the ninth month through the 15th day of the tenth month (Multiply Line 16d by .01 if greater than zero)	16		
17a. Enter payments made or credits received on or before the 15th day of the tenth month	17a		
17b. Third Installment Underpayment Balance (Subtract Line 17a from Line 16d)	17b		
17. INTEREST DUE - 16th day of the tenth month through the 15th day of the eleventh month (Multiply Line 17b by .01 if greater than zero)	17		
18a. Enter payments made or credits received on or before the 15th day of the eleventh month	18a		
18b. Third Installment Underpayment Balance (Subtract Line 18a from Line 17b)	18b		
18. INTEREST DUE - 16th day of the eleventh month through the 15th day of the twelfth month (Multiply Line 18b by .01 if greater than zero)	18		
19a. Enter payments made or credits received on or before the 15th day of the twelfth month (FOURTH INSTALLMENT DUE DATE)	19a		
19b. Third Installment Underpayment Balance (Subtract Line 19a from Line 18b)	19b		
19c. Enter the Fourth Required Installment amount due on the 15th day of the twelfth month (See instructions) ...	19c		
19d. Fourth Installment Underpayment Balance (Add Line 19b and Line 19c)	19d		
19. INTEREST DUE - 16th day of the twelfth month through the 15th day of the thirteenth month (Multiply Line 19d by .01 if greater than zero)	19		
20a. Enter payments made or credits received on or before the 15th day of the thirteenth month	20a		
20b. Fourth Installment Underpayment Balance (Subtract Line 20a from Line 19d)	20b		
20. INTEREST DUE - 16th day of the thirteenth month through the 15th day of the fourteenth month (Multiply Line 20b by .01 if greater than zero)	20		
21a. Enter payments made or credits received on or before the 15th day of the fourteenth month	21a		
21b. Fourth Installment Underpayment Balance (Subtract Line 21a from Line 20b)	21b		
21. INTEREST DUE - 16th day of the fourteenth month through the 15th day of the fifteenth month (Multiply Line 21b by .01 if greater than zero)	21		
22a. Enter payments made or credits received on or before the 15th day of the fifteenth month	22a		
22b. Fourth Installment Underpayment Balance (Subtract Line 22a from Line 21b)	22b		
22. INTEREST DUE - 16th day of the fifteenth month to the 1st day of the sixteenth month (Multiply Line 22b by .01 if greater than zero)	22		
23. TOTAL INTEREST DUE (Add Lines 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, and 22) Enter here and on the appropriate Connecticut tax form	23		

2005 CT-1120 ESA
 Payment Coupon - First Installment
ESTIMATED CORPORATION BUSINESS TAX
 (Rev. 1/05)

DEPARTMENT OF REVENUE SERVICES
 STATE OF CONNECTICUT
 PO Box 2965 Hartford CT 06104-2965

CHECK HERE IF CLOSING MONTH HAS
 CHANGED AND ATTACH EXPLANATION.

FOR INCOME YEAR ENDING

A

CT TAX REGISTRATION NUMBER	1. Tax (including surtax) shown on prior year return multiplied by 30% (.30)	1.	00
DRS USE ONLY - 20	2. Current year first installment (from Schedule 1, Line 5)	2.	00
FEDERAL EMPLOYER IDENTIFICATION NO.	3. First installment due (Lesser of Line 1 or Line 2)	3.	00
TYPE OF RETURN? ("X" one, if applicable) <input type="checkbox"/> COMBINED <input type="checkbox"/> UNITARY	4. Overpayment from prior year	4.	00
	5. Payment due with this coupon (Subtract Line 4 from Line 3)	5.	00

See instructions on reverse.

Please correct name and mailing address if shown incorrectly

DUE DATE: No later than the 15th day of the 3rd month of the income year.

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

MAKE CHECK OR MONEY ORDER PAYABLE TO:
 COMMISSIONER OF REVENUE SERVICES

MAIL TO: Department of Revenue Services
 PO Box 2965
 Hartford CT 06104-2965

2005 CT-1120 ESB
 Payment Coupon - Second Installment
ESTIMATED CORPORATION BUSINESS TAX
 (Rev. 1/05)

DEPARTMENT OF REVENUE SERVICES
 STATE OF CONNECTICUT
 PO Box 2965 Hartford CT 06104-2965

CHECK HERE IF CLOSING MONTH HAS
 CHANGED AND ATTACH EXPLANATION.

FOR INCOME YEAR ENDING

B

CT TAX REGISTRATION NUMBER	1. Tax (including surtax) shown on prior year return multiplied by 70% (.70)	1.	00
DRS USE ONLY - 20	2. Current year second installment (from Schedule 1, Line 5)	2.	00
FEDERAL EMPLOYER IDENTIFICATION NO.	3. Second installment due (Lesser of Line 1 or Line 2)	3.	00
TYPE OF RETURN? ("X" one, if applicable) <input type="checkbox"/> COMBINED <input type="checkbox"/> UNITARY	4. Amount paid with Form CT-1120 ESA, plus overpayment from prior year	4.	00
	5. Payment due with this coupon (Subtract Line 4 from Line 3)	5.	00

See instructions on reverse.

Please correct name and mailing address if shown incorrectly

DUE DATE: No later than the 15th day of the 6th month of the income year.

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

MAKE CHECK OR MONEY ORDER PAYABLE TO:
 COMMISSIONER OF REVENUE SERVICES

MAIL TO: Department of Revenue Services
 PO Box 2965
 Hartford CT 06104-2965

2005 CT-1120 ESC
 Payment Coupon - Third Installment
ESTIMATED CORPORATION BUSINESS TAX
 (Rev. 1/05)

DEPARTMENT OF REVENUE SERVICES
 STATE OF CONNECTICUT
 PO Box 2965 Hartford CT 06104-2965

CHECK HERE IF CLOSING MONTH HAS
 CHANGED AND ATTACH EXPLANATION.

FOR INCOME YEAR ENDING

C

CT TAX REGISTRATION NUMBER	1. Tax (including surtax) shown on prior year return multiplied by 80% (.80)	1.	00
DRS USE ONLY - 20	2. Current year third installment (from Schedule 1, Line 5)	2.	00
FEDERAL EMPLOYER IDENTIFICATION NO.	3. Third installment due (Lesser of Line 1 or Line 2)	3.	00
TYPE OF RETURN? ("X" one, if applicable) <input type="checkbox"/> COMBINED <input type="checkbox"/> UNITARY	4. Amount paid with Form CT-1120 ESA and Form CT-1120 ESB, plus overpayment from prior year	4.	00
	5. Payment due with this coupon (Subtract Line 4 from Line 3)	5.	00

See instructions on reverse.

Please correct name and mailing address if shown incorrectly

DUE DATE: No later than the 15th day of the 9th month of the income year.

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

MAKE CHECK OR MONEY ORDER PAYABLE TO:
 COMMISSIONER OF REVENUE SERVICES

MAIL TO: Department of Revenue Services
 PO Box 2965
 Hartford CT 06104-2965

2005 CT-1120 ESD
 Payment Coupon - Fourth Installment
ESTIMATED CORPORATION BUSINESS TAX
 (Rev. 1/05)

DEPARTMENT OF REVENUE SERVICES
 STATE OF CONNECTICUT
 PO Box 2965 Hartford CT 06104-2965

CHECK HERE IF CLOSING MONTH HAS
 CHANGED AND ATTACH EXPLANATION.

FOR INCOME YEAR ENDING

D

CT TAX REGISTRATION NUMBER	1. Tax (including surtax) shown on prior year return multiplied by 100% (1.00)	1.	00
DRS USE ONLY - 20	2. Current year fourth installment (from Schedule 1, Line 5)	2.	00
FEDERAL EMPLOYER IDENTIFICATION NO.	3. Fourth installment due (Lesser of Line 1 or Line 2)	3.	00
TYPE OF RETURN? ("X" one, if applicable) <input type="checkbox"/> COMBINED <input type="checkbox"/> UNITARY	4. Amount paid with Form CT-1120 ESA, Form CT-1120 ESB, and Form CT-1120 ESC, plus overpayment from prior year	4.	00
	5. Payment due with this coupon (Subtract Line 4 from Line 3)	5.	00

See instructions on reverse.

Please correct name and mailing address if shown incorrectly

DUE DATE: No later than the 15th day of the 12th month of the income year.

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

MAKE CHECK OR MONEY ORDER PAYABLE TO:
 COMMISSIONER OF REVENUE SERVICES

MAIL TO: Department of Revenue Services
 PO Box 2965
 Hartford CT 06104-2965

WHO MUST FILE: Every corporation carrying on business or having the right to carry on business in Connecticut whose estimated current year tax liability, as shown on *Schedule 1*, Line 4, is more than \$1,000.

COMBINED OR UNITARY RETURNS: If filing a combined or unitary return for an affiliated group of corporations, "X" the applicable box on the front of this form and attach a list of the names and registration numbers of those corporations. Enter the total combined or unitary estimated current year tax including preference tax on *Schedule 1*, Line 1.

TAX SHOWN ON PRIOR YEAR RETURN: The tax shown on the prior year return is the amount of tax (including surtax) before the application of any tax credits.

LIMIT ON CREDITS: The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of tax due prior to the application of tax credits.

INTEREST: If the current year tax is more than \$1,000 and the estimated payment does not equal: (1) 27% of the current year tax; or (2) 30% of the tax shown on the prior year return (without regard to any tax credits), whichever is less, interest is assessed at 1% (.01) per month or fraction of a month on the amount of the underpayment for the period of the

underpayment. If a company uses an estimate of its current year tax to determine the required annual payment and the amount changes during the year, it may find that earlier installments of estimated tax were underpaid. Payments of estimated tax are credited first against underpaid installments in the order in which the installments are required to be paid.

ANNUALIZATION: See Informational Publication 2004(19), *Guide to Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE*.

SCHEDULE 1

1. Estimated current year tax (before applying corporation business tax credits)	1.	00
2. Multiply Line 1 by 70% (.70)	2.	00
3. Estimated corporation business tax credits (Do not exceed amount on Line 2)	3.	00
4. SUBTOTAL (Subtract Line 3 from Line 1)	4.	00
5. Current year first installment: Multiply Line 4 by 27% (.27)	5.	00

CT-1120 ESA Back (Rev. 1/05)

WHO MUST FILE: Every corporation carrying on business or having the right to carry on business in Connecticut whose estimated current year tax liability, as shown on *Schedule 1*, Line 4, is more than \$1,000.

COMBINED OR UNITARY RETURNS: If filing a combined or unitary return for an affiliated group of corporations, "X" the applicable box on the front of this form and attach a list of the names and registration numbers of those corporations. Enter the total combined or unitary estimated current year tax including preference tax on *Schedule 1*, Line 1.

TAX SHOWN ON PRIOR YEAR RETURN: The tax shown on the prior year return is the amount of tax (including surtax) before the application of any tax credits.

LIMIT ON CREDITS: The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of tax due prior to the application of tax credits.

INTEREST: If the current year tax is more than \$1,000 and the estimated payment does not equal: (1) 63% of the current year tax; or (2) 70% of the tax shown on the prior year return (without regard to any tax credits), whichever is less, interest is assessed at 1% (.01) per month or fraction of a month on the amount of the underpayment for the period of the

underpayment. If a company uses an estimate of its current year tax to determine the required annual payment and the amount changes during the year, it may find that earlier installments of estimated tax were underpaid. Payments of estimated tax are credited first against underpaid installments in the order in which the installments are required to be paid.

ANNUALIZATION: See Informational Publication 2004(19), *Guide to Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE*.

SCHEDULE 1

1. Estimated current year tax (before applying corporation business tax credits)	1.	00
2. Multiply Line 1 by 70% (.70)	2.	00
3. Estimated corporation business tax credits (Do not exceed amount on Line 2)	3.	00
4. SUBTOTAL (Subtract Line 3 from Line 1)	4.	00
5. Current year second installment: Multiply Line 4 by 63% (.63)	5.	00

CT-1120 ESB Back (Rev. 1/05)

WHO MUST FILE: Every corporation carrying on business or having the right to carry on business in Connecticut whose estimated current year tax liability, as shown on *Schedule 1*, Line 4, is more than \$1,000.

COMBINED OR UNITARY RETURNS: If filing a combined or unitary return for an affiliated group of corporations, "X" the applicable box on the front of this form and attach a list of the names and registration numbers of those corporations. Enter the total combined or unitary estimated current year tax including preference tax on *Schedule 1*, Line 1.

TAX SHOWN ON PRIOR YEAR RETURN: The tax shown on the prior year return is the amount of tax (including surtax) before the application of any tax credits.

LIMIT ON CREDITS: The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of tax due prior to the application of tax credits.

INTEREST: If the current year tax is more than \$1,000 and the estimated payment does not equal: (1) 72% of the current year tax; or (2) 80% of the tax shown on the prior year return (without regard to any tax credits), whichever is less, interest is assessed at 1% (.01) per month or fraction of a month on the amount of the underpayment for the period of the

underpayment. If a company uses an estimate of its current year tax to determine the required annual payment and the amount changes during the year, it may find that earlier installments of estimated tax were underpaid. Payments of estimated tax are credited first against underpaid installments in the order in which the installments are required to be paid.

ANNUALIZATION: See Informational Publication 2004(19), *Guide to Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE*.

SCHEDULE 1

1. Estimated current year tax (before applying corporation business tax credits)	1.	00
2. Multiply Line 1 by 70% (.70)	2.	00
3. Estimated corporation business tax credits (Do not exceed amount on Line 2)	3.	00
4. SUBTOTAL (Subtract Line 3 from Line 1)	4.	00
5. Current year first installment: Multiply Line 4 by 72% (.72)	5.	00

CT-1120 ESC Back (Rev. 1/05)

WHO MUST FILE: Every corporation carrying on business or having the right to carry on business in Connecticut whose estimated current year tax liability, as shown on *Schedule 1*, Line 4, is more than \$1,000.

COMBINED OR UNITARY RETURNS: If filing a combined or unitary return for an affiliated group of corporations, "X" the applicable box on the front of this form and attach a list of the names and registration numbers of those corporations. Enter the total combined or unitary estimated current year tax including preference tax on *Schedule 1*, Line 1.

TAX SHOWN ON PRIOR YEAR RETURN: The tax shown on the prior year return is the amount of tax (including surtax) before the application of any tax credits.

LIMIT ON CREDITS: The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of tax due prior to the application of tax credits.

INTEREST: If the current year tax is more than \$1,000 and the estimated payment does not equal: (1) 90% of the current year tax; or (2) 100% of the tax shown on the prior year return (without regard to any tax credits), whichever is less, interest is assessed at 1% (.01) per month or fraction of a month on the amount of the underpayment for the period of the

underpayment. If a company uses an estimate of its current year tax to determine the required annual payment and the amount changes during the year, it may find that earlier installments of estimated tax were underpaid. Payments of estimated tax are credited first against underpaid installments in the order in which the installments are required to be paid.

ANNUALIZATION: See Informational Publication 2004(19), *Guide to Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE*.

SCHEDULE 1

1. Estimated current year tax (before applying corporation business tax credits)	1.	00
2. Multiply Line 1 by 70% (.70)	2.	00
3. Estimated corporation business tax credits (Do not exceed amount on Line 2)	3.	00
4. SUBTOTAL (Subtract Line 3 from Line 1)	4.	00
5. Current year first installment: Multiply Line 4 by 90% (.90)	5.	00

CT-1120 ESD Back (Rev. 1/05)

Form CT-1120X

Amended Corporation Business Tax Return

FOR CALENDAR YEAR _____ OR FISCAL YEAR BEGINNING _____ AND ENDING _____

DRS Use Only	Corporation Name	CONNECTICUT TAX REGISTRATION NUMBER
Audited by <input type="checkbox"/> F <input type="checkbox"/> O	Address	DRS USE ONLY - -20
	Number and Street	
Initial:	City or Town	FEDERAL EMPLOYER ID NUMBER
	State	
	PO Box	
	ZIP Code	

CHECK AND COMPLETE ALL APPLICABLE BOXES Is this return currently under Connecticut audit? Yes No

Connecticut return being amended: CT-1120 CT-1120S CT-1120CR CT-1120L
Amended federal return: (Attach copy) 1120X 1120S Other (Specify) _____
Reason for amended return: (Check one) IRS Adjustments (Attach copy of IRS notification and enter date of adjustment) ▶ _____
 CT Corporation Business Tax Credits CT Apportionment Change CT Net Operating Loss Other (Specify) _____

CORPORATION BUSINESS TAX		COLUMN A As Originally Reported or Adjusted	COLUMN B Net Change <i>(Explain on Page 2)</i>	COLUMN C Correct Amount
1. Tax on net income (See instructions)	1.			▶ 00
2. Minimum tax on capital (See instructions)	2.			▶ 00
3. Tax (Largest of Line 1, Line 2, or \$250)	3.			▶ 00
4. Surtax (See instructions)	4.			▶ 00
5. Total tax before credits (Add Line 3 and Line 4)	5.			▶ 00
6. Total credits (See instructions)	6.			▶ 00
7. Total tax after credits (Subtract Line 6 from Line 5) ..	7.			▶ 00
PAYMENTS				
8. Overpayment from prior year	8.			00
9. Estimated tax payments	9.			00
10. Paid with extension	10.			00
11. Tax paid with original return				11. 00
12. Tax paid after filing return				12. 00
13. Total payments (Add Lines 8 through Line 12, Column C)				13. 00
14. Overpayment on original return or as last adjusted				14. 00
15. Net payments to date (Subtract Line 14 from Line 13)				15. 00
REFUND OR TAX DUE				
16. (a) Amount of overpayment to be credited to _____ estimated tax	16a.			▶ 00
(b) Amount to be refunded (If Line 15 is greater than Line 7, Column C, enter the difference)	16b.			▶ 00
17. Tax Due (If Line 7, Column C is greater than Line 15, enter the difference)	17.			▶ 00
18. Interest	18.			▶ 00
19. TOTAL BALANCE DUE (Add Line 17 and Line 18)	19.			▶ 00

MAKE CHECK PAYABLE TO: Commissioner of Revenue Services
Mail this return and attachments to: Department of Revenue Services, PO Box 2974, Hartford CT 06104-2974.

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

SIGN HERE Keep a copy of this return for your records.	Signature of Corporate Officer	Title	Date	Telephone Number ()	
	Paid Preparer's Signature			Date	Preparer's SSN or PTIN
	Firm's Name and Address			Federal Employer ID Number	
				Telephone Number ()	

Form CT-1120X

Amended Corporation Business Tax Return Instructions

Purpose

Use **Form CT-1120X, Amended Corporation Business Tax Return**, to correct a Connecticut corporation business tax return:

- As it was originally filed;
- As it was later adjusted by the corporation;
- As it was later adjusted by the Department of Revenue Services (DRS);
- To report federal adjustments by the Internal Revenue Service (IRS); or
- To claim a Connecticut tax credit.

When to File

Generally, **Form CT-1120X** must be filed within three years from the due date of the original return, or if an extension of time to file was requested and granted, three years from the extended due date. See the information below concerning a federal Revenue Agent's Report (RAR) or federal and Connecticut amended return changes.

RAR - Internal Revenue Service Adjustments

If this return is filed as a result of IRS adjustments, the corporation also **must** attach a complete copy of the IRS notification of changes. The return **must** be filed within 90 days after having received final notification of the IRS changes.

Federal and Connecticut Amended Return Changes

Any company whose return to the IRS has been amended must file **Form CT-1120X** within 90 days after the filing of an amended return with the IRS. The corporation must attach a complete copy of the amended federal return.

If the change involves an adjustment to Connecticut net income, a Connecticut apportionment factor, Connecticut net operating loss, or a Connecticut corporation business tax credit, explain in detail and attach all appropriate supporting forms and schedules.

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.

Information Section

Enter the income year covered by this return, the corporate name, address, Connecticut Tax Registration Number, and Federal Employer Identification Number in the spaces provided.

Check the appropriate box for the Connecticut corporation business tax return being amended. Indicate whether the taxpayer is currently under Connecticut audit and the reason for amending the return.

See the instructions for the Connecticut corporation business tax return and related schedules and forms for the year that is being amended, concerning modifications, allocation and apportionment of income, tax computation, or tax credits. For additional information, call DRS Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries anytime by calling 860-297-4911.

Line Instructions

Lines 1 - 10, Column A - Enter the amounts as shown on the original return or as adjusted by any prior audit or amended return. Line 1 is the amount reported on **Form CT-1120, Schedule A**, Line 6; **Form CT-1120CR**, Part II, Line 25; or **Form CT-1120S, Schedule A**, Line 7. Line 2 is the amount reported on **Form CT-1120** or **Form CT-1120S, Schedule B**, Line 6.

Lines 1 - 10, Column B - Enter the amount(s) of any change(s) and explain the change(s) on the back of **Form CT-1120X**. The amounts entered in Column B should be the net increase or net decrease for each line that has been changed.

Lines 1 - 10, Column C - Add the increase in Column B to the amount in Column A or subtract the decrease in Column B from the amount in Column A. Enter the result here. If Column B has no entries, enter the amount from Column A in Column C.

Line 4, Surtax (Applicable to Certain Income Years) - Compute surtax for income years beginning on or after January 1, 1989, and before January 1, 1992, by multiplying Line 3 by 20% (.20). Enter "0" if Line 3 is the minimum tax (\$250). For income years beginning on or after January 1, 1992, and before January 1, 1993, multiply Line 3 by 10% (.10). Enter "0" if Line 3 is the minimum tax (\$250). Compute surtax for income years beginning on or after January 1, 2003, and prior to January 1, 2004, by multiplying Line 3 by 20% (.20). For income years beginning on or after January 1, 2004, and prior to January 1, 2005, multiply Line 3 by 25% (.25). Enter "0" if Line 3 is the minimum tax (\$250).

Line 6, Limit on Credits - For income years beginning on or after January 1, 2002, the amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of tax due prior to the application of the tax credits. *Conn. Gen. Stat. §12-217zz*

For income years beginning on or after January 1, 2002, no tax credit can be applied against the minimum tax of \$250. *Conn. Gen. Stat. §12-219*

Line 11 - Enter the amount of tax paid with the original return.

Line 12 - Enter the amount of any tax paid after filing the original return.

Line 13 - Add the amounts on Lines 8 through 12, Column C, and enter the total here.

Line 14 - Enter the amount of any overpayment reported on the original return or as last adjusted.

Line 15 - Subtract Line 14 from Line 13 and enter the result on Line 15.

Line 16 - If Line 15 is greater than Line 7, Column C, subtract Line 7, Column C, from Line 15 and enter the result on Line 16a or Line 16b.

Line 17 - If Line 7, Column C, is greater than Line 15, subtract Line 15 from Line 7, Column C, and enter the result on Line 17.

Line 18 - Enter the amount of interest due on Line 18. Interest is computed on the underpayment of tax from the original due date to the date of payment. (See Interest Rates on Tax Underpayments on Page 2.) Do not include the penalty with the remittance. If a penalty is due, DRS will calculate the amount of penalty due and bill the corporation.

Line 19 - Add Line 17 and Line 18, and enter the total on Line 19.

Schedule A and Schedule B

Lines 1 - 7, Column A - Enter the amounts as shown on the original return or as adjusted by any prior audit or amended return.

Lines 1 - 7, Column B - Enter the amount(s) of any change(s) and explain the change(s) on the reverse side of **Form CT-1120X**. The amounts entered in Column B should be the net increase or net decrease for each line that has been changed.

Lines 1 - 7, Column C - Add the increase in Column B to the amount in Column A, or subtract the Column B decrease from Column A, and enter the result here. If Column B has no entries, enter the amount from Column A in Column C.

S Corporations Only (Line 6): Multiply Line 5 by the appropriate percentage listed below. Enter the result on Line 6. *Conn. Gen. Stat. §12-217(c)(2)* provides for the phaseout of the S corporation business tax by reducing the percentage of net income subject to corporation business tax for income years beginning on or after January 1, 1997. For income years beginning on or after January 1, 2001, S corporations are not subject to the corporation business tax.

Phase Out Schedule:	Income Years Beginning on or After	But Before	Net Income Subject to Tax
	1-1-1997	1-1-1998	90% (.90)
	1-1-1998	1-1-1999	75% (.75)
	1-1-1999	1-1-2000	55% (.55)
	1-1-2000	1-1-2001	30% (.30)
	1-1-2001	-	0%

Tax Rates

Income Years Beginning on or After	But Before	Net Income Base Tax Rate	Minimum Tax on Capital	Minimum Tax	Other
1-1-1981	1-1-1983	10% (.10)	.0031	\$250	Additional Base Net Income and Salaries 5% (.05)
1-1-1983	1-1-1985	11.5% (.115)	.0031	\$250	
1-1-1985	1-1-1989	11.5% (.115)	.0031	\$100	
1-1-1989	1-1-1992	11.5% (.115)	.0031	\$250	Surtax - 20% (.20) Surtax does not apply to the minimum tax
1-1-1992	1-1-1993	11.5% (.115)	.0031	\$250	Surtax - 10% (.10) Surtax does not apply to the minimum tax
1-1-1993	1-1-1995	11.5% (.115)	.0031	\$250	
1-1-1995	1-1-1996	11.25% (.1125)	.0031	\$250	
1-1-1996	1-1-1997	10.75% (.1075)	.0031	\$250	
1-1-1997	1-1-1998	10.5% (.105)	.0031	\$250	
1-1-1998	1-1-1999	9.5% (.095)	.0031	\$250	
1-1-1999	1-1-2000	8.5% (.085)	.0031	\$250	
1-1-2000	1-1-2002	7.5% (.075)	.0031	\$250	
1-1-2003	1-1-2004	7.5% (.075)	.0031	\$250	Surtax - 20% (.20)
1-1-2004	1-1-2005	7.5% (.075)	.0031	\$250	Surtax - 25% (.25) Surtax does not apply to the minimum tax

Interest Rates on Tax Underpayments

Period	Interest Rate
7-1-1976 through 6-30-1980	1% (.01) per month or fraction of a month
7-1-1980 through 1-31-1982	1¼% (.0125) per month or fraction of a month
2-1-1982 through 12-31-1993	1⅔% (.016667) per month or fraction of a month
1-1-1994 through 6-30-1995	1¼% (.0125) per month or fraction of a month
On or after 7-1-1995	1% (.01) per month or fraction of a month

Remittance

Make check payable to "Commissioner of Revenue Services" and write the Connecticut Tax Registration Number on the check. If your check is returned for insufficient or uncollected funds, DRS may resubmit the check to your bank electronically.

Mail to: Department of Revenue Services
PO Box 2974
Hartford CT 06104-2974

Signature

The return must be signed by a duly authorized officer.

Paid Preparer Signature

Anyone paid to prepare the tax return must sign and date it. Paid preparers must also enter their Social Security Number (SSN) or Preparer Tax Identification Number (PTIN), their firm's Federal Employer Identification Number, and their firm's address and telephone number in the spaces provided.

Form CT-1120CR

Combined Corporation Business Tax Return

2004

ENTER INCOME YEAR BEGINNING , 2004, AND ENDING

PARENT OR DESIGNATED CT PARENT CONNECTICUT TAX REGISTRATION NUMBER	
DRS USE ONLY	
-	- 20
FEDERAL EMPLOYER ID NUMBER	

CHECK APPLICABLE BOXES

1. Change of: Closing Month Address 2. Return Status: Initial Return Final Return Short Period Return
3. If this is a short period, check the corresponding box: Merger Acquisition Change of Filing Status
4. If this is a final return, has the corporation: Dissolved Withdrawn Merged/Reorganized (Enter survivor's CT Tax Reg. #) _____
5. Federal return was filed on: Consolidated Basis: Parent Co. Name Parent Co. FEIN
6. Is any corporation exchanging R & D tax credits? Yes (Attach Form CT-1120 XCH) No
7. Is this corporation annualizing its income? Yes (Attach Form CT-11201) No
8. Is any corporation subject to the interest add back or the intangible expense add back? Yes (Attach Form CT-1120AB) No
9. Is any corporation filing Form CT-1120 PIC? Yes (Attach Form CT-1120 PIC) No

PART I - SEPARATE TAXES OF CORPORATIONS INCLUDED IN THE COMBINED RETURN If additional lines are needed, attach a worksheet. Notice is hereby given to the Commissioner of Revenue Services that the affiliated corporations listed below have elected to be included in this Combined Corporation Business Tax Return pursuant to the provisions of Conn. Gen. Stat. §12-223a(1). **Attach Forms CT-1120CC, if applicable.**

CORPORATION NAME	* CT TAX REGISTRATION NUMBER	SEPARATE TAX (Form CT-1120, Sch. C, Line 1)
1. COMMON PARENT OR DESIGNATED CONNECTICUT PARENT	- 000	00
2.	- 000	00
3.	- 000	00
4.	- 000	00
5.	- 000	00
6.	- 000	00
7.	- 000	00
8. TOTAL SEPARATE TAXES (Add Lines 1 through 7) Enter total here and on Part IV, Line 1.		00

* Tax registration numbers must be included for parent and all subsidiaries.

ENTER the total number of corporations, including the parent corporation, in this combined return

- Check here for: Addition of Affiliates (Attach schedule showing Affiliate Name, Connecticut Tax Registration Number, and Federal Employer ID Number)
 Deletion of Affiliates (Attach schedule showing Affiliate Name, Connecticut Tax Registration Number, and Federal Employer ID Number)

PART IV - COMPUTATION OF AMOUNT PAYABLE

Complete Parts I, II, III, and Schedule KC before completing Part IV.

1. TOTAL SEPARATE TAXES (Part I, Line 8)			1.		00
COMBINED TAX COMPUTATION:					
2a. Tax on Combined Net Income (Part II, Line 25, Combined Total Column)	2a	00			
2b. Tax on Combined Minimum Tax Base (Part III, Line 7, Combined Total Column)	2b	00			
2c. Tax (Largest of Line 2a, Line 2b, or \$250)	2c	00			
2d. Tax on companies included in the combined return less one, multiplied by \$250	2d	00			
2. COMBINED TAX BEFORE SURTAX (Add Line 2c and Line 2d)			2.		00
3. SURTAX (Line 2c multiplied by 25% (.25). If Line 2c is \$250, enter zero)			3.		00
4. Recapture of Tax Credits (See Instructions)			4.		00
5. TOTAL COMBINED TAX (Add Lines 2 through 4)			5.		00
6. PREFERENCE TAX (Subtract Line 5 from Line 1. Enter amount not less than zero or more than \$250,000)			6.		00
7. TOTAL TAX (Add Line 5 and Line 6)			7.		00
8. Multiply Line 7 by 30% (.30)	8.	00			
9. Multiply the number of companies included by \$250	9.	00			
10. Enter the greater of Line 8 or Line 9			10.		00
11. Tax Credit Limitation (Subtract Line 10 from Line 7)			11.		00
12. TAX CREDITS (Schedule KC, Part II, Line 11. Do not exceed amount on Line 11)			12.		00
13. BALANCE OF TAX PAYABLE (Subtract Line 12 from Line 7)			13.		00
14a. Paid with application for extension, Form CT-1120 EXT	14a	00			
14b. Paid with estimates (Forms CT-1120 ESA, ESB, ESC, and ESD)	14b	00			
14c. Overpayment from prior year	14c	00			
14. TAX PAYMENTS (Add Lines 14a, 14b, and 14c)			14.		00
15. BALANCE OF TAX DUE (Subtract Line 14 from Line 13)			15.		00
16. Add: Penalty (16a) _____ Interest (16b) _____ CT-1120I Interest (16c) _____			16.		00
17. Amount to be credited to 2005 estimated tax (17a) _____ Refunded (17b) _____			17.		00
18. BALANCE DUE WITH THIS RETURN (Add Line 15 and Line 16)			18.		00

Make check payable to: Commissioner of Revenue Services
 Mail to: Department of Revenue Services, PO Box 2974, Hartford CT 06104-2974

**COMBINED
TOTAL**

(Enter the sum of all affiliate amounts where applicable)

PART II	1	Form CT-1120, Schedule D, Line 1, (federal taxable income (loss) before net operating loss and special deductions)	00
	2	Interest income wholly exempt from federal tax	00
	3	Unallowable deduction for corporation tax (Form CT-1120, Schedule F, Line 8)	00
	4	Interest expenses paid to a related member (Form CT-1120AB, Part I A, Line 1)	00
	5	Intangible expenses and costs paid to a related member (Form CT-1120AB, Part I B, Line 1)	00
	6	Federal bonus depreciation (See instructions)	00
	7	TOTAL (Add Lines 1 through 6)	00
	8a	Dividends (a) Dividends from domestic companies less than 20% owned limited to 70% deduction	00
	8b	(b) Other dividends	00
	8c	(c) Intercompany dividends from corporations included in this combined return	00
	9	Capital loss carryover (if not deducted in computing federal capital gain. Attach schedule.)	00
	10	Capital gain from sale of preserved land	00
	11	Federal bonus depreciation recovery (Form CT-1120 ATT, Schedule J, Line 6)	00
	12	Exceptions to interest add back (Form CT-1120AB, Part II A, Line 1)	00
	13	Exceptions to interest add back (Form CT-1120AB, Part II A, Line 2)	00
	14	Exceptions to interest add back (Form CT-1120AB, Part II A, Line 3)	00
	15	Exceptions to add back of intangible expenses paid to a related member (Form CT-1120 AB, Part II B, Line 1)	00
	16	Other (Attach explanation)	00
	17	TOTAL (Add Lines 8 through 16)	00
	18	NET INCOME (Loss) Subtract Line 17 from Line 7. If 100% Connecticut, enter also on Line 20.	00
	19	Apportionment fraction (Form CT-1120, Schedule A, Line 2. Carry to six places.)	00
	20	Connecticut net income (Line 18, or Line 18 multiplied by Line 19)	00
	21	Operating loss carryover from separate return year (Cannot exceed amount on Line 20. Attach schedule.)	00
	22	Net income (Subtract Line 21 from Line 20.)	00
	23	Operating loss carryover from combined return year (Part V, Line 6, Column A. Cannot exceed amount on Line 22.)	00
24	Income subject to tax (Subtract Line 23 from Line 22.)	00	
25	TAX: Multiply Line 24 by 7.5% (.075) (Enter on Part IV, Line 2a.)	00	
1	Form CT-1120, Schedule E, Line 6, Column C. If 100% Connecticut, enter also on Line 3. (See instructions)	00	
2	Apportionment fraction (Form CT-1120, Schedule B, Line 2. Carry to six places.)	00	
3	Line 1, or Line 1 multiplied by Line 2	00	
4	Number of months covered by this return	00	
5	Line 3 multiplied by Line 4, divided by 12	00	
6	Combined minimum tax base (Add all amounts on Line 5.)	00	
7	TAX: Multiply Line 6 by .0031 (3 1/10 mills per dollar) (Enter on Part IV, Line 2b)	00	

ADJUSTMENT FOR
CONNECTICUT TAX BASE

COMPUTATION OF
COMBINED
NET INCOME

COMPUTATION
OF COMBINED
MINIMUM
TAX BASE

* ENTER CORPORATION NAMES
 ** ENTER CONNECTICUT TAX REGISTRATION NUMBERS
 *** ENTER FEDERAL EMPLOYER ID NUMBERS

	1. PARENT OR DESIGNATED CT PARENT CORPORATION	2. AFFILIATE	3. AFFILIATE	4. AFFILIATE	5. AFFILIATE	6. AFFILIATE	7. AFFILIATE
A	- 000	- 000	- 000	- 000	- 000	- 000	- 000
B							
C							
1.							
2.							
3.							
4.							
5.							
6.							
7.							
8a.							
8b.							
8c.							
9.							
10.							
11.							
12.							
13.							
14.							
15.							
16.							
17.							
18.							
19.	0.	0.	0.	0.	0.	0.	0.
20.							
21.							
22.							
23.							
24.							
25.							
1.							
2.	0.	0.	0.	0.	0.	0.	0.
3.							
4.							
5.							
6.							
7.							

PART V — CONNECTICUT COMBINED OPERATING LOSS CARRYOVER

	Connecticut Combined Operating Loss	Combined Loss Applied to Income Year 2000	Combined Loss Applied to Income Year 2001	Combined Loss Applied to Income Year 2002	Combined Loss Applied to Income Year 2003	COLUMN A		COLUMN B		
						Loss Applied to Income Year 2004	Remaining Loss Available for 2005			
1.	1999									
2.	2000									
3.	2001									
4.	2002									
5.	2003									
6.	TOTAL (Add Lines 1 through 5 in Column A, and Lines 2 through 5 in Column B, and enter here. Enter the amount from Line 6, Column A on Form CT-1120CR, Part II, Line 23.)						00		00	

DECLARATION: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

SIGN HERE Keep a copy of this return for your records	Corporate Officer's Name (<i>Print</i>)	Corporate Officer's Signature	Date	May DRS contact the preparer shown below about this return? <input type="checkbox"/> Yes <input type="checkbox"/> No (See instructions, Page 4)
	Title	Telephone Number ()		
	Paid Preparer's Name (<i>Print</i>)	Paid Preparer's Signature	Date	Preparer's SSN or PTIN
	Firm's Name and Address	FEIN	Telephone Number ()	

SCHEDULE KC — COMBINED TAX CREDITS

Attach 2004 Form CT-1120K for each affiliate claiming a business tax credit and enter the combined credit totals on Schedule KC.

PART I - TAX CREDITS FROM 2004 INCOME YEAR

PART I-A Financial Institutions Tax Credit

A
Amount Applied

1	Financial Institutions	▶		00
---	------------------------	---	--	----

PART I-B Tax Credits With Carryback Provisions

A
Amount Applied

B
Carryback Amount

2	Neighborhood Assistance	▶		00	▶		00
3	Housing Program Contribution	▶		00	▶		00
4	Employer-Assisted Housing	▶		00	▶		00
5	TOTAL PART I-B (Add Lines 2 through 4)	▶		00	▶		00

PART I-C Tax Credits Without Carryback or Carryforward Provisions

A
Amount Applied

6	Apprenticeship Training	▶		00
7	Manufacturing Facility Credit for Facilities Located in a Targeted Investment Community/Enterprise Zone	▶		00
8	Computer Donation	▶		00
9	Grants to Institutions of Higher Education	▶		00
10	Machinery and Equipment	▶		00
11	Traffic Reduction	▶		00
12	Displaced Electric Worker	▶		00
13	TOTAL PART I-C (Add Lines 6 through 12)	▶		00

PART I-D Tax Credits With Carryforward Provisions

A
Carryforward Amount From Previous Income Years

B
2004 Credit Amount Claimed

C
Amount Applied to Corporation Tax

D
Carryforward Amount to 2005

14	Housing Program Contribution (See instructions)		00	▨	▶		00	▶		00
15	Employer-Assisted Housing (See instructions)		00	▨	▶		00	▶		00
16	Hiring Incentive		00		00	▶		00	▶	00
17	Clean Alternative Fuel-Vehicles, Equipment, and Related Filling or Recharging Stations		00		00	▶		00	▶	00
18	Research and Experimental Expenditures		00		00	▶		00	▶	00
19	Research and Development		00		00	▶		00	▶	00
20	Fixed Capital Investment		00		00	▶		00	▶	00
21	Human Capital Investment		00		00	▶		00	▶	00
22	Insurance Reinvestment Fund		00		00	▶		00	▶	00
23	Small Business Administration Guaranty Fee		00		00	▶		00	▶	00
24	Historic Homes Rehabilitation		00		00	▶		00	▶	00
25	Donation of Open Space Land		00		00	▶		00	▶	00
26	Air Pollution		00	▨	▶		00	▶		00
27	TOTAL PART I-D (Add Lines 14 through 26 in Columns A through D, and enter the result in the spaces provided)		00		00	▶		00	▶	00

**PART I-E Electronic Data Processing Equipment
Property Tax Credit**

		A Carryforward Amount From Previous Income Years	B 2004 Credit Amount Claimed	C Amount Applied to Corporation Tax	D Carryforward Amount to 2005
28	Electronic Data Processing Equipment Property Tax Credit	00	00	00	00

PART II - TOTAL TAX CREDITS APPLIED

1	Enter amount from Form CT-1120CR , Part IV, Line 11)		00
2	Financial Institutions Credit (Enter amount from <i>Schedule KC</i> , Part I-A, Line 1, Column A. Do not exceed amount on Line 1.)		00
3	Creditable corporation business tax balance (Subtract Line 2 from Line 1)		00
4	Tax Credits With Carryback Provisions (Enter amount from <i>Schedule KC</i> , Part I-B, Line 5, Column A. Do not exceed amount on Line 3.)		00
5	Creditable corporation business tax balance (Subtract Line 4 from Line 3)		00
6	Tax Credits Without Carryback or Carryforward Provisions (Enter amount from <i>Schedule KC</i> , Part I-C, Line 13, Column A. Do not exceed amount on Line 5.)		00
7	Creditable corporation business tax balance (Subtract Line 6 from Line 5)		00
8	Tax Credits With Carryforward Provisions (Carryforward credits that expire first should be claimed before any credit carryforward that will expire later or not at all. Enter amount from <i>Schedule KC</i> , Part I-D, Line 27, Column C. Do not exceed amount on Line 7.)		00
9	Creditable corporation business tax balance (Subtract Line 8 from Line 7)		00
10	Electronic Data Processing Equipment Property Tax Credit (Enter amount from <i>Schedule KC</i> , Part I-E, Line 28, Column C. Do not exceed amount on Line 9.)		00
11	TOTAL TAX CREDITS APPLIED (Add Part II, Lines 2, 4, 6, 8, and 10. Enter total here and on Form CT-1120CR , Part IV, Computation of Amount Payable, Line 12. Do not exceed amount on Line 1.)		00

PART III - CREDIT RECONCILIATION (If additional lines are required, attach a worksheet)

Column A Name of Affiliate Computing Credit	Column B Connecticut Tax Registration Number	Column C Name of Tax Credit Claimed	Column D Amount of Tax Credit Applied
			00
			00
			00
			00
			00
			00

(Rev. 12/04)

Form CT-1120CR

Combined Corporation Business Tax Return Instructions

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 Conn. Gen. Stat. Chapter 208 or 209 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.

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

All applicable tax credit forms, schedules, any other required forms, and any letters of approval or eligibility received from the agency administering the tax credit must be attached to and made part of this tax return for each corporation included.

Where to File: Make check or money order payable to the Commissioner of Revenue Services, and paper clip the check or money order to the front of the return. Do not staple. If your check is returned for insufficient or uncollected funds, the Department of Revenue Services (DRS) may resubmit the check to your bank electronically. Mail to:

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

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 using **Form CT-1120X**, *Amended Corporation Business Tax Return*. A copy of federal Form 1120X must be attached to substantiate any changes to federal net income.

For Further Information: Call DRS during business hours, Monday through Friday, 8:00 a.m. to 5:00 p.m.:

- **1-800-382-9463** (in-state), 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: Forms and publications are available anytime:

- **Internet:** Preview and download forms and publications from the DRS Web site at www.ct.gov/DRS;
- **DRS TAX-FAX:** Call **860-297-5698** from the handset attached to your fax machine and select from the menu. Only forms (not publications) are available through TAX FAX; and
- **Telephone:** Call **860-297-4753** (from anywhere), or **1-800-382-9463** (in-state) and select **Option 2** from a touch-tone phone.

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. Change of Closing Month or Address. Indicate any change to the end of the corporation's filing period by checking off the proper box and attaching an explanation of the change.

To make any changes to the corporation's address, clearly print the new information, check the *Change of Address* box, and file **Form CT-8822C, Corporation Business Tax Change of Address**. If the *Change of Address* 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 Return* box and attach **Form CT-1120CC**.

If the corporation is legally dissolved or withdrawn, check the *Final Return* box.

If the corporation is filing for a short period, check the *Short Period Return* box.

3. Short Period Return. Check the corresponding box to indicate the reason for a short period combined return.

4. Final Return. If the 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 Office Audit Unit
25 Sigourney Street
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
PO Box 2937
Hartford CT 06104-2937

5. 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.

6. Exchange of Research and Development Tax Credits. Check this 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% (.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**.

7. Annualization. Check the corresponding box if the corporation is annualizing its income. Complete **Form CT-1120I, Computation of Interest Due on Underpayment of Estimated Tax**, and attach it to **Form CT-1120CR**.

See **Informational Publication 2004(19), Guide to Calculating Annualized Estimated Corporation Business Tax Installments and Worksheet CT-1120AE**.

8. Interest or Intangible Expense Add Back. Complete as indicated.

9. 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. Passive investment companies are exempt from the corporation business tax, but must file **Form CT-1120 PIC**.

Rounding Off to Whole Dollars

You must round off cents to the nearest whole dollar on your return and schedules. 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.

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.

If you do not round, DRS will disregard the 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, Corporation Business Tax Return**, 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; other applicable forms, and any letters of approval or eligibility received from the agency administering the credit, for each corporation included.

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's 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 separate net income or loss of each corporation included in the return, but only to the extent it is separately apportioned to Connecticut in accordance with the provisions of Conn. Gen. Stat. §§12-218, 12-218a, 12-218b, or 12-244, whichever is applicable.

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).

Operating Loss Carryovers: 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, for further information.

Lines 1 through 3 - Complete as indicated.

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 1.

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

Lines 7 through 9 - Complete as indicated.

Line 10 - 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 11 - Enter the federal bonus depreciation recovery amount from Form CT-1120 ATT, Schedule J, Line 6.

Line 12 through 25 - Complete as indicated.

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 16, 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 of all separate taxes as reported on Part I, Line 8.

Line 2a - Enter the total tax on Combined Net Income as reported on Part II, Line 25, *Combined Total* Column.

Line 2b - Enter the total tax on Combined Minimum Tax Base as reported on Part III, Line 7, *Combined Total* Column.

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

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 2 - To compute the combined tax before surtax, add the amounts on Line 2c and Line 2d.

Line 3 - To compute the surtax, multiply the amount on Line 2c by 25% (.25). If Line 2c is \$250, enter zero.

Surtax: For income years beginning on or after January 1, 2004, and prior to January 1, 2005, any company subject to the corporation business tax must pay a surtax equal to 25% (.25) of the tax due without regard to credits. The surtax **does not** apply to the minimum tax of \$250. *Conn. Gen. Stat. §12-214(b), as amended by 2003 Conn. Pub. Acts 2, §32, as further amended by 2003 Conn. Pub. Acts 1, §87 (June 30 Spec. Sess.)*

Line 4 - Currently, there are two tax credits subject to recapture. If a corporation has received a notice from Connecticut Housing Finance Authority (CHFA) indicating that 60% or more of a revolving loan fund has not been properly loaned on or before the date that is three years after the date a revolving loan fund is established by such corporation, the credit amount specified in the notice must be recaptured. This amount should be reported on the first Connecticut corporation business tax return required to be filed on or after the date of notice. If any amount of the recaptured credit has not been paid to the Commissioner of Revenue Services on or before the due date of the return, the amount shall accrue interest at 1% (.01) per month or fraction of a month, from the original due date to the date of payment.

If the fixed capital on account of which a corporation claimed the credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for three full years following its acquisition, the corporation will be required to recapture 100% of the amount of the credit

allowed on its corporation business tax return required to be filed for the income year immediately succeeding the income year during which the three-year period expires.

If the fixed capital on account of which a corporation claimed the credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for five full years following its acquisition, the corporation will be required to recapture 50% (.50) of the amount of the credit allowed on its corporation business tax return required to be filed for the income year immediately succeeding the income year during which the five-year period expires.

Line 5 - To compute the total combined tax, add the amounts on Lines 2 through 4. Enter the result on Line 5.

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 zero. If the amount is greater than zero, enter the amount up to a maximum of \$250,000.

Line 7 - To compute the total tax, add Line 5 and Line 6. Enter the total on Line 7.

Line 8 - Multiply Line 7 by 30% (.30) and enter the result on Line 8.

Line 9 - Multiply the number of companies included by \$250 (minimum tax). Enter the result on Line 9.

Line 10 - Enter the greater of Line 8 or Line 9.

Line 11 - To compute the Tax Credit Limitation, subtract Line 10 from Line 7. Enter the result on Line 11.

Line 12 - Enter the total tax credits from *Schedule KC*, Part II, Line 11. **Do not exceed the amount on Line 11 above.**

Lines 13 through 16 - Complete as indicated.

Line 17 - Complete as indicated.

Overpayment of tax liability for a previous income year is credited against the current estimated tax liability as of the receipt date of **Form CT-1120CR** and **not Form CT-1120 EXT**. Accordingly, 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 **Form CT-1120CR** 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.**

Line 18 - To compute the balance due with this return, add Line 15 and Line 16. Enter the total on Line 18.

Part V - Connecticut Combined Operating Loss Carryover

Lines 1 through 5 - Enter the amount of the combined Connecticut apportioned operating income (loss) carryover from the five preceding income years as reported on Connecticut corporation business tax returns filed for those years. Net operating losses incurred for income years beginning prior to January 1, 2000, may be carried forward for five successive income years. Net operating losses incurred in income years beginning on or after

January 1, 2000, may be carried forward for 20 successive income years. Conn. Gen. Stat. §12-217.

Line 6 - Add Lines 1 through 5 in Column A and enter the total on Line 6, Column A. Add Lines 2 through 5 in Column B and enter the total on Line 6, Column B. Enter the amount from Line 6, Column A on Part II, *Computation of Combined net Income*, Line 23.

Signature

The return must be signed by a duly authorized officer.

Paid Preparer Signature

Anyone who is paid to prepare the return must sign and date it. Paid preparers must also enter their Social Security Number or Preparer Tax Identification Number (PTIN), their firm's FEIN, and their firm's address and telephone number in the spaces provided.

Paid Preparer Authorization: If the corporation wishes to allow DRS to contact the paid preparer who signed the 2004 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 2004 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 2005 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. **Schedule KC** 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, schedules, and any letters of approval or eligibility received from the agency administering the tax credit must be attached to this tax return.

See **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, for additional information on Connecticut business tax credits.

Limit on Credits: The amount of tax credits otherwise allowable against the corporation business tax for any income year shall not exceed 70% (.70) of the amount of total tax due prior to the application of the tax credits.

For income years beginning on or after January 1, 2002, financial service companies are subject to the minimum tax of \$250, and no tax credit can be applied against the minimum tax of \$250 for each included corporation.

Part I - Tax Credits From 2004 Income Year

Part I-A - Financial Institutions Tax Credit

Line 1 - Enter on *Schedule KC*, Part I-A, Line 1, 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 *Schedule KC*, Part I-B, Lines 2 through 4, Column A, the amounts from **Form CT-1120K**, Part I-B, Lines 2 through 4, Column B. This is the combined total of all credits actually applied to the corporation business tax in 2004 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 **Form CT-1120X** or the appropriate amended tax returns.

Enter on *Schedule KC*, Part I-B, Lines 2 through 4, Column B, the combined totals of all credit amounts from **Form CT-1120K**, Part I-B, Lines 2 through 4, 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.

Line 2 - Enter in Column A the amount from **Form CT-1120K**, Part I-B, Line 2, Column B. Enter in Column B the amount from **Form CT-1120K**, Part I-B, Line 2, Column D.

Line 3 - Enter in Column A the amount from **Form CT-1120K**, Part I-B, Line 3, Column B. Enter in Column B the amount from **Form CT-1120K**, Part I-B, Line 3, Column D.

Line 4 - Enter in Column A the amount from **Form CT-1120K**, Part I-B, Line 4, Column B. Enter in Column B the amount from **Form CT-1120K**, Part I-B, Line 4, Column D.

Line 5 - Add Lines 2 through 4 in Column A and Column B. Enter the total in the spaces provided.

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

Enter on *Schedule KC*, Part I-C, Lines 6 through 12, 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 6 through 12.

Line 6 - Enter in Column A the amount from **Form CT-1120K**, Part I-C, Line 6, Column B.

Line 7 - Enter in Column A, the amount from **Form CT-1120K**, Part I-C, Line 7, Column B.

Line 8 - Enter in Column A the amount from **Form CT-1120K**, Part I-C, Line 8, Column B.

Line 9 - Enter in Column A the amount from **Form CT-1120K**, Part I-C, Line 9, Column B.

Line 10 - Enter in Column A the amount from **Form CT-1120K**, Part I-C, Line 10, Column B.

Line 11 - Enter in Column A the amount from **Form CT-1120K**, Part I-C, Line 11, Column B.

Line 12 - Enter in Column A the amount from **Form CT-1120K**, Part I-C, Line 12, Column B.

Line 13 - Add Lines 6 through 12 in Column A. Enter the total in the spaces provided.

Part I-D - Tax Credits With Carryforward Provisions

Enter on *Schedule KC*, Part I-D, Lines 14 through 27, Column A the combined total of all tax credit carryforward amounts from previous income years. Enter on Part I-D, Lines 16 through 25, Column B the current year credit amount claimed. Enter on Part I-D, Lines 14 through 27, Column C the amount of tax credit applied to the corporation business tax for the current year. Enter on Part I-D, Lines 14 through 27, Column D, the total available credit carryforward to 2005.

Line 14 - If you are claiming the Housing Program Contribution Credit, complete Part I-B, Line 3. Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 14, Column A. This is the carryforward amount for the Employer-Assisted Housing Credit. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 14, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Column E.

Line 15 - If you are claiming the Employer-Assisted Housing Credit, complete Part I-B, Line 4. Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 15, Column A. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 15, Column C. Enter in Column D the amount from **Form CT-1120K**, Line 15, Column E.

Line 16 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 16, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 16, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 16, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 16, Column E.

Line 17 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 17, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 17, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 17, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 17, Column E.

Line 18 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 18, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D,

Line 18, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 18, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 18, Column E.

Line 19 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 19, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 19, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 19, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 19, Column E.

Line 20 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 20, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 20, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 20, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 20, Column E.

Line 21 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 21, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 21, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 21, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 21, Column E.

Line 22 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 22, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 22, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 22, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 22, Column E.

Line 23 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 23, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 23, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 23, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 23, Column E.

Line 24 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 24, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 24, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 24, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 24, Column E.

Line 25 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 25, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-D, Line 25, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 25, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 25, Column E.

Line 26 - Enter in Column A the amount from **Form CT-1120K**, Part I-D, Line 26, Column A. Enter in Column C the amount from **Form CT-1120K**, Part I-D, Line 26, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-D, Line 26, Column E.

Line 27 - Total Part I-D. Add Lines 14 through 26 in Columns A through D. Enter the total in the spaces provided.

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

Line 28 - Enter on *Schedule KC*, Part I-E, Line 28, Column A the amount from **Form CT-1120K**, Part I-E, Line 28, Column A. Enter in Column B the amount from **Form CT-1120K**, Part I-E, Line 28, Column B. Enter in Column C the amount from **Form CT-1120K**, Part I-E, Line 28, Column C. Enter in Column D the amount from **Form CT-1120K**, Part I-E, Line 28, 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 *Schedule KC*, Part II, Lines 2, 4, 6, 8, and 10 the total amount of tax credits applied to the corporation business tax.

Line 1 - Enter the amount from **Form CT-1120CR**, Part IV, Line 11.

Line 2 - Enter the amount from *Schedule KC*, Part I-A, Line 1, Column A. Do not exceed the amount on Line 1.

Line 3 - Enter the creditable corporation business tax balance. Subtract Line 2 from Line 1. Enter the result on Line 3.

Line 4 - Enter the amount from *Schedule KC*, Part I-B, Line 5, Column A. Do not exceed the amount on Line 3.

Line 5 - Enter the creditable corporation business tax balance. Subtract Line 4 from Line 3. Enter the result on Line 5.

Line 6 - Enter the amount from *Schedule KC*, Part I-C, Line 13, Column A. Do not exceed the amount on Line 5.

Line 7 - Enter the creditable corporation business tax balance. Subtract Line 6 from Line 5. Enter the result on Line 7.

Line 8 - Enter the amount from *Schedule KC*, Part I-D, Line 27, Column C. Do not exceed the amount on Line 7.

Line 9 - Enter the creditable corporation business tax balance. Subtract Line 8 from Line 7. Enter the result on Line 9.

Line 10 - Enter the amount from *Schedule KC*, Part I-E, Line 28, Column C. Do not exceed amount on Line 9.

Line 11 - Add Part II, Lines 2, 4, 6, 8, and 10. Enter the total here and on **Form CT-1120CR**, Part IV, *Computation of Amount Payable*, Line 12. Do not exceed amount on Line 1.

Part III - Credit Reconciliation

Enter on *Schedule KC*, Part III, 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.

Form CT-1120CC Combined Return Consent

Purpose

Use Form CT-1120CC, *Combined Return Consent*, to authorize and consent to be included in a Combined Corporation Business Tax Return. The subsidiary corporation named below authorizes its common parent corporation to include it in a combined return for the initial income year indicated. This election is irrevocable for the five succeeding income years.

General Instructions

Complete and attach this form to Form CT-1120CR, *Combined Corporation Business Tax Return*, for the initial income year in which each affiliate corporation included in a consolidated return for federal income tax purposes consents to the election by the common parent corporation (or designated Connecticut parent) to file a Combined Corporation Business Tax Return. When an election to file a combined return is made, each member of the combined group is jointly and severally liable for payment of the entire tax, including penalties and interest. (Conn. Gen. Stat. §12-223d)

FOR INCOME YEAR BEGINNING _____, _____, AND ENDING _____, _____.

Common Parent Corporation (or Designated Connecticut Parent)

The common parent corporation (or designated Connecticut parent) named below elects to file a Combined Corporation Business Tax Return for this income year with its Connecticut taxpayer affiliates. This election is irrevocable for the five succeeding income years.

Name of Common Parent Corporation (or Designated CT Parent)		Connecticut Tax Registration Number
Name of Authorized Officer	Signature of Authorized Officer	Federal Employer ID Number
Title		Date

Affiliate Corporation

The affiliate corporation named below consents to the election by the common parent corporation (or Connecticut parent) named above to file a Combined Corporation Business Tax Return. This election is irrevocable for the five succeeding income years.

Name of Affiliate			Connecticut Tax Registration Number
Address (No., Street, City or Town, State, and ZIP Code)			Federal Employer ID Number
State of Incorporation	Date Incorporated	Type of Business	Current Status (Active/Inactive)
Name of Authorized Officer		Signature of Authorized Officer	
Title			Date

ATTACH A SEPARATE CONSENT TO ELECTION FOR EACH AFFILIATE FOR THE INITIAL INCOME YEAR THE AFFILIATE ELECTS TO FILE A COMBINED CORPORATION BUSINESS TAX RETURN.

Form CT-1120CC-R

Revocation of Election and Consent to File Combined Corporation Business Tax Return

Purpose

Use Form CT-1120CC-R, *Revocation of Election and Consent to File Combined Corporation Business Tax Return*, to revoke a prior election to be included in a Combined Corporation Business Tax Return.

General Instructions

Complete and attach this form to Form CT-1120, *Corporation Business Tax Return*, for the initial income year in which an affiliate corporation included in a consolidated return for federal income tax purposes revokes its election to file a Combined Corporation Business Tax Return. (Conn. Gen. Stat. §12-223d)

FOR INCOME YEAR BEGINNING _____, _____, AND ENDING _____, _____.

Common Parent Corporation (or Designated Connecticut Parent)

The common parent corporation (or designated Connecticut parent) named below hereby revokes the election to file a Combined Corporation Business Tax Return that was submitted on behalf of itself and its Connecticut taxpayer affiliates for the income year _____. This revocation is irrevocable for the five succeeding income years.

Name of Common Parent Corporation (or Designated CT Parent)		Connecticut Tax Registration Number
Name of Authorized Officer	Signature of Authorized Officer	Federal Employer ID Number
Title		Date

Affiliate Corporation

The affiliate corporation named below revokes its election to file a Combined Corporation Business Tax Return with the common parent corporation (or designated Connecticut parent) named above. This revocation is irrevocable for the five succeeding income years.

Name of Affiliate			Connecticut Tax Registration Number
Address (No., Street, City or Town, State, and ZIP Code)			Federal Employer ID Number
State of Incorporation	Date Incorporated	Type of Business	Current Status (Active/Inactive)
Name of Authorized Officer		Signature of Authorized Officer	
Title			Date

**ATTACH A SEPARATE REVOCATION OF ELECTION TO THE CORPORATION BUSINESS TAX RETURN
 OF THE COMMON PARENT CORPORATION (OR DESIGNATED CONNECTICUT PARENT)
 FOR EACH AFFILIATE REVOKING ITS ELECTION.**

Form CT-1120 TIC/EZ

Manufacturing Facility Credit for Facilities Located in a Targeted Investment Community/Enterprise Zone

(Rev. 12/04)

FOR INCOME YEAR	
BEGINNING	ENDING
DECD ELIGIBILITY CERTIFICATE NUMBER	

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete Form CT-1120 TIC/EZ, *Manufacturing Facility Credit for Facilities Located in a Targeted Investment Community/Enterprise Zone*, to claim the credit for manufacturing facilities which is allowed under Conn. Gen. Stat. §12-217e against the corporation business tax. Attach it to Form CT-1120K, *Business Tax Credit Summary*.

Eligibility

50% Credit - Taxpayers may qualify for a credit equal to 50% (.50) of that portion of the Connecticut corporation business tax that is allocable to a manufacturing facility, as defined under Conn. Gen. Stat. §32-9p, which meets certain employment criteria and is located within a designated Enterprise Zone or other area designated as having Enterprise Zone level benefits. An Entertainment District, Enterprise Corridor Zone, Railroad Depot Zone, Contiguous Municipality Zone, Defense Plant Zone, Manufacturing Plant Zone, Qualified Manufacturing Plant Zone are areas having Enterprise Zone level benefits. A 50% credit is also available to businesses engaged in biotechnology, pharmaceutical, or photonics research and are located in a municipality that has a major research university with programs in biotechnology, pharmaceuticals, or photonics, and has an Enterprise Zone. To be eligible for a 50% credit, the corporation must obtain certification from the Department of Economic and Community Development (DECD) and establish either that at least 150 full-time employees or 30% of the full-time positions

directly attributable to the manufacturing facility were held by employees that were: (1) residents of such zone; or (2) residents of such municipality and eligible for training under the federal Job Training Partnership Act or any successor program.

25% Credit - Taxpayers may qualify for a credit equal to 25% (.25) of that portion of the Connecticut corporation business tax that is allocable to a manufacturing facility located in a Targeted Investment Community. Taxpayers with manufacturing facilities located in areas with Enterprise Zone level benefits that do not meet the employment criteria for the 50% credit qualify for this 25% credit. To be eligible for a 25% credit, the manufacturing facility must obtain certification from DECD.

The credit period is ten years and begins with the first full income year following the year of issuance of the eligibility certificate and continues for the following nine income years. The credit may be claimed for a maximum of ten years. Attach a copy of the eligibility certificate received from DECD to the Connecticut corporation business tax return in each income year for which the credit is claimed.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact DECD, 505 Hudson Street, Hartford CT 06106, 860-270-8143.

Schedule A - Location Criteria for 50% Credit		Yes	No	
1.	Is the certified facility located within an area having Enterprise Zone level benefits?			If "Yes," go to <i>Schedule B</i> . If "No," go to Question 2.
2.	Is the certified facility an eligible entertainment related project or support business located within a municipality with an approved entertainment district?			If "Yes," go to <i>Schedule B</i> . If "No," go to Question 3.
3.	Is the business engaged in biotechnology, pharmaceutical, or photonics research and located in a municipality that has a major research university with programs in biotechnology, pharmaceuticals, or photonics, and has an Enterprise Zone?			If "Yes," go to <i>Schedule B</i> . If "No," the company is eligible only for a 25% credit. Enter 25% (.25) on <i>Schedule C</i> , Line 7.

Schedule B - Employment Criteria for 50% Credit			
1.	Enter the average number of full-time employment positions at the manufacturing facility during the last quarter of the current income year.	1.	
2.	Enter the number of full-time employees prior to beginning the initial hiring for the facility. (See instructions)	2.	
3.	Subtract Line 2 from Line 1, enter the result here. (If zero or less, the company is eligible only for the 25% credit. Enter 25% (.25) on <i>Schedule C</i> , Line 7.)	3.	
4.	Multiply Line 3 by 30% (.30).	4.	
5.	Enter the number of full-time employees who are residents of the Enterprise Zone, or are residents of the municipality or Enterprise Corridor Zone, and are eligible for training under the federal Job Training Partnership Act.	5.	
6.	If Line 5 is less than 150 and is less than the amount on Line 4, the company is eligible only for the 25% credit. Enter 25% (.25) here and on <i>Schedule C</i> , Line 7.	6.	
7.	If Line 5 is 150 or greater or is greater than the amount on Line 4, the company is eligible for the 50% credit. Enter 50% (.50) here and on <i>Schedule C</i> , Line 7.	7.	

Schedule C - Credit Computation									
Instructions for the computation of Tangible Property and Wages, Salaries, and Other Compensation are shown below.		COLUMN A		COLUMN B		COLUMN C			
		Eligible Facility Approved by DECD		Total Facilities Within Connecticut (Including Eligible Facility)		FOR LINE 1 AND LINE 2 DIVIDE COLUMN A BY COLUMN B (Carry to six decimal places)			
TANGIBLE PROPERTY (Average Monthly Net Book Value)	a.	Depreciable assets						1.	
	b.	Land							
	c.	Capitalized rent							
	d.	Other							
	1.	TOTAL				1.			
WAGES, SALARIES, AND OTHER COMPENSATION	2.	TOTAL				2.			
FACILITY CREDIT RATIO	3.	TOTAL (Add Line 1 and Line 2 in Column C)				3.			
	4.	FACILITY RATIO (Divide Line 3 by two)				4.			
	5.	TAX (From Form CT-1120, Schedule C, Line 1)				5.			
TAX CREDIT CALCULATION	6.	BALANCE (Multiply Line 5 by Line 4)				6.			
	7.	TAX CREDIT PERCENTAGE (See instructions)				7.			
	8.	TAX CREDIT (Multiply Line 6 by Line 7. Enter here and on Form CT-1120K, Part I-C, Line 7, Column A.)				8.			

Instructions

Schedule A

Schedule A is used to determine if the manufacturing facility is located in an area eligible to receive Enterprise Zone level benefits. If the facility does not meet the criteria for location, it is eligible only for the 25% credit. Skip *Schedule B* and continue on *Schedule C*.

Lines 1 and 2 - Check Yes if the manufacturing facility is located within one of the areas having Enterprise Zone level benefits.

Line 3 - Check Yes if the facility is engaged in biotechnology, pharmaceutical, or photonics research, and is located in a municipality that has a major research university with programs in biotechnology, pharmaceuticals, or photonics, and has an Enterprise Zone.

Schedule B

Schedule B is used to determine if the facility employs enough workers who are residents of the Enterprise Zone or are residents of the municipality and qualify for federal Job Training Partnership Act benefits. If the facility does not meet the criteria for employment of local workers, it is eligible only for the 25% credit.

Line 1 - Complete as indicated.

Line 2 - The initial hiring for the new facility is based on the start date established with DECD.

Line 3 - Subtract Line 2 from Line 1, enter result here. If zero or less, the company is eligible only for the 25% credit. Do not continue on Lines 5 through 7. Enter 25% (.25) on *Schedule C*, Line 7.

Line 4 - Multiply Line 3 by 30% (.30).

Lines 5 through 7 - Complete as indicated.

Schedule C

Schedule C is used to determine the amount of the tax credit.

Tangible Property: Column A includes the average monthly net book value of the eligible manufacturing facility including all machinery and equipment specifically acquired for and installed at that site (without reduction for any encumbrance). When rented, the value of the eligible

manufacturing facility and all machinery and equipment specifically acquired for and installed at that site should be computed by multiplying the **gross rents** payable by the taxpayer during the income year by eight. Column B consists of the average monthly net book value of all real property, machinery, and equipment held and owned by the taxpayer in Connecticut plus the value of all real property, machinery, and equipment rented to the taxpayer in Connecticut, computed by multiplying the combined **gross rents** payable during the income year by eight. **Gross rents** means gross rents as defined in Conn. Gen. Stat. §12-218.

Wages, Salaries, and Other Compensation: Column A consists of all wages, salaries, and other compensation paid during the income year to employees of the taxpayer whose positions are **directly attributable** to the eligible manufacturing facility. Column B consists of the sum of wages, salaries, and other compensation paid during the income year to all employees of the taxpayer in Connecticut.

An employee's position is **directly attributable** to an eligible manufacturing facility if: (A) the employee's service is performed or base of operation is at the eligible manufacturing facility; (B) the position did not exist prior to the construction, renovation, expansion, or acquisition of the eligible manufacturing facility; and (C) the position would not have been created but for the construction, renovation, expansion, or acquisition of the eligible manufacturing facility.

Lines 1 through 4 - Complete as indicated.

Line 5 - Enter the tax from Form CT-1120, Schedule C, Line 1.

Line 6 - Multiply Line 5 by Line 4.

Line 7 - Enter the tax credit percentage. This percentage will be either 25% (.25) or 50% (.50), and is determined from *Schedule A*, Line 3, or *Schedule B*, Line 6 or Line 7.

Line 8 - Enter the tax credit. Multiply Line 6 by Line 7, enter here and on Form CT-1120K, Part I-C, Line 7, Column A.

Research and Development Credit

(Rev. 12/04)

FOR INCOME YEAR		DECD ELIGIBILITY CERTIFICATE NUMBER (If applicable)
Beginning	2004, and Ending	

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 RDC, Research and Development Credit**, to claim the credit available under Conn. Gen. Stat. §12-217n against the Connecticut corporation business tax for research and development expenses paid or incurred during the income year, for research and development conducted in Connecticut.

- All costs incident to the development of an experimental or pilot model, a plant process, a product, a formula, an invention, or similar property, and the improvement of already existing property of the type mentioned; and
- Costs of obtaining a patent, such as attorneys' fees expended in making and perfecting a patent application.

Required Attachments

Form CT-1120 RDC and a copy of the eligibility certificate, if applicable, **must** be attached to **Form CT-1120, Corporation Business Tax Return**, or **Form CT-1120CR, Combined Corporation Business Tax Return**, for each income year for which the credit is claimed.

Qualified Small Business is defined as a company that has gross income for the previous income year that does not exceed \$100 million and has not met the gross income test through transactions with a related person, as defined in Conn. Gen. Stat. §12-217w.

This form must also be accompanied by a detailed schedule that identifies the research and development expenditures as to the type, amount, and location in Connecticut where conducted.

Tentative Credit Computation

For a **qualified small business**, the tentative credit allowed for research and development expenses is equal to 6% (.06) of such expenses. Any company other than a qualified small business must use the tentative rate schedule below to determine the amount of the tentative credit.

Definitions

Connecticut research and development expenditures are those amounts deductible under §174 of the Internal Revenue Code of 1986, as in effect on May 28, 1993, (determined without regard to §280C(c) thereof), and basic research payments as defined under I.R.C. §41, to the extent not deducted under I.R.C. §174. The expenditures must be paid or incurred by the taxpayer for research and development and basic research conducted in Connecticut. Overhead and other expenses, including general and administrative expenses that relate to a corporation's activities as a whole and not specifically to the research and development effort will not qualify. Qualifying expenditures may include, but are not limited to:

The amount of credit available to companies that have revenues in excess of \$3 billion, employing more than 2,500 employees, and headquartered in an Enterprise Zone shall be the tentative credit allowed or 3.5% (.035) of the total research and development expenses, whichever is greater. A company that pays or incurs research and development expenses in excess of \$200 million for the income year must obtain an eligibility certificate from the Department of Economic and Community Development (DECD) prior to claiming the credit.

- Expenditures incurred in connection with the taxpayer's trade or business that represent research and development costs in the experimental or laboratory sense;

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Tentative Research and Development Credit Computation

1.	Amount of Connecticut research and development expenditures for 2004 income year. (Attach detailed schedule)	1.	
2.	Amount of excess Connecticut research and experimental expenditures for 2004 income year pursuant to Conn. Gen. Stat. §12-217j. (2004 Form CT-1120RC , Part I, Line 3)	2.	
3.	Amount of excess grant expenditures to institutions of higher education in Connecticut for research and development pursuant to Conn. Gen. Stat. §12-217l. (2004 Form CT-1120GC , Line 7)	3.	
4.	Total excess expenditures. (Add Line 2 and Line 3)	4.	
5.	Net research and development expenditures for 2004. (Subtract Line 4 from Line 1)	5.	
6a.	Qualified Small Businesses multiply amount on Line 5 by 6% (.06).	6a.	
6b.	Companies headquartered in an Enterprise Zone, with revenues in excess of \$3 billion, employing more than 2,500 employees, may elect to multiply amount on Line 5 by 3.5% (.035).	6b.	
6c.	All other businesses determine amount from the <i>Tentative Credit Rate Schedule</i> , below.	6c.	
6.	Tentative credit for 2004. (Enter the amount from Line 6a, 6b, or 6c)	6.	
7.	Reduction of tentative credit for 2004. (Applicable if net research and development expenses exceed \$200 million and workforce is reduced)	7.	
8.	ALLOWABLE TENTATIVE CREDIT FOR 2004 (Subtract Line 7 from Line 6)	8.	

Tentative Credit Rate Schedule

If Net Research and Development Expenditures (Line 5) are:	The tentative credit allowed is:
\$50 million or less	1% of Net Research and Development Expenditures
more than \$50 million but not more than \$100 million	\$500,000 + 2% of amount over \$50 million
more than \$100 million but not more than \$200 million	\$1.5 million + 4% of amount over \$100 million
more than \$200 million	\$5.5 million + 6% of amount over \$200 million

PART II - Research and Development Credit Computation

1.	Allowable tentative credit for 2004 (From Part I, Line 8).	1.	
2.	Multiply Line 1 by 33 $\frac{1}{3}$ % (.3333).	2.	
3.	Enter the 2004 Connecticut corporation business tax liability (or combined corporation business tax liability) due after the application of the total amount of Connecticut corporation business tax credits (except the Research and Development Credit).	3.	
4.	Multiply Line 3 by 50% (.50).	4.	
5a.	Multiply Line 1 by two (2).	5a.	
5b.	Enter 90% (.90) of Line 3.	5b.	
5.	Enter the lesser of Line 5a or Line 5b.	5.	
6.	Enter the greater of Line 4 or Line 5.	6.	
7.	2004 RESEARCH AND DEVELOPMENT CREDIT. (Enter the lesser of Line 2 or Line 6 here and on Form CT-1120K , Part I-D, Line 19, Column B.)	7.	

Exchange of Tax Credit

A taxpayer whose gross income does not exceed \$70 million and who cannot take the credit as a result of having no tax liability under the corporation business tax, may elect to carry 100% of the credit forward or may be eligible to exchange the credit with the State for a credit refund equal to 65% (.65) of its value. See Conn. Gen. Stat. §12-217ee, as amended. See **Form CT-1120 XCH**, *Application for Exchange of Research and*

Development or Research and Experimental Expenditures Tax Credits by a Qualified Small Business, for eligibility. Only tax credits earned in the current year and entitled to be claimed in the current year may be exchanged.

Application Procedure

Complete **Form CT-1120 XCH** and submit it with the original return (**Form CT-1120** or **Form CT-1120CR**). **Form CT-1120 XCH** is available on the DRS Web site at www.ct.gov/DRS

PART III - Computation of Carryforward

	A Total Credit Earned	B Credit Applied 1995 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied in 2004	E Credit Exchanged	F Carryforward to 2005 (See instructions below)
1.	1995 Form CT-1120 RDC, Part I, Line 4					
2.	1996 Form CT-1120 RDC, Part I, Line 1.					
3.	1997 Form CT-1120 RDC, Part I, Line 1.					
4.	1998 Form CT-1120 RDC, Part I, Line 8.					
5.	1999 Form CT-1120 RDC, Part I, Line 8.					
6.	2000 Form CT-1120 RDC, Part I, Line 8.					
7.	2001 Form CT-1120 RDC, Part I, Line 8.					
8.	2002 Form CT-1120 RDC, Part I, Line 8.					
9.	2003 Form CT-1120 RDC, Part I, Line 8.					
10.	2004 Form CT-1120 RDC, Part I, Line 8.					
11.	Total Research and Development Credit Carryforward to 2005. (Add Lines 1 through 10, Column F.) Enter total here and on Form CT-1120K , Part I-D, Line 19, Column E.					

Computation of Carryforward Instructions:

Lines 1 through 10, Columns A through D - Enter the amount for each corresponding year.
 Lines 6 through 9, Column E - Enter the actual amount of credit exchanged for each corresponding year.
 Line 10, Column E - Enter the amount of credit to be exchanged for credit refund (From 2004 **Form CT-1120 XCH**, Part II, Line 2).
 Lines 1 through 5, Column F - Subtract Lines 1 through 5, Column D from Lines 1 through 5, Column C. Enter the result on the appropriate lines.
 Lines 6 through 9, Column F - Subtract Lines 6 through 9, Column D and Column E, from Lines 6 through 9, Column C. Enter the result on the appropriate lines.
 Line 10, Column F - Subtract Line 10, Column D and Column E, from Line 10, Column A. Enter the result here.
 Line 11 - Complete as indicated.

Form CT-1120RC

2004

Research and Experimental Expenditures Credit

(Rev. 12/04)

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120RC, Research and Experimental Expenditures Credit**, to claim the credit available under Conn. Gen. Stat. §12-217j equal to 20% (.20) of the incremental increase in research and experimental expenditures that are conducted in Connecticut. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Required Attachment

This form must be accompanied by a detailed schedule that identifies the location in Connecticut where the research and experimentation was conducted and the amounts spent directly on research and experimentation in the current income year and in the previous income year.

Definitions

Connecticut research and experimental expenditures are those that may be deducted under §174 of the Internal Revenue Code of 1986 and related regulations. Only amounts spent directly on such research and experimental expenditures will be allowed. Overhead and other expenses, including general and administrative expenses, which relate to a corporation's activities as a whole and not specifically to the research and experimental effort will not qualify.

Qualifying expenditures include, but are not limited to:

- Expenditures incurred in connection with the taxpayer's trade or business that represent research and development costs in the experimental or laboratory sense;
- All costs incurred in the development of an experimental or pilot model, a plant process, a product, a formula, an invention, or similar property, and the improvement of already existing property of the type mentioned; **and**
- Costs of obtaining a patent, such as attorneys' fees expended in making and perfecting a patent application.

Credit Computation

The credit is equal to 20% (.20) of the amount spent by the corporation directly on Connecticut research and experimental expenditures that exceeds the amount spent by that corporation on those expenditures during the previous income year.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Credit Computation			
1.	Amount of Connecticut research and experimental expenditures for the 2004 income year. (Attach detailed schedule)	1.	
2.	Amount of Connecticut research and experimental expenditures for the 2003 income year. (Attach detailed schedule)	2.	
3.	Balance (Subtract Line 2 from Line 1) (If zero or less, the corporation is not eligible for this credit.)	3.	
4.	Tax Credit: Multiply Line 3 by 20% (.20). Enter here and on Form CT-1120K, Part I-D, Line 18, Column B.	4.	

Exchange of Tax Credit

A taxpayer whose gross income does not exceed \$70 million and who cannot take the credit as a result of having no tax liability under the corporation business tax may elect to carry 100% of the credit forward or may be eligible to exchange the credit with the state for a credit refund equal to 65% of its value. See Conn. Gen. Stat. §12-217ee, as amended. See **Form CT-1120 XCH, Application for Exchange of Research and Development or Research and Experimental Expenditures Tax Credits by a Qualified Small Business**, for eligibility. Only tax credits earned in the current year and entitled to be claimed in the current year may be exchanged.

Application Procedure

Complete **Form CT-1120 XCH** and submit it with the original return (**Form CT-1120, Corporation Business Tax Return** or **Form CT-1120CR, Combined Corporation Business Tax Return**). **Form CT-1120 XCH** is available on the DRS Web site at www.ct.gov/DRS

Carryforward Schedule

For income years beginning on or after January 1, 1997, the 15-year carryforward is applicable to biotechnology (biotech) companies only. However, for income years beginning on or after January 1, 2000, the 15-year carryforward is applicable to all companies.

PART II - Computation of Carryforward						
	A Total Credit Earned	B Credit Applied 1997 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied in 2004	E Credit Exchanged	F Carryforward to 2005 (See line instructions below)
1. 1997 Form CT-1120RC, Line 4. (Biotech only)						
2. 1998 Form CT-1120RC, Line 4. (Biotech only)						
3. 1999 Form CT-1120RC, Line 4. (Biotech only)						
4. 2000 Form CT-1120RC, Line 4.						
5. 2001 Form CT-1120RC, Line 4.						
6. 2002 Form CT-1120RC, Line 4.						
7. 2003 Form CT-1120RC, Line 4.						
8. 2004 Form CT-1120RC, Line 4.						
9. Total Research and Experimental Expenditures Credit Carryforward to 2005. (Add Lines 1 through 8, Column F.) Enter the total here and on Form CT-1120K, Part I-D, Line 18, Column E.						

Computation of Carryforward Instructions:
Lines 1 through 8, Columns A through D - Enter the amount for each corresponding year.
Lines 4 through 7, Column E - Enter the actual amount of credit exchanged for each corresponding year.
Line 8, Column E - Enter the amount of credit to be exchanged for credit refund (From 2004 Form CT-1120 XCH, Part II, Line 1).
Lines 1 through 3, Column F - Subtract Lines 1 through 3, Column D from Lines 1 through 3, Column C. Enter the result on the appropriate lines.
Lines 4 through 7, Column F - Subtract Lines 4 through 7, Column D and Column E, from Lines 4 through 7, Column C. Enter the result on the appropriate lines.
Line 8, Column F - Subtract Line 8, Column D and Column E, from Line 8, Column A. Enter the result here.
Line 9 - Complete as indicated.

(Rev. 12/04)

**Electronic Data Processing Equipment
Property Tax Credit**

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 EDPC**, *Electronic Data Processing Equipment Property Tax Credit*, to claim the credit available under Conn. Gen. Stat. §12-217t, for personal property taxes paid on electronic data processing equipment to a Connecticut municipality during the income year. Attach it to **Form CT-1120K**, *Business Tax Credit Summary*; **Form CT-990T**, *Unrelated Business Income Tax Return*; **Form CT-207**, *Insurance Premiums Tax Return Domestic Companies*; or **Form CT-207F**, *Insurance Premiums Tax Return Nonresident and Foreign Companies*, whichever is applicable.

Definition

Electronic data processing equipment means computers, printers, peripheral computer equipment, bundled software, and any computer-based equipment acting as a computer as defined in I.R.C. §168, and any other equipment reported as Code 20 on the Personal Property Declaration, as prescribed by the Secretary of the Office of Policy and Management pursuant to Conn. Gen. Stat. §12-27.

In the case of leased electronic data processing equipment, the lessee, not the lessor, is entitled to claim the credit allowed by Conn. Gen. Stat. §12-217t, if the lease by its terms or by operation imposes on the lessee the cost of the personal property taxes on

the equipment. However, the lessor and lessee may elect, in writing, that the lessor may claim the credit. The lessor must attach the written election to the tax return.

Credit Computation

The electronic data processing property tax credit is allowed only after the application of all other tax credits. The allowable credit is applied first against the corporation business tax and then may be applied against the taxes administered under Chapters 207, 208a, 209, 210, 211, or 212 of the Connecticut General Statutes. Any remaining credit balance that exceeds the credit applied may be carried forward to five succeeding income years.

Required Attachment

A complete copy of the Personal Property Declaration including all schedules as filed with the municipality for the October 1, 2003 grand list must be attached to this return.

Additional Information

For additional information, see **Informational Publication 2004(20)**, *Guide to Connecticut Business Tax Credits*, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Allowable Electronic Data Processing Equipment Property Tax Credit

Enter the amount of personal property taxes paid or incurred on electronic data processing equipment in 2004 from the October 1, 2003 grand list. Enter here and on Form CT-1120K , Part I-E, Line 28, Column B.	
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PART II - Computation of Carryforward - Credit may be carried forward to the five succeeding income years.

	A Total Credit Earned	B Credit Applied to All Taxes 1999 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1. 1999 Form CT-1120 EDPC, Part I.					
2. 2000 Form CT-1120 EDPC, Part I.					
3. 2001 Form CT-1120 EDPC, Part I.					
4. 2002 Form CT-1120 EDPC, Part I.					
5. 2003 Form CT-1120 EDPC, Part I.					
6. 2004 Electronic Data Processing Equipment Property Tax Credit					
7. Total Electronic Data Processing Equipment Property Tax Credit applied to 2004. Add Lines 1 through 6, Column D. Form CT-990T filers only , enter here and on Form CT-990T , <i>Computation of Amount Payable</i> , Line 4.					
8. Total Electronic Data Processing Equipment Property Tax Credit Carryforward to 2005. Add Lines 2 through 6, Column E. Enter here and on Form CT-1120K , Part I-E, Line 28, Column E.					

Computation of Carryforward Instructions - Credit may be carried forward to the five succeeding income years.

- Lines 1 through 6, Columns A through D - Complete as indicated.
- Lines 2 through 5, Column E - Subtract Column D from Column C, and enter the result on the appropriate lines.
- Line 6, Column E - Subtract Column D from Column A, and enter the result here.
- Lines 7 and 8 - Complete as indicated.

(Rev. 12/04)

**Research and Development Credit for Grants
to Institutions of Higher Education**

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120GC, Research and Development Credit for Grants to Institutions of Higher Education**, to claim the credit available under Conn. Gen. Stat. §12-217l based on the incremental increase in the amount a corporation spends in Connecticut for any grant or combination of grants to any institution of higher education in Connecticut. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Credit Computation

The credit equals 25% (.25) of the amount by which qualifying grants made in the current income year exceed the average qualifying grants made during the three preceding income years. If this credit is claimed, the taxpayer shall reduce the amount of research and development expenses that otherwise may be taken into account in computing the allowable credit under Conn. Gen. Stat. §12-217n. See *Conn. Gen. Stat. §12-217n(h)*.

Required Attachment

This form must be accompanied by a detailed schedule that identifies the name and location of the institution of higher education, the date and amount of funds expended for the research and development grant, and a description of the grant.

Definitions

- A **grant**, for the purposes of this credit, is the donation of funds to any institution of higher education in Connecticut for the purposes of research and development related to advancements in technology.
- **Research and development related to advancements in technology** means development of new products, development of new uses for existing products, or development or improvement of methods for producing products. Research and development does **not** include testing or inspection for quality control purposes, efficiency surveys, management studies, consumer surveys or other market research, advertising or promotional activities, or research in connection with literary, historical, or similar projects.
- An **institution of higher education** means an educational institution in Connecticut that grants degrees beyond the high school level and is described in, and is exempt from, taxation under I.R.C. §501(c)(3), or exempt from taxation as a governmental unit.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

Credit Computation			
1.	Amount of research and development grants to institutions of higher education in Connecticut for the 2001 income year. (Attach detailed schedule)	1.	
2.	Amount of research and development grants to institutions of higher education in Connecticut for the 2002 income year. (Attach detailed schedule)	2.	
3.	Amount of research and development grants to institutions of higher education in Connecticut for the 2003 income year. (Attach detailed schedule)	3.	
4.	Add Lines 1, 2, and 3.	4.	
5.	Divide Line 4 by three (3). This is the average annual amount of grants during the three immediately preceding income years.	5.	
6.	Amount of research and development grants to institutions of higher education in Connecticut for the 2004 income year. (Attach detailed schedule)	6.	
7.	Balance (Subtract Line 5 from Line 6) (If zero or less, the corporation is not eligible for this credit.)	7.	
8.	TAX CREDIT: Multiply Line 7 by 25% (.25). Enter here and on Form CT-1120K , Part I-C, Line 9, Column A.	8.	

Form CT-1120 MEC
Machinery and Equipment Expenditures Credit

2004

(Rev. 12/04)

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 MEC, Machinery and Equipment Expenditures Credit**, to claim the credit available under Conn. Gen. Stat. §12-217o, for the incremental increase in the amount spent by a corporation on machinery and equipment. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

- **Facility** means any plant, building, or other real property improvement used by the corporation in its trade or business.
- A **full-time, permanent employee** is an employee whose wages, salaries or other compensation is paid in Connecticut and whose employment requires an average of 35 hours or more of service each week for at least eight consecutive weeks.

Definitions

- **Qualifying expenditures** are any expenditures that fall within the definition of machinery and equipment acquired for and installed in a facility in Connecticut.
- **Machinery** is the basic machine itself, including all of its component parts such as belts, pulleys, shafts, moving parts, operating structures, replacement and repair parts, whether purchased separately or in conjunction with a complete machine and regardless of whether the machine or component parts are assembled by the taxpayer or another related party; and all equipment or devices used or required to control, regulate, or operate the machinery, including, without limitation, computers and data processing equipment. Furniture and fixtures, automobiles, or other property used for transportation are not machinery.
- **Equipment** is a device separate from machinery but essential to the business. Repair and replacement parts for equipment also qualify for the credit under the same terms as provided for parts purchased for machinery. Furniture and fixtures, automobiles, construction equipment, or other property used for transportation are not equipment.

Machinery and Equipment Expenditures Credit Percentages

In the case of a corporation that has not more than 250 full-time permanent employees in Connecticut, the credit is equal to **10% (.10)** of the amount spent on machinery and equipment acquired for and installed in a facility in Connecticut that exceeds the amount spent by the corporation during the preceding income year for such expenditures.

In the case of a corporation that has between 251 and 800 full-time permanent employees in Connecticut, the credit is equal to **5% (.05)** of the amount spent by the corporation on machinery and equipment acquired for and installed in a facility in Connecticut that exceeds the amount spent by the corporation during the preceding income year for such expenditures.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

Credit Computation			
1.	Amount of Connecticut machinery and equipment expenditures incurred during the 2004 income year. (Attach schedule)	1.	
2.	Amount of any Connecticut expenditures incurred during the prior income year that fall within the definition of machinery and equipment. (Attach schedule)	2.	
3.	Balance (Subtract Line 2 from Line 1. If zero or less, the corporation is not eligible for this credit.)	3.	
4.	Enter the number of full-time permanent employees for 2004. (Attach schedule)	4.	
4a.	If Line 4 is 250 or fewer, enter 10% (.10) on Line 5.		
4b.	If Line 4 is at least 251, but not more than 800, enter 5% (.05) on Line 5.		
5.	Enter the applicable percentage (5% or 10%) from Line 4a or Line 4b.	5.	
6.	Tax credit (Multiply Line 3 by Line 5). Enter here and on Form CT-1120K, Part I-C, Line 10, Column A .	6.	

Form CT-1120 HIC
Hiring Incentive Tax Credit

2004

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 HIC, Hiring Incentive Tax Credit**, to claim the credit available under Conn. Gen. Stat. §12-217y for hiring a **qualifying employee**. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Definitions

A **qualifying employee** is any employee who, upon the initial hiring of such employee, is employed not less than 30 hours per week for a full calendar month by the same business firm and who, at the time of being hired, is and has been receiving benefits from the temporary family assistance program for more than nine consecutive months immediately preceding the date of employment. (Conn. Agencies Regs. §12-217y-1(9)). Include the number of hours per week an employee participates in a job training program approved by the Commissioner of the Connecticut Department of Labor (CTDOL), in calculating the number of hours the employee works.

Credit Computation

Multiply the number of full calendar months worked by **qualifying employees** during the income year by \$125 to determine the amount of credit.

Required Attachment

An approval letter issued by CTDOL **must** be attached to this form.

Additional Information

For additional information, contact CTDOL, Program Support Unit, 200 Folly Brook Boulevard, Wethersfield CT 06109-1114, 860-263-6030, or see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**.

PART I - Credit Computation (If additional lines are needed, attach a worksheet)				
A Qualifying Employee Name	B Employee Social Security Number	C Date of Hire	D Number of Full Calendar Months Employed	E Column D Multiplied by \$125
1.				
2.				
3.				
4.				
5.				
6.				
7.				
8.				
9.				
10.				
11.	Tax Credit: Add Lines 1 through 10, Column E. Enter here and on Form CT-1120K , Part I-D, Line 16, Column B.			

PART II - Computation of Carryforward - Credit may be carried forward to five succeeding income years

		A Total Credit Earned	B Credit Applied 1999 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1.	1999 Form CT-1120 OC, Line 11					
2.	2000 Form CT-1120 OC, Line 11					
3.	2001 Form CT-1120 OC, Line 11					
4.	2002 Form CT-1120 HIC, Line 11					
5.	2003 Form CT-1120 HIC, Line 11					
6.	2004 Form CT-1120 HIC, Line 11					
7.	Total Hiring Incentive Tax Credit Carryforward to 2005 (Add Lines 2 through 6 in Column E. Enter total here and on Form CT-1120K, Part I-D, Line 16, Column E.)					

Computation of Carryforward Instructions:

Lines 1 through 6, Columns A through D - Complete as indicated.

Lines 2 through 5, Column E - Subtract Lines 2 through 5, Column D from Lines 2 through 5, Column C. Enter the result on the appropriate lines.

Line 6, Column E - Subtract Column D from Column A. Enter the result here.

Line 7- Complete as indicated.

Fixed Capital Investment Credit

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 FCIC**, *Fixed Capital Investment Credit*, to claim the credit allowed under Conn. Gen. Stat. §12-217w. Attach it to **Form CT-1120K**, *Business Tax Credit Summary*.

Required Attachment

This form must be accompanied by a detailed schedule that identifies the fixed capital acquired; date of acquisition; cost of the fixed capital; location where the fixed capital is used in Connecticut; and from whom the fixed capital was acquired.

Expenditures claimed for this credit cannot be claimed in connection with any other corporation business tax credit.

Definitions

Fixed capital is defined as tangible personal property that:

- Has a class life of more than four years, as described under I.R.C. §168(e);
- Is purchased from a person other than a related person;
- Is not acquired to be leased, and is not leased, to another person during the 12 months following its acquisition; **and**
- Will be held and used in Connecticut by a corporation in the ordinary course of the corporation's trade or business in Connecticut for not less than five full years following its acquisition.

Fixed capital **does not** include inventory, land, buildings or structures, or **mobile transportation property**.

Mobile transportation property is considered to be any transport equipment designed to move or convey people or property from one place to another, including, but not limited to: trucks; buses; forklifts; snowplows; or certain construction equipment such as backhoes, bulldozers, cement mixers, and loaders.

Recapture Provision

- If the fixed capital on account of which a corporation claimed the credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for three full years following its acquisition, the corporation will be required to recapture 100% of the amount of the credit allowed on its corporation business tax return required to be filed for the income year immediately succeeding the income year during which the three-year period expires.
- If the fixed capital on account of which a corporation claimed the credit is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for five full years following its acquisition, the corporation will be required to recapture 50% (.50) of the amount of the credit allowed on its corporation business tax return required to be filed for the income year immediately succeeding the income year during which the five-year period expires.
- The recapture provisions do not apply if the property that is the subject of the tax credit is replaced.

Additional Information

For additional information, see **Informational Publication 2004(20)**, *Guide to Connecticut Business Tax Credits*, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Credit Computation			
1.	Fixed capital investment expenditures made during the income year. (Attach detailed schedule)	1.	
2.	Enter fixed capital expenditures from Line 1 that were applied against any other corporation business tax credit.	2.	
3.	Subtract Line 2 from Line 1 and enter the result here.	3.	
4.	Tax Credit: Multiply Line 3 by 5% (.05). Enter here and on Form CT-1120K , Part I-D, Line 20, Column B.	4.	

PART II - Computation of Carryforward - Credit may be carried forward to five succeeding income years					
	A Total Credit Earned	B Credit Applied 1999 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1. 1999 Form CT-1120 FCIC, Line 4					
2. 2000 Form CT-1120 FCIC, Part I, Line 4					
3. 2001 Form CT-1120 FCIC, Part I, Line 4					
4. 2002 Form CT-1120 FCIC, Part I, Line 4					
5. 2003 Form CT-1120 FCIC, Part I, Line 4					
6. 2004 Form CT-1120 FCIC, Part I, Line 4					
7. Total Fixed Capital Investment Credit Carryforward to 2005 (Add Lines 2 through 6, Column E. Enter total here and on Form CT-1120K, Part I-D, Line 20, Column E.)					

Computation of Carryforward Instructions:

Lines 1 through 6, Columns A through D - Complete as indicated.

Lines 2 through 5, Column E - Subtract Lines 2 through 5, Column D from Lines 2 through 5, Column C. Enter the result on the appropriate lines.

Line 6, Column E - Subtract Line 6, Column D from Line 6, Column A. Enter the result here.

Line 7 - Complete as indicated.

PART III - Computation of Recapture			
1. Enter the amount of fixed capital investment credit from income year 1998 required to be recaptured. Enter also the credit amount from income year 1999 to be recaptured. (Attach detailed schedule)	1.		
2. Multiply Line 1 by 50% (.50)	2.		
3. Enter the amount of fixed capital investment credit from income year 2000 required to be recaptured. (Attach detailed schedule)	3.		
4. Enter the amount of fixed capital investment credit from income years 2001 through 2003 to be recaptured. (Attach detailed schedule)	4.		
5. Total Recapture Amount. Add Lines 2 through 4. Enter total here and on Form CT-1120, Schedule C, Line 1c.	5.		

Computation of Recapture Instructions:

The corporation is required to recapture 100% of the credit allowed if the fixed capital for which the credit was claimed or its replacement, is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for three full years following its acquisition.

The corporation is required to recapture 50% of the credit allowed if the fixed capital for which the credit was claimed or its replacement, is not held and used in Connecticut in the ordinary course of the corporation's trade or business in Connecticut for five full years following its acquisition.

Recapture is required in the income year following the income year during which such three-year or five-year period expires. Fixed capital investment credits claimed in income year 1999 are therefore subject to the 50% recapture in income year 2005. Corporations electing to recapture these credits earlier than required may enter these amounts on Line 1.

Fixed capital investment credits claimed in income year 2000 are subject to full recapture in income year 2004.

Fixed capital investment credits taken in subsequent income years are not required to be recaptured in income year 2004. Corporations electing to recapture these credits earlier than required may enter these amounts on Line 4.

Form CT-1120 HCIC
Human Capital Investment Credit

2004

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 HCIC, Human Capital Investment Credit**, to claim the credit available under Conn. Gen. Stat. §12-217x. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Required Attachments

This form must be accompanied by a detailed schedule that identifies the dates, locations, and descriptions of the training programs, and the expenditures for each program. All other requested schedules must also be attached.

Definitions

● **Human Capital Investment** means the amount paid or incurred by a corporation on: In-state job training of persons employed in Connecticut; Work education programs in Connecticut including but not limited to programs in public high schools and work education-diversified occupation programs; In-state training and education of persons employed in Connecticut provided by institutions of higher learning in Connecticut; Donations or capital contributions to institutions of higher learning in Connecticut for technical improvements, including physical plant improvements; planning, site preparation, construction, renovation, or

acquisition of facilities in Connecticut for the purpose of establishing a day care facility in Connecticut; child care subsidies paid to employees employed in Connecticut; and contributions made to the Individual Development Account Reserve Fund as defined in Conn. Gen. Stat. §31-51ww.

- **Training** is the instruction, maintenance, or improvement of the skills required by the employer for the proper performance of the employee's duties that are conducted in Connecticut.
- **Work education programs** include, but are not limited, to programs in public high schools and work education-diversified occupation programs.
- **Expenditures** are those amounts paid or incurred for the income year.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

Expenditures claimed for this credit cannot be claimed in connection with any other corporation business tax credit.

PART I - Credit Computation			
1.	Expenditures for in-state job training of employees employed in Connecticut. (Attach detailed schedule)		1.
2.	Expenditures for work education programs in Connecticut. (Attach detailed schedule)		2.
3.	Expenditures for in-state training and education of persons employed in Connecticut provided by institutions of higher learning in Connecticut. (Attach detailed schedule)		3.
4a.	Donations or capital contributions to institutions of higher learning in Connecticut. (Attach a schedule listing the names of the institutions and the amounts of donations.)	4a.	
4b.	Enter the amount from Form CT-1120GC, Tax Credit for Research and Development Grants to Institutions of Higher Education , Line 7.	4b.	
4.	Subtract Line 4b from Line 4a and enter the result here.		4.
5.	Expenditures for planning, site preparation, construction, renovation, or acquisition of facilities in Connecticut for the purpose of establishing a day care facility in Connecticut. (Complete Part II)		5.
6.	Expenditures for child care subsidies paid to employees employed in Connecticut. (Attach a schedule listing the name, address, and Social Security Number of each employee who received a subsidy, the amount of the subsidy, and the name, address, and Taxpayer Identification Number of the child care provider.)		6.
7.	Contributions made to the Individual Development Account Reserve Fund. (Attach detailed schedule)		7.
8.	Total Human Capital Investment Expenditures. (Add Lines 1 through 7)		8.
9.	TAX CREDIT: Multiply Line 8 by 5% (.05). Enter here and on Form CT-1120K , Part I-D, Line 21, Column B.		9.

PART II - Capital Expenditures for Child Day Care Facilities				
1.	Land acquisition	1.		
2.	Site development	2.		
3.	Acquisition of building	3.		
4.	Planning	4.		
5.	Construction	5.		
6.	Construction supervision	6.		
7.	Building renovations	7.		
8.	Equipment	8.		
9.	Other (specify)	9.		
10.	Total (Add Lines 1 through 9. Enter here and on Part I, Line 5.)	10.		

PART III - Computation of Carryforward - Credit may be carried forward to five succeeding income years						
		A Total Credit Earned	B Credit Applied 1999 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1.	1999 Form CT-1120 HCIC, Part I, Line 8					
2.	2000 Form CT-1120 HCIC, Part I, Line 8					
3.	2001 Form CT-1120 HCIC, Part I, Line 9					
4.	2002 Form CT-1120 HCIC, Part I, Line 9					
5.	2003 Form CT-1120 HCIC, Part I, Line 9					
6.	2004 Form CT-1120 HCIC, Part I, Line 9					
7.	Total Human Capital Investment Credit Carryforward to 2005 (Add Lines 2 through 6, Column E) Enter here and on Form CT-1120K, Part I-D, Line 21, Column E.					

Computation of Carryforward Instructions
Lines 1 through 6, Columns A through D - Complete as indicated.
Lines 2 through 5, Column E - Subtract Lines 2 through 5, Column D, from Lines 2 through 5, Column C. Enter the result on the appropriate lines.
Line 6, Column E - Subtract Line 6, Column D, from Line 6, Column A. Enter the result here.
Line 7 - Complete as indicated.

Form CT-1120 DEWC

(Rev. 12/04)

Tax Credit for Displaced Workers Hired by Electric Suppliers

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 DEWC, Tax Credit for Displaced Workers Hired by Electric Suppliers**, to claim a credit available to **electric suppliers** that hire a **displaced worker** for a minimum period of six months of full-time employment. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Credit Computation

The credit amount available to each electric supplier equals \$1,500 for each displaced worker and is only allowed in the income year in which the displaced worker first completes six full months of full-time employment (Conn. Gen. Stat. §12-217bb).

NOTE: Electric suppliers can only claim credits once for each displaced worker that is hired.

Required Attachment

This form must be accompanied by a detailed schedule identifying employee name, job title and description, name and address of previous employer, and date of hire.

Definitions

- **Displaced Worker** means any Connecticut employee, other than an officer or a director, of an electric company, as defined in Conn. Gen. Stat. §16-1, or a generation entity or affiliate, who has been terminated as a direct result of the restructuring of the electric industry.
- **Electric Supplier** means a facility that provides electric generation services, as defined in Conn. Gen. Stat. §16-1.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

Credit Computation			
1.	Total number of displaced workers hired that have completed at least six months of full-time employment. (Attach detailed schedule)	1.	
2.	Amount of credit available per displaced worker.	2.	\$1,500.00
3.	TOTAL TAX CREDIT (Multiply Line 1 by Line 2) Enter the result here and on Form CT-1120K , Part I-C, Line 12, Column A.	3.	.00

Form CT-CDC

(Rev. 12/04)

Computer Donation Credit Application

Purpose

Complete **Form CT-CDC, Computer Donation Credit Application**, to apply for the Computer Donation Credit available under Conn. Gen. Stat. §10-228b.

Credit Information

A business tax credit is available to be applied against any tax due under the provisions of Chapters 207, 208, 209, 210, 211, or 212 of the Connecticut General Statutes for the donation of new or used computers, not more than two years old at the time of donation, to a local or regional board of education or a public school.

The amount of the credit shall not exceed 50% (.50) of the fair market value of the new or used computers at the time of donation. The amount of the credit granted to any business firm cannot exceed \$75,000 annually.

The total amount of tax credit allowed to all business firms is limited to \$1 million in any one fiscal year. DRS will provide written approval or disapproval of the credit within 30 days of receipt of this application. A copy of the approval letter **must** be attached to the business firm's tax return in order to claim the credit.

A completed **Form CT-CDC** must be submitted to the Department of Revenue Services (DRS), 25 Sigourney Street, Hartford CT 06106, Attention: Research Unit. A faxed **Form CT-CDC** will not be accepted.

Required Attachments

To qualify for the credit, the following must be attached to this form:

- Documentation of the fair market value of the donated equipment;
- A copy of the written agreement between the business firm and the board of education or public school accepting the computers, acknowledging that the computers are in good working condition, and requiring the business firm to install, set up, and provide training to the school staff on such equipment; **and**
- A detailed schedule that includes **all** of the following information: the date of the donation; the age of all equipment donated; the quantity of equipment donated; and the original cost of the equipment donated.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact DRS Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I Business Firm Information	
Name of Business Firm	Telephone Number ()
Address	
Federal Employer ID Number	Connecticut Tax Registration Number
Name and Title of Contact Person	
Name and Title of Authorized Business Firm Representative	Signature of Authorized Business Firm Representative
PART II Recipient Information	
Name of Board of Education or Public School	Telephone Number ()
Address	
Name and Title of Contact Person	

PART III Equipment Information

Brief Description of Equipment

Original Equipment Cost

Fair Market Value

PART IV Training Information

Brief Description of Training to be Provided to School Staff (Include dates)

(Rev. 12/04)

**Application for Exchange of Research and Development or
Research and Experimental Expenditures Tax Credits
by a Qualified Small Business**

FOR INCOME YEAR	
Beginning	Ending
	2004

Company Name	Connecticut Tax Registration Number
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Purpose

Complete this form in order to exchange with the State of Connecticut any tax credit under Conn. Gen. Stat. §§12-217j or 12-217n for a credit refund equal to 65% (.65) of the value of the credit. A taxpayer may receive not more than \$1.5 million in any one income year. See Conn. Gen. Stat. §12-217ee, as amended.

This form must be attached to **Form CT-1120, Corporation Business Tax Return**, or **Form CT-1120CR, Combined Corporation Business Tax Return**, on or before the due date or, if applicable, the extended due date of such year's return. No application for refund of the tax credit may be made after the due date or extended due date of such return.

Eligibility

In order to be eligible for a credit refund, a taxpayer must have no corporation business tax liability. Effective for income years beginning on or after January 1, 2002, for purposes of this tax credit refund, payment of a capital base tax under Conn. Gen. Stat. §12-219 in a year that the taxpayer reports no net income as defined in Conn. Gen. Stat. §12-213, or payment of the \$250 minimum tax under Conn. Gen. Stat. §§12-219 or 12-223C, shall not be considered a liability. 2003 Conn. Pub. Acts 120, §1, as amended by 2003 Conn. Pub. Acts 1, §89 (June 30 Spec. Sess.); as further amended by 2004 Conn. Pub. Acts 231, §5

Check the appropriate box on **Form CT-1120** or **Form CT-1120CR** and attach this form and **Form CT-1120RC, Research and Experimental Expenditures Credit**, or **Form CT-1120 RDC, Research and Development Credit**, to the original return for the

above income year. This form must be completed in its entirety. All supporting documentation must be attached or this form will be considered incomplete and returned to the applicant.

Definitions

Qualified Small Business means a company that has gross income for the previous income year that does not exceed \$70 million and has not met this test through transactions with a related person. Conn. Gen. Stat. §12-217ee(d).

Gross Income means gross income as defined by the Internal Revenue Code including any interest or exempt interest dividends, but not including dividends received by a domestic United States corporation from a foreign corporation on account of foreign taxes deemed paid when the domestic corporation elects the foreign tax credit or dividends received directly or indirectly from a passive investment company. Conn. Gen. Stat. §12-213(a)(9)(A)-(C).

Related Person means a corporation, partnership, association, or trust controlled by such corporation; an individual, corporation, partnership, association, or trust that is in control of such corporation; a corporation, partnership, association, or trust controlled by an individual, corporation, partnership, association, or trust that is in control of such corporation; or a member of the same controlled group as such corporation. Conn. Gen. Stat. §12-217w.

Additional Information

For additional information, contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Eligibility Criteria

1.	Does the company report no net income but pay the minimum tax or the minimum tax on capital on Form CT-1120 , Line 1a? If "Yes," the company may be eligible to obtain a tax credit refund.	<input type="checkbox"/> Yes	<input type="checkbox"/> No
2.	Did the company engage in transactions with related persons during the 2004 income year? If yes, identify the related persons, their gross incomes, their relationship to the company, and provide an organizational chart of related persons in which the company is a member. Also attach a separate schedule describing each of the company's transactions with these related persons during the 2004 income year, the gross income of the company derived from each of these transactions, and the dates of these transactions.	<input type="checkbox"/> Yes	<input type="checkbox"/> No
3.	Enter the total gross income of the company for the previous income year from all sources, including the total gross income of the company derived from transactions with related persons, as noted above. Note: The gross income of the company should be annualized if this application is for a short period. If the total gross income of the company for the previous income year exceeds \$70 million, the company is not eligible for an exchange of tax credits. Do not check the box on Form CT-1120 or Form CT-1120CR .	\$ _____ .00	
4.	Does the company or its combined group, on the date of this application, have any taxes due and unpaid to the State of Connecticut including interest, penalties, fees, and other related charges? If yes, attach a schedule that describes the nature and amounts of any unpaid taxes.	<input type="checkbox"/> Yes	<input type="checkbox"/> No

PART II - Computation of Exchange Amount

1a.	Enter the amount of 2004 Research and Experimental Expenditures Credit (From 2004 Form CT-1120RC, Part I, Line 4).	1a.		
1b.	Enter the amount of 2004 Research and Experimental Expenditures Credit applied (From 2004 Form CT-1120RC, Part II, Line 8, Column D).	1b.		
1.	Enter the amount of 2004 Research and Experimental Expenditures Credit available for exchange. (Subtract Line 1b from Line 1a.)		1.	
2a.	Enter the amount of 2004 Research and Development Credit (From 2004 Form CT-1120 RDC, Part II, greater of Line 2 or Line 7).	2a.		
2b.	Enter the amount of 2004 Research and Development Credit applied (From 2004 Form CT-1120 RDC, Part III, Line 10, Column D).	2b.		
2.	Enter the amount of 2004 Research and Development Credit available for exchange (Subtract Line 2b from Line 2a.)		2.	
3.	Add Line 1 and Line 2		3.	
4.	TOTAL CREDIT REFUND REQUESTED (Multiply amount on Line 3 by 65% (.65). Maximum credit refund is \$1.5 million. Do not exceed \$1.5 million.)		4.	

PART III - Required Attachments

In addition to Form CT-1120RC or Form CT-1120 RDC (both if applicable), attach detailed schedules supporting the claimed research expenditures. The detailed schedules must include:

1. A full and complete description of the nature of the research projects conducted by the company during the income year, and the location(s) where such research is conducted;
2. A full and complete description of the methods used to obtain: (a) the amount spent directly on research and experimental expenditures conducted in Connecticut, in accordance with Conn. Gen. Stat. §12-217j, and (b) the total expenditures and payments for research and experimentation, and basic research conducted in Connecticut, in accordance with Conn. Gen. Stat. §12-217n;
3. A detailed description of each source of information used to compute the credit, including the methods and calculations of expense allocation, if any; and
4. The job title and detailed job description of each employee whose wages are included in the research expenditures.

Contact Person

Name		Telephone Number	
		()	
Title			
Address (number and street)		PO Box	
City or Town	State	ZIP Code	

Form CT-1120 HPC

Housing Program Contribution Credit

2004

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 HPC, Housing Program Contribution Credit**, to claim the credit allowed under Conn. Gen. Stat §8-395. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Credit Computation

Enter the amount of tax credit, as indicated on the credit voucher, in Part I. The allowable credit may be applied against the taxes administered under Chapters 207, 208, 209, 210, 211, or 212 of the Connecticut General Statutes. Any remaining credit balance that exceeds the credit applied may be carried forward or back to five succeeding or preceding income years.

Required Attachment

A tax credit voucher issued by the Connecticut Housing Finance Authority (CHFA) must accompany this form.

Additional Information

For additional information, contact CHFA Tax Credit Unit, 999 West Street, Rocky Hill CT 06067-4005, at 860-721-9501 Ext. 377; see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**; or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Credit Computation

Enter the amount of tax credit as listed on the voucher issued by CHFA for contributions made in the 2004 income year. Enter here and on **Form CT-1120K, Part I-B, Line 3, Column A**.

PART II - Computation of Carryforward

Credit may be carried forward or back to the five succeeding or preceding income years.

		A Total Credit Earned	B Current Year Credit Applied to All Taxes 1999 through 2003	C Credit Carried Back to Prior Income Years	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1.	1999 Housing Program Contribution Credit					
2.	2000 Housing Program Contribution Credit					
3.	2001 Housing Program Contribution Credit					
4.	2002 Housing Program Contribution Credit					
5.	2003 Housing Program Contribution Credit					
6.	2004 Housing Program Contribution Credit					
7.	Total Housing Program Contribution Credit Applied to 2004. Add Lines 1 through 6, Column D.					
8.	Total Housing Program Contribution Credit Carryforward to 2005. (Add Lines 2 through 6, Column E) Enter here and on Form CT-1120K, Part I-D, Line 14, Column E .					

Computation of Carryforward and Carryback Instructions

Lines 1 through 6, Columns A through D - Complete as indicated.

Lines 2 through 5, Column E - Subtract Lines 2 through 5, Columns B, C, and D, from Lines 2 through 5, Column A. Enter the result on the appropriate lines.

Line 6, Column C - Any available credit first must be applied against the 2004 income year liability. **Do not exceed the difference between Column A and Column D.**

Line 6, Column E - Enter any 2004 tax credits remaining after credits are applied to the 2004 income year and any credit carrybacks are claimed.

Line 7 and Line 8 - Complete as indicated.

Form CT-1120 EAH Employer-Assisted Housing Credit

2004

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 EAH, Employer-Assisted Housing Credit**, to claim the credit allowed under Conn. Gen. Stat. §12-217p. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Credit Computation

Business firms receive tax credits equal to the amount contributed into a revolving loan fund.

The allowable credit may be applied against the taxes administered under Chapters 207, 208, 209, 210, 211, or 212 of the Connecticut General Statutes. Any remaining credit balance that exceeds the credit applied may be carried forward or back for five succeeding or preceding income years.

Required Attachment

A Certificate of Compliance issued by the Connecticut Housing Finance Authority (CHFA) that lists the tax credit amount the business is entitled to claim must accompany this form.

Recapture Provisions

Any business firm that does not loan at least 60% (.60) of the fund's capital within three years after the date the revolving loan fund is established will be required to recapture some or all of the previous tax credits claimed. CHFA notifies the business firm and the Department of Revenue Services (DRS) that recapture is required, and the business firm must recapture the tax credit on the first tax return required to be filed on or after the date of the CHFA notice.

Additional Information

For additional information, contact CHFA Tax Credit Unit, 999 West Street, Rocky Hill CT 06067-4005, at 860-721-9501 Ext. 362; see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**; or contact DRS, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Credit Computation

Enter the amount of tax credit earned for contributions made to a revolving loan fund in the 2004 income year.
Enter here and on **Form CT-1120K, Part I-B, Line 4, Column A.**

PART II - Computation of Carryforward and Carryback

Credit may be carried forward or back for five succeeding or preceding income years.

		A Total Credit Earned	B Current Year Credit Applied to All Taxes 1999 through 2003	C Credit Carried Back to Prior Income Years	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1.	1999 Employer-Assisted Housing Credit					
2.	2000 Employer-Assisted Housing Credit					
3.	2001 Employer-Assisted Housing Credit					
4.	2002 Employer-Assisted Housing Credit					
5.	2003 Employer-Assisted Housing Credit					
6.	2004 Employer-Assisted Housing Credit					
7.	Total Employer-Assisted Housing Credit Applied to 2004. Add Lines 1 through 6, Column D.					
8.	Total Employer-Assisted Housing Credit Carryforward to 2005. (Add Lines 2 through 6, Column E) Enter here and on Form CT-1120K, Part I-D, Line 15, Column E.					

Computation of Carryforward and Carryback Instructions

Lines 1 through 6, Columns A through D – Complete as indicated.

Lines 2 through 5, Column E – Subtract Columns B, C, and D, from Column A. Enter the result on the appropriate lines.

Line 6, Column C – Any available credit must first be applied against the 2004 income year liability. **Do not exceed the difference between Column A and Column D.**

Line 6, Column E – Enter any 2004 tax credits remaining after credits are applied to the 2004 income year and any credit carrybacks are claimed.

Line 7 and Line 8 – Complete as indicated.

(Rev. 12/04)

**Clean Alternative Fuel – Vehicles, Equipment,
and Related Filling or Recharging Stations Credit**

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 CAF**, *Clean Alternative Fuel – Vehicles, Equipment, and Related Filling or Recharging Stations Credit*, to claim the credit allowed under Conn. Gen. Stat. §12-217i. Attach it to **Form CT-1120K**, *Business Tax Credit Summary*.

Credit Computation

A tax credit is allowed and may be applied against the taxes administered under Chapters 208, 209, 210, 211, or 212 of the Connecticut General Statutes for 10% (.10) of the expenditures paid or incurred for the incremental cost of purchasing vehicles exclusively powered by clean alternative fuel.

A 50% (.50) credit is available and may be applied against the corporation business tax (Chapter 208), for the expenses of equipment used in a compressed natural gas, liquefied petroleum gas or liquefied natural gas filling, or electric recharging station, and the purchase of equipment needed to convert a vehicle to either exclusive or dual use of a clean alternative fuel. The credit also applies to amounts spent directly on the construction of any filling station or improvements to any existing filling station in order to provide compressed natural gas, liquefied petroleum gas, or liquefied natural gas.

Any remaining credit balance that exceeds the credit applied may be carried forward to three succeeding income years.

Required Attachment

Documentation substantiating the expenditures must be attached to this form.

Definitions

- **Incremental cost** means the difference between the purchase price of a vehicle that is exclusively powered by a clean alternative fuel and the manufacturer's suggested retail price of a comparably equipped vehicle that is not powered by a clean alternative fuel.
- **Clean alternative fuel** means compressed natural gas, liquefied petroleum gas, liquefied natural gas, or electricity when used as a motor vehicle fuel.

Additional Information

For additional information, see **Informational Publication 2004(20)**, *Guide to Connecticut Business Tax Credits*, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

Part I – Credit Computation			
1.	Cost of vehicles purchased for use in Connecticut exclusively powered by clean alternative fuel.	1.	
2.	Cost of such vehicles if such modifications were not purchased.	2.	
3.	Incremental Cost. (Subtract Line 2 from Line 1)	3.	
4.	Multiply Line 3 by 10% (.10).	4.	
5.	Cost of equipment used in a compressed natural gas, liquefied petroleum gas or liquefied natural gas filling, or electric recharging station.	5.	
6.	Cost of equipment used to convert a vehicle to clean alternative fuel.	6.	
7.	Amount spent directly on the construction of any filling station or improvements to any existing filling station in order to provide compressed natural gas, liquefied petroleum gas, or liquefied natural gas.	7.	
8.	Add Lines 5, 6, and 7.	8.	
9.	Multiply Line 8 by 50% (.50).	9.	
10.	Total Credit (Add Line 4 and Line 9.) Enter here and on Form CT-1120K , Part I-D, Line 17, Column B.	10.	

Part II - Computation of Carryforward

Credit may be carried forward to three succeeding income years.

	A Total Credit Earned	B Current Year Credit Applied to All Taxes 2001 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1. 2001 Clean Alternative Fuel Credit					
2. 2002 Clean Alternative Fuel Credit					
3. 2003 Clean Alternative Fuel Credit					
4. 2004 Clean Alternative Fuel Credit, Part I, Line 10					
5. Total Clean Alternative Fuel Credit Applied to 2004. (Add Lines 1 through 4, Column D.)					
6. Total Clean Alternative Fuel Credit Carryforward to 2005. (Add Lines 2 through 4, Column E) Enter here and on Form CT-1120K, Part I-D, Line 17, Column E.					

Computation of Carryforward Instructions

Lines 1 through 4, Columns A through D - Complete as indicated.
 Line 2 and Line 3, Column E - Subtract Line 2 and Line 3, Column D, from Line 2 and Line 3, Column C. Enter the result on the appropriate lines.
 Line 4, Column E - Subtract Line 4, Column D, from Line 4, Column A. Enter the result on Line 4, Column E.
 Line 5 and Line 6 - Complete as indicated.

**Form CT-1120 SBA
 Small Business Administration Guaranty Fee Tax Credit**

2004

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 SBA, Small Business Administration Guaranty Fee Tax Credit**, to claim the credit allowed under Conn. Gen. Stat. §12-217cc. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Credit Computation

A tax credit is allowed against the Connecticut corporation business tax in an amount equal to the amount paid by a **small business** to the federal Small Business Administration, as a guaranty fee to obtain guaranteed financing.

Any remaining credit balance that exceeds the credit applied may be carried forward to four succeeding income years.

Definition

Small business means any business entity qualifying as a small business under 13 CFR Part 121, which has gross receipts of not more than \$5 million for the income year in which the credit is first allowed.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Computation Credit		
Enter the amount paid to the federal Small Business Administration as a guaranty fee to obtain guaranteed financing in the 2004 income year. Enter here and on Form CT-1120K, Part I-D, Line 23, Column B .		

PART II - Computation of Carryforward					
Credit may be carried forward to four succeeding income years.					
	A	B	C	D	E
	Total Credit Earned	Current Year Credit Applied to All Taxes 2000 through 2003	Carryforward to 2004 (Subtract Column B from Column A)	Credit Applied to 2004	Carryforward to 2005 (See instructions below)
1.	2000 Small Business Administration Guaranty Fee Tax Credit				
2.	2001 Small Business Administration Guaranty Fee Tax Credit				
3.	2002 Small Business Administration Guaranty Fee Tax Credit				
4.	2003 Small Business Administration Guaranty Fee Tax Credit				
5.	2004 Small Business Administration Guaranty Fee Tax Credit				
6.	Total Small Business Administration Guaranty Fee Tax Credit Applied to 2004. Add Lines 1 through 5, Column D.				
7.	Total Small Business Administration Guaranty Fee Tax Credit Carryforward to 2005. (Add Lines 2 through 5, Column E) Enter here and on Form CT-1120K, Part I-D, Line 23, Column E .				

Computation of Carryforward Instructions

Lines 1 through 5, Columns A through D - Complete as indicated.

Lines 2 through 4, Column E - Subtract Lines 2 through 4, Column D, from Lines 2 through 4, Column C. Enter the result on the appropriate lines.

Line 5, Column E - Subtract Line 5, Column D, from Line 5, Column A. Enter the result on Line 5, Column E.

Line 6 and Line 7 - Complete as indicated.

(Rev. 12/04)

**Form CT-1120 HHR
Historic Homes Rehabilitation Credit**

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 HHR, *Historic Homes Rehabilitation Credit***, to claim the credit allowed under Conn. Gen. Stat. §10-320j. Attach it to **Form CT-1120K, *Business Tax Credit Summary***.

Credit Computation

A tax credit is allowed against the Connecticut Corporation Business Tax in an amount equal to the lesser of 30% (.30) of projected **qualified rehabilitation expenditures** or 30% (.30) of the actual rehabilitation expenditures incurred in the rehabilitation of an **historic home**. Owners of historic homes must incur qualified rehabilitation expenditures that exceed \$25,000 in order to qualify. After the rehabilitation work is performed by the owner and verified by the Connecticut Commission on Culture and Tourism (the Commission), a tax credit voucher is provided to either the owner rehabilitating the historic home or to the taxpayer named by the owner as contributing to the rehabilitation. The credit is limited to \$30,000 per dwelling unit.

The allowable credit may be applied against the taxes administered under Chapters 207, 208, 209, 210, 211, or 212 of the Connecticut General Statutes. Any remaining credit balance that exceeds the credit applied may be carried forward for four income years. Attach the tax credit voucher issued by the Commission.

Required Attachment

The tax credit voucher issued by the Commission must be attached to this form.

Definitions

Owner means any taxpayer filing a State of Connecticut tax return who possesses title to an historic home or prospective title to an historic home in the form of a purchase agreement or option to purchase, or a nonprofit corporation that possesses such title or prospective title.

Historic home means a building that:

- Will contain one to four dwelling units of which at least one unit will be occupied as the principal residence of the owner for not less than five years following the completion of rehabilitation work;

- Is located in a **targeted area**; and
- Is listed individually on the National or State Register of Historic Places or located in a district listed on the National or State Register of Historic Places, and has been certified by the Commission as contributing to the historic character of the district.

Qualified rehabilitation expenditures means any costs incurred for the physical construction involved in the rehabilitation of an historic home, but excludes:

- The owner's personal labor;
- The cost of site improvements, unless to provide building access to persons with disabilities;
- The cost of a new addition, except as may be required to comply with any provision of the State Building Code or the State Fire Safety Code;
- Any cost associated with the rehabilitation of an outbuilding, unless such building contributes to the historical significance of the historic home; and
- Any nonconstruction costs such as architectural fees, legal fees, and financing fees.

Targeted area means:

- A federally designated *qualified census tract* in which 70% or more of the families have a median income of 80% or less of the state-wide median family income;
- A state designated and federally approved area of chronic economic distress; or
- An urban and regional center as identified in the Connecticut Conservation and Development Policies Plan.

Additional Information

For additional information, see **Informational Publication 2004(20), *Guide to Connecticut Business Tax Credits***, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Credit Computation		
Enter the amount of tax credit as listed on the voucher issued by the Commission, for the 2004 income year. Enter here and on Form CT-1120K, Part I-D, Line 24, Column B.		

PART II - Computation of Carryforward

Credit may be carried forward for four income years.

		A Total Credit Earned	B Current Year Credit Applied to All Taxes 2000 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1.	2000 Historic Homes Rehabilitation Credit					
2.	2001 Historic Homes Rehabilitation Credit					
3.	2002 Historic Homes Rehabilitation Credit					
4.	2003 Historic Homes Rehabilitation Credit					
5.	2004 Historic Homes Rehabilitation Credit					
6.	Total Historic Homes Rehabilitation Credit Applied to 2004. Add Lines 1 through 5, Column D.					
7.	Total Historic Homes Rehabilitation Credit Carryforward to 2005. (Add Lines 2 through 5, Column E) Enter here and on Form CT-1120K, Part I-D, Line 24, Column E.					

Computation of Carryforward Instructions

Lines 1 through 5, Columns A through D – Complete as indicated.

Lines 2 through 4, Column E – Subtract Lines 2 through 4, Column D, from Lines 2 through 4, Column C. Enter the result on the appropriate lines.

Line 5, Column E – Subtract Line 5, Column D, from Line 5, Column A. Enter the result on Line 5, Column E.

Line 6 and Line 7 – Complete as indicated.

Form CT-1120 DOS
Donation of Open Space Land Credit

2004

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120 DOS, Donation of Open Space Land Credit**, to claim the credit allowed under Conn. Gen. Stat. §12-217dd. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

Credit Computation

A tax credit is allowed against the Connecticut corporation business tax in an amount equal to 50% (.50) of any donation of open space land. In order to qualify for the credit, the donated land must be permanently preserved as protected open space.

The amount of the donation shall be based on the fair market value of the land at its highest and best use, as determined by a certified real estate appraiser.

For income years beginning on or after January 1, 2000, any remaining credit balance that exceeds the credit applied may be carried forward to ten succeeding income years.

Required Attachments

Attach a certified real estate appraisal and a copy of **Form OP-236, Real Estate Conveyance Tax Return**, for the initial year in which the credit is claimed.

Definitions

Donation of open space land means the value of any land conveyed without financial consideration, or the value of any discount of the sale price in any sale of land or any interest in land, to the state, a political subdivision of the state, or a nonprofit land conservation organization, where the land is to be permanently preserved as protected open space.

Use value means the fair market value of land at its highest and best use, as determined by a certified real estate appraiser.

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

PART I - Credit Computation				
1.	Enter the value of any land conveyed without financial consideration to the state, a political subdivision of the state, or a nonprofit land conservation organization, where the land is to be permanently preserved as protected open space.	1.		
2.	Enter the value of any discount of the sale price of land conveyed to the state, a political subdivision of the state, or a nonprofit land conservation organization, where the land is to be permanently preserved as protected open space.	2.		
3.	Add Line 1 and Line 2.	3.		
4.	Multiply Line 3 by 50% (.50).	4.		
5.	Total Credit. (Subtract Line 4 from Line 3.) Enter here and on Form CT-1120K, Part I-D, Line 25, Column B.	5.		

PART II - Computation of Carryforward					
Credit may be carried forward to ten succeeding income years.					
	A Total Credit Earned	B Current Year Credit Applied to All Taxes 2000 through 2003	C Carryforward to 2004 (Subtract Column B from Column A)	D Credit Applied to 2004	E Carryforward to 2005 (See instructions below)
1.	2000 Donation of Open Space Land Credit				
2.	2001 Donation of Open Space Land Credit				
3.	2002 Donation of Open Space Land Credit, Part I, Line 5				
4.	2003 Donation of Open Space Land Credit, Part I, Line 5				
5.	2004 Donation of Open Space Land Credit, Part I, Line 5				
6.	Total Donation of Open Space Land Credit Applied to 2004. (Add Lines 1 through 5, Column D.) Enter here and on Form CT-1120K, Part I-D, Line 25, Column C.				
7.	Total Donation of Open Space Land Credit Carryforward to 2005. (Add Lines 1 through 5, Column E.) Enter here and on Form CT-1120K, Part I-D, Line 25, Column E.				

Computation of Carryforward Instructions

Lines 1 through 5, Columns A through D - Complete as indicated.

Lines 1 through 4, Column E - Subtract Lines 1 through 4, Column D, from Lines 1 through 4, Column C. Enter the result on the appropriate lines.

Line 5, Column E - Subtract Line 5, Column D, from Line 5, Column A. Enter the result on Line 5, Column E.

Line 6 and Line 7 - Complete as indicated.

Form CT-1120AP
Air Pollution Abatement Facilities Credit

2004

FOR INCOME YEAR	
Beginning	2004, and Ending

Corporation Name	Connecticut Tax Registration Number
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Purpose

Complete **Form CT-1120AP, Air Pollution Abatement Facilities Credit**, to claim the carryforward credit formerly allowed under Conn. Gen. Stat. §12-217c. Attach it to **Form CT-1120K, Business Tax Credit Summary**.

This credit was repealed effective for income years beginning on or after January 1, 1998.

Any remaining credit balance that exceeds the credit applied may be carried forward to nine succeeding income years.

Credit Computation

The Air Pollution Abatement Facilities tax credit was previously allowed against the Connecticut corporation business tax for expenditures related to the construction, rebuilding, acquisition, planning or expansion of air pollution abatement facilities.

Additional Information

For additional information, contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere).

Computation of Carryforward					
Credit may be carried forward to nine succeeding income years.					
	A	B	C	D	E
	Total Credit Earned	Current Year Credit Applied to All Taxes 1995 through 2003	Carryforward to 2004 (Subtract Column B from Column A)	Credit Applied to 2004	Carryforward to 2005 (See instructions below)
1.	1995 Air Pollution Abatement Facilities Credit				
2.	1996 Air Pollution Abatement Facilities Credit				
3.	1997 Air Pollution Abatement Facilities Credit				
4.	Total Air Pollution Abatement Facilities Credit Applied to 2004. (Add Lines 1 through 3, Column D.) Enter here and on Form CT-1120K , Part I-D, Line 26, Column C.				
5.	Total Air Pollution Abatement Facilities Credit Carryforward to 2005. (Add Line 2 and Line 3, Column E.) Enter here and on Form CT-1120K , Part I-D, Line 26, Column E.				

Computation of Carryforward Instructions
Lines 1 through 3, Columns A through D - Complete as indicated.
Line 2 and Line 3, Column E - Subtract Line 2 and Line 3, Column D, from Line 2 and Line 3, Column C. Enter the result on the appropriate lines.
Line 4 and Line 5 - Complete as indicated.

Insurance Reinvestment Fund Credit

For Income Year	
Beginning	2004, and Ending

Name of Eligible Taxpayer	Connecticut Tax Registration Number or SSN
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Purpose

Complete **Form CT-IRF, Insurance Reinvestment Fund Credit**, to claim the tax credit available for moneys invested through a fund manager in an insurance business as set forth in Conn. Gen. Stat. §38a-88a. This form must be used to claim the credit against the insurance premium tax, the health care centers tax, the corporation business tax, or the individual income tax.

Estates, CT-1065/CT-1120SI, Connecticut Composite Income Tax Return, or Form CT-G, Connecticut Group Income Tax Return.

Other taxpayers claiming this tax credit **must** attach this form, a copy of the eligibility certificate, and the certification of continued eligibility issued by DECD to the **back** of **Form CT-1120K, Business Tax Credit Summary**.

General Information

This credit may only be claimed by taxpayers who have invested in an insurance business through a fund that meets all of the requirements set forth in Conn. Gen. Stat. §38a-88a. Taxpayers must submit a copy of both the eligibility certificate and the certification of continued eligibility issued by the Commissioner of the Connecticut Department of Economic and Community Development (DECD) with the tax return for each taxable year for which the credit is claimed.

Available Credit

The available credit is equal to the following percentages of the moneys of the taxpayer invested through a fund manager in insurance businesses that meet all of the requirements set forth in Conn. Gen. Stat. §38a-88a, with respect to the succeeding income years of the taxpayer: (1) the income year in which the investment was made and the two succeeding income years, 0% (.0); (2) the third full income year following the year in which the investment in the insurance business was made and the three succeeding income years, 10% (.10); and (3) the seventh full income year following the year in which the investment in the insurance business was made and the two succeeding income years, 20% (.20).

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

Additional Information

For additional information, see **Informational Publication 2004(20), Guide to Connecticut Business Tax Credits**, or contact the Department of Revenue Services, Taxpayer Services Division at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.

Any taxpayer allowed a credit may assign such credit to another person, as defined in Conn. Gen. Stat. §12-1, provided such person may claim the credit only with respect to a calendar year for which the assigning taxpayer would have been eligible to claim the credit.

Taxpayers applying the Insurance Reinvestment Fund Credit to the individual income tax **must** attach this form and a copy of both the eligibility certificate and the certification of continued eligibility issued by DECD to the **front** of **Forms CT-1040, Connecticut Resident Income Tax Return, CT-1040NR/PY, Connecticut Nonresident or Part-Year Resident Income Tax Return, CT-1041, Connecticut Income Tax Return for Trusts and**

PART I - Credit Computation	
1. Name of insurance fund in which the investment was made: _____	
2. Available credit was received by:	
<input type="checkbox"/> Investment <input type="checkbox"/> Assignment <input type="checkbox"/> Partly by investment and partly by assignment	
If available credit was received by assignment, enter the name and Connecticut Taxpayer Identification Number of the assignor below. (Attach explanation)	
_____	_____
Assignor's Name	Assignor's Connecticut Tax Registration Number
3. Credit is being applied against:	
<input type="checkbox"/> Insurance premium tax <input type="checkbox"/> Health care centers tax <input type="checkbox"/> Corporation business tax <input type="checkbox"/> Income tax <input type="checkbox"/> Surplus lines brokers	
4.	Total amount of Insurance Reinvestment Fund Credit earned for the 2004 income year. 4.
5.	Amount of Line 4 claimed on Form SL-9, Tax on Premiums on Insurance Provided by Surplus Lines Brokers . 5.
6.	Amount of Line 4 claimed on Forms CT-1040, CT-1040NR/PY, CT-1041, CT-1065/CT-1120SI, CT-G, or CT-1120K . 6.

PART II - Computation of Carryforward - Credit may be carried forward to five succeeding income years					
	A	B	C	D	E
	Total Credit Earned	Credit Applied 1999 through 2003	Carryforward to 2004 (Subtract Column B from Column A)	Credit Applied to 2004	Carryforward to 2005 (See Instructions below)
1. 1999 Form CT-IRF, Line 4					
2. 2000 Form CT-IRF, Line 4					
3. 2001 Form CT-IRF, Line 4					
4. 2002 Form CT-IRF, Line 4					
5. 2003 Form CT-IRF, Line 4					
6. 2004 Form CT-IRF, Line 4					
7. Total Insurance Reinvestment Fund Credit Carryforward to 2005 (Add Lines 2 through 6, Column E) Enter the total here and on Form CT-1120K, Part I-D, Line 22, Column E.					

Computation of Carryforward Instructions:

Lines 1 through 6, Columns A through D - Complete as indicated.
 Lines 2 through 5, Column E - Subtract Column D from Column C. Enter the result on the appropriate lines.
 Line 6, Column E - Subtract Column D from Column A. Enter the result here.
 Line 7 - Complete as indicated.

Form CT-8822C

Corporation Business Tax Change of Address

– See Instructions on Reverse –

Purpose of Form:

Use **Form CT-8822C** to notify the Connecticut Department of Revenue Services (DRS) of a change in the physical location or mailing address of the corporation. Check the appropriate box and enter below any change to the corporation's physical location or mailing address.

Check **ALL** boxes this change affects:

- Change in Physical Location
- Change in Mailing Address

Connecticut Tax Registration Number
Federal Employer Identification Number
Effective Date of Change: / /

Corporation Name			
Old Physical Address (Number and Street)	City	State	ZIP
Old Mailing Address (Number and Street or PO Box)	City	State	ZIP
New Physical Address (Number and Street)	City	State	ZIP
New Mailing Address (Number and Street or PO Box)	City	State	ZIP
Signature			Date
Title			

Mail to: Department of Revenue Services
 Registration Unit
 PO Box 2937
 Hartford CT 06104-2937

Form CT-8822C

Instructions

Required Information

Enter in the spaces provided the corporation's Connecticut Tax Registration Number and Federal Employer Identification Number.

Check the corresponding box identifying the reason for the change.

Enter the old physical or mailing address of the corporation and enter the new physical location or mailing address of the corporation.

Enter the effective date of the change.

Any change in ownership requires a new Connecticut Tax Registration Number.

Signature

Sign your name, enter your title, and the date. This form must be signed by an officer of the corporation.

Others Who May Sign

Anyone with a signed Power of Attorney on file may sign on behalf of the principal officer (including attorneys, accountants, and enrolled agents). If you are a representative signing for the taxpayer, attach a copy of your Power of Attorney to **Form CT-8822C**.

Mail to:

Department of Revenue Services
Registration Unit
PO Box 2937
Hartford CT 06104-2937

Further information

For further information, contact the DRS Registration Unit at 860-297-4885.

Form OS-114 Sales and Use Tax Return

For Period Ending
Connecticut Tax Registration Number
Federal Employer Identification Number
Due Date
For Department Use Only

General Instructions

1. You **must file** a return even if no tax is due or no sales were made.
2. Return must be postmarked on or before the due date.
3. **Deductions:** Fill out reverse side of this form if you claim deductions.
4. **Interest:** For late payment - 1% of tax due per month from due date.
5. **Penalty:** For failure to pay tax when due - 15% of tax due or \$50, whichever is greater.
6. **New owners:** Do not use previous owner's form to file your return. Any change in ownership requires a new permit.
7. You **must round off** cents to the nearest whole dollar on your returns and schedules.
8. Make check payable to: **Commissioner of Revenue Services.** (Include the Tax Registration Number on your check.)
 For complete instructions, see Form O-88.

Check here if this is an amended return.

Rounding: You must round off cents to the nearest whole dollars on your return. If you do not round, DRS will round for you.

1	Gross receipts from sales of goods	▶	1	
2	Gross receipts from leases and rentals	▶	2	
3	Gross receipts from labor and services	▶	3	
4	Purchases of goods by your business subject to use tax	▶	4	
5	Leases and rentals by your business subject to use tax	▶	5	
6	Purchase of services by your business subject to use tax	▶	6	
7	Total: Add Lines 1 through 6	▶	7	
8	Total deductions: Complete reverse side and enter the amount from Total Deductions here.	▶	8	
9	Balance subject to tax: Subtract Line 8 from Line 7, but not less than zero.	▶	9	
10	Gross amount of tax due: Multiply Line 9 by 6% (.06)	▶	10	
11	For an amended return only, enter the tax paid on prior return	▶	11	
12	Net amount of tax due: Subtract Line 11 from Line 10	▶	12	
13	For late payment of tax: See General Instructions above Interest ▶ _____ + Penalty ▶ _____ =	▶	13	
14	Total amount due: Add Line 12 and Line 13.	▶	14	

Check any boxes that apply and provide the information requested:

- | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p><input type="checkbox"/> If you are permanently out of business, enter last business date: _____</p> <p><input type="checkbox"/> New mailing address or trade name:
 Enter new mailing address: _____

 Enter new trade name: _____</p> | <p><input type="checkbox"/> If this is your first return, enter business start date: _____</p> <p><input type="checkbox"/> New physical location:
 Enter new physical location: _____
 (PO box is not acceptable.)</p> <p><input type="checkbox"/> New ownership:
 Enter name of new owner: _____
 Address of new owner: _____
 Date sold: _____</p> |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

Declaration: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Taxpayer's Signature	Title	Date
Paid Preparer's Signature	Paid Preparer's Address	Date

Did you know that you can file this form by Internet or Telephone?



Visit our Web site:
www.ct.gov/DRS
 (for information and filing)



Call:
 860-947-1988
 (for filing)
 860-297-5962
 (for information)



Deductible Items at 6% Tax Rate

15	Sales for resale - sales of goods	▶	15	
16	Sales for resale - leases and rentals	▶	16	
17	Sales for resale - labor and services	▶	17	
18	All newspapers and subscription sales of magazines and puzzle magazines	▶	18	
19	Trucks with gross vehicle weight rating over 26,000 lbs. or used exclusively for carriage of interstate freight	▶	19	
21	Food for human consumption, food sold in vending machines, and any items purchased with food stamps	▶	21	
23	Fuel for motor vehicles	▶	23	
24	Sales of electricity, gas, and heating fuel for residential dwellings	▶	24	
25	Sales of electricity - \$150 monthly charge per business	▶	25	
26	Sales of electricity, gas, and heating fuel for manufacturing or agricultural production	▶	26	
27	Aviation fuel	▶	27	
29	Tangible personal property to persons issued a Farmer Tax Exemption Permit	▶	29	
30	Machinery, its replacement, repair, component and enhancement parts, materials, tools, and fuel for manufacturing	▶	30	
31	Machinery, materials, tools, and equipment used in commercial printing process or publishing	▶	31	
32	Vessels, machinery, materials, tools, and fuel for commercial fishing	▶	32	
33	Out-of-state - sales of goods	▶	33	
34	Out-of-state - leases and rentals	▶	34	
35	Out-of-state - labor and services	▶	35	
36	Motor vehicles or vessels purchased by nonresidents	▶	36	
37	Prescription medicines - sales of goods	▶	37	
38	Nonprescription medicines and diabetic equipment - sales of goods	▶	38	
39	Charitable or religious organizations - sales of goods	▶	39	
40	Charitable or religious organizations - leases and rentals	▶	40	
41	Charitable or religious organizations - labor and services	▶	41	
42	Federal, Connecticut, or municipal agencies - sales of goods	▶	42	
43	Federal, Connecticut, or municipal agencies - leases and rentals	▶	43	
44	Federal, Connecticut, or municipal agencies - labor and services	▶	44	
45	Items certified for air or water pollution abatement - sales, leases, and rentals of goods	▶	45	
47	Nontaxable labor and services	▶	47	
48	Services between wholly owned business entities (See instructions, Form O-88)	▶	48	
50	Trade-ins of all like-kind tangible personal property (See instructions, Form O-88)	▶	50	
52	Taxed goods returned within 90 days at 6% (.06) rate	▶	52	
56	Oxygen, blood plasma, prostheses, etc. - sales, leases, rentals, or repair services of goods	▶	56	
58	Printed material for future delivery out of state	▶	58	
59	Articles of clothing or footwear under \$50	▶	59	
60	Material and components for noncommercial production of clothing	▶	60	
63	Funeral expenses (See instructions, Form O-88)	▶	63	
69	Repair services, repair and replacement parts for aircraft, and certain aircraft (See instructions, Form O-88)	▶	69	
71	Certain machinery under the Manufacturing Recovery Act of 1992 (See instructions, Form O-88)	▶	71	
72	Machinery, equipment, tools, supplies, and fuel used in the biotechnology industry	▶	72	
73	Repair and maintenance services and fabrication labor to vessels (See instructions, Form O-88)	▶	73	
74	Computer and data processing services (See instructions, Form O-88)	▶	74	
75	Renovation and repair services to residential real property (See instructions, Form O-88)	▶	75	
77	Sales of qualifying items to direct payment permit holders	▶	77	
78	Sales of college textbooks	▶	78	
79	Clothing or footwear under \$300 nontaxable for one week per year beginning 3rd Sunday in August	▶	79	
A	Other Adjustments - sales of goods (Describe:)	▶	A	
B	Other Adjustments - leases and rentals (Describe:)	▶	B	
C	Other Adjustments - labor and services (Describe:)	▶	C	
Total Deductions (Enter here and on Line 8 on the front of this return)				

Instructions for Form OS-114, Sales and Use Tax Return

Filing Instructions

- You must complete and file Form OS-114 even if no sales were made or no tax is due. Use the preprinted tax return the Department of Revenue Services (DRS) mailed to you.
- Verify that the correct Connecticut Tax Registration Number and period ending appear on the return.
- Verify that your mailing address on the front of the return is correct.
- If you are permanently out of business, check the box and enter your last business day.
- If you have changed your mailing address or trade name, check the box and enter your new mailing address or trade name in the space provided.
- If you have changed your physical location, check the box and enter your new location in the space provided.
- If you are filing an amended return, check the box on the return.
- You must itemize all deductions claimed on the back of the return.
- A return is filed timely if received or if the date shown by the U.S. Postal Service cancellation mark is on or before the last day of the month following the filing period shown on the return. If the due date falls on a Saturday, Sunday or legal holiday, the next business day is the due date.
- Write your Connecticut Tax Registration Number on the check.
- Make your check payable to: **Commissioner of Revenue Services.**
- Mail the return and payment in the enclosed self-addressed envelope.
- If you have any questions, contact Taxpayer Services at 860-297-5962 (from anywhere) or 1-800-382-9463 (within Connecticut) or visit the DRS Web site at www.ct.gov/DRS
TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.

Special Notes

Rounding: You must round off cents to the nearest whole dollar on your returns and schedules. 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.

Alternative Method: Use this alternative method to determine amounts for Lines 1, 2, and 3 if you do not account for sales tax separately from gross receipts.

Step 1: Deduct the total of all exempt sales from gross receipts.

Step 2: For receipts subject to the 6% tax rate, multiply the remaining balance by 94.3% (.943).

Step 3: Add back the amount subtracted for exempt sales.

Step 4: Enter total on appropriate gross receipts line (Line 1, 2 or 3).

Return and Remittances: We will return improperly completed returns or unsigned checks.

Successor's Liability: The purchaser of a business is liable for the taxes of the predecessor to the extent of the purchase price unless the purchaser obtains **Form AU-712, Tax Clearance Certificate**, from DRS. (See Conn. Gen. Stat. §12-424(2).)

Responsible Person Liability: Responsible persons may be held liable for sales and use taxes incurred by their business under Conn. Gen. Stat. §12-414a.

Line Instructions

- Line 1** Enter total gross receipts from the sale of tangible personal property.
- (a) Include in Line 1 receipts from:
- Sales of cigarettes and motor vehicle fuel;
 - Tax-exempt sales;
 - Total credit sales;
 - Federal and state excise taxes and state petroleum products gross earnings tax;
 - Sales of heating fuel, electricity, and gas; and
 - Shipping and delivery charges.
- (b) Exclude from Line 1 receipts from:
- Installment payments from conditional or credit sales previously reported;
 - Sales and use taxes;
 - Sales of real estate; and
 - Commissions received, except sales agents services.
- Line 2** Enter total gross receipts from the leasing and renting of tangible personal property. Include in Line 2 receipts from:
- Royalties or periodic payments received;
 - Maintenance charges;
 - Cancellation charges;
 - Installation charges;
 - Shipping and delivery charges.

- Line 3** Enter total gross receipts derived from the rendering of all services, including but not limited to:
- a. Computer and data processing services;
 - b. Credit information and reporting services;
 - c. Employment agencies and agencies providing personnel services;
 - d. Private investigation, protection, patrol work, watchman, and armored car services, excluding services of off-duty police officers and off-duty firefighters;
 - e. Painting and lettering services;
 - f. Photographic studio services;
 - g. Telephone answering services;
 - h. Stenographic services;
 - i. Services to existing industrial, commercial, or income-producing real property;
 - j. Business analysis, management, management consulting, and public relations services;
 - k. Piped-in music services;
 - l. Flight instruction and chartering services by a certified air carrier;
 - m. Motor vehicle repair services;
 - n. Motor vehicle parking excluding valet parking at any airport;
 - o. Radio or television repair services;
 - p. Furniture reupholstering and repair services;
 - q. Repair services to electrical or electronic devices;
 - r. Lobbying or consulting services;
 - s. Sales agent services for selling tangible personal property, excluding auctioneer services;
 - t. Locksmith services;
 - u. Advertising or public relations services not related to the development of media advertising or cooperative direct mail advertising;
 - v. Landscaping and horticulture services;
 - w. Window cleaning services;
 - x. Maintenance services;
 - y. Janitorial services;
 - z. Exterminating services;
 - aa. Swimming pool cleaning and maintenance services;
 - bb. Renovation and repair services to other than industrial, commercial or income-producing real property;
 - cc. Miscellaneous personal services (SIC Industry Group 729 or NAICS 532220, 812191, 812199, and 812990), excluding services by licensed massage therapists or licensed electrologists;
 - dd. Repair or maintenance services to tangible personal property including any contract of warranty or service related to the item;
 - ee. Business analysis, management, or management consulting services rendered by a general partner or an affiliate to a limited partnership;
 - ff. Health and athletic club services;
 - gg. Telecommunications services;
 - hh. Community antenna television services;
 - ii. Noncommercial vessel storage or mooring charges (exclusive of the period from November 1 through April 30);
 - jj. Prepaid telephone calling service;
 - kk. Furnishing of space for storage.

- Line 4** Enter gross purchases of tangible personal property subject to use tax.
- Line 5** Enter gross lease and rental payments subject to use tax.
- Line 6** Enter gross payments for services subject to use tax.
- Line 7** Enter total of Lines 1, 2, 3, 4, 5, and 6.
- Line 8** Enter deduction total from the Total Deductions line on the back of the return. If you claim deductions on Line 8, you must enter an amount on the appropriate deduction line(s) on the back of the return.
- Line 9** Subtract Line 8 from Line 7. Enter the difference. (Not less than zero)
- Line 10** Multiply amount entered on Line 9 by the 6% tax rate (.06).
- Line 11** For amended returns only, enter the tax paid on any prior return(s) filed for the period.
- Line 12** Subtract Line 11 from Line 10. Enter the difference.
- Line 13** Interest - If this is a late or amended return, interest is computed at the rate of 1% per month, or fraction of a month, from the due date until the date of payment. Interest is based on the amount that should have been remitted on time.
Penalty for failure to pay tax when due: 15% of the tax due or \$50, whichever is greater.
- Line 14** Add Line 12 and Line 13. Enter total.

Deductions

DRS may require certificates from purchasers to support exempt sales. The term *sales* includes services, leases, and rentals.

- Lines 15 – 17** **Sales for resale.** Enter total sales made during the period for which resale certificates have been accepted.
- Line 18** **Sales of all newspapers** and subscription sales of magazines and puzzle magazines.
- Line 19** **Sales of commercial trucks** (including tractors and semitrailers) with gross vehicle weight rating over 26,000 pounds or operated actively and exclusively for carriage of interstate freight, under a certificate or permit issued by the Interstate Commerce Commission or its successor agency.
- Line 21** **Sales of food products** for human consumption, vegetable seeds, and food sold through vending machines and **sales of certain nonfood products** purchased with food stamps. Food does not include alcoholic beverages, soda, candy, gum, tobacco products, or food prepared for immediate consumption at or near the seller's location.
- Line 23** **Sales of fuel for motor vehicles.** Enter the sales of gasoline and diesel fuels on which the Connecticut motor vehicle fuels tax has been paid.
- Line 24** **Sales of heating fuel, electricity, and gas** for use in any residential dwelling.
- Line 25** **Sales of electricity to businesses** of \$150 or less per month.
- Line 26** **Sales of heating fuel, gas, and electricity to agricultural producers and manufacturers** when 75% or more of the heating fuel, gas or electricity is consumed in a building or location used for agricultural production or manufacturing.
- Line 27** **Sales of aviation fuel** used exclusively for aviation purposes.
- Line 29** **Sales of tangible personal property for exclusive use in agricultural production** if a copy of Form OR-248, *Farmer Tax Exemption Permit*, was provided.
- Line 30** **Sales of machinery and its replacement, repair, component and enhancement parts, materials, tools, and fuel for manufacturing production.** Sales of machinery and replacement, repair, component, and enhancement parts, parts to build machinery, used directly in the manufacturing process. Sales of materials, tools, and fuel used directly in an industrial plant in the manufacturing process or in furnishing gas, water, steam, or electricity when delivered to consumers through mains, lines or pipes. See also Line 71.
- Line 31** **Sales of machinery, materials, tools, equipment, and supplies** used predominantly in the production of printed material by a commercial printer or in a related printing production process including publishing.
- Line 32** **Sales for commercial fishing.** Sales of vessels, machinery, or equipment for exclusive use on commercial fishing vessels. Sales of materials, tools, and fuel used directly in commercial fishing.
- Lines 33 – 34** **Sales in interstate and foreign commerce** where delivery was provided by seller to a point outside of Connecticut, irrespective of transportation facilities involved.
- Line 35** **Out-of-state sales of services** when the benefit of the services is exclusively realized outside this state.
- Line 36** **Sales of motor vehicles or vessels purchased by nonresidents.** Sales of motor vehicles or vessels are exempt from tax when the purchaser is not a resident of this state and does not maintain a permanent place of abode in this state, provided the motor vehicle or vessel is not presented for registration with the Department of Motor Vehicles in this state.
- Line 37** **Sales of medicines, syringes, and needles by prescription.**
- Line 38** **Sales of nonprescription medicines.** The exemption includes items used in or on the body: vitamin or mineral concentrates; dietary supplements; natural or herbal medicines; cough, cold or allergy medicines; antihistamines; laxatives; antidiarrheal medicines; analgesics; antibiotic, antiviral, and antifungal medicines; antiseptics; astringents; anesthetics; steroidal medicines; anthelmintics; emetics and antiemetics; antacids; and eye, ear, or nose medications. Test strips, tablets, lancets, and glucose monitoring equipment for diabetes, and any replacement, repair, and enhancement parts for the equipment are also exempt. Excluded from the exemption are cosmetics, dentifrices, mouthwash, shaving and hair care products, soaps, and deodorants.
- Lines 39 – 41** **Sales to exempt charitable or religious organizations** under I.R.C. §501(c)(3) or cemetery organizations exempt under I.R.C. §501(c)(13), if the organization furnishes a valid exemption certificate.
- Lines 42 – 44** **Sales to governmental agencies.** Enter sales to the United States, State of Connecticut, or any political subdivision or agency thereof, including public schools, police, fire departments, etc.

- Line 45** **Sales of certified items for air or water pollution abatement.** Enter the sales of tangible personal property or supplies to be incorporated into or used and consumed in facilities whose primary purpose is the reduction, control or elimination of air or water pollution, certified as approved for this purpose by the Commissioner of the Department of Environmental Protection.
- Line 47** **Nontaxable labor and service charges** included in Line 3 but not deductible on another line of this return. Example: Labor on new construction.
- Line 48** **Sales of services between wholly-owned business entities.** The exemption applies to services between entities, including entities other than corporations, where either entity owns a 100% controlling interest in the other. Business entities include corporations, trusts, estates, partnerships, limited partnerships, limited liability partnerships, limited liability companies, sole proprietorships, nonstock corporations, and federally recognized indian tribes. The exemption also applies to telecommunications services and community antenna television services. Note that a business entity cannot purchase services on resale when the services are purchased for resale to another affiliate.
- Line 50** **Trade-ins.** Enter total trade-in allowance on any like-kind item of tangible personal property. All trade-ins, other than motor vehicles, farm tractors, snowmobiles, vessels, aircraft, and certain construction equipment, must be intended for resale.
- Line 52** **Returned goods taxed at 6%.** Enter goods returned for credit within 90 days of date of sale.
- Line 56** **Sales of oxygen, blood, artificial devices, crutches, and wheelchairs.** Enter sales of oxygen, blood or blood plasma, prostheses or the sales or repair services of crutches, walkers, wheelchairs, inclined stairway chairlifts, etc., vital life support equipment, and replacement, repair, and enhancement parts for this equipment.
- Line 58** **Sales of printed material** delivered to Connecticut where purchaser has certified it will be delivered for use out of state within 30 days.
- Line 59** **Sales of clothing or footwear under \$50 each.** This exemption does not apply to purchases of: special clothing or footwear primarily designed for athletic activity or protective use; jewelry, handbags, luggage, wallets, umbrellas, watches, and similar items carried on or about the human body.
- Line 60** **Sales of cloth and components and yarn** used in the noncommercial production of clothing.
- Line 63** **Funeral expenses.** Enter sales of caskets used for burials and cremation and the first \$2,500 of tangible personal property for each funeral.
- Line 69** **Sales of aircraft having a maximum certificated take-off weight of 6,000 lbs or more** and repair or replacement parts and repair services exclusively for use in such aircraft owned or leased by a certificated air carrier, or in significant overhauling or rebuilding of aircraft on a factory basis.
- Line 71** **Materials, tools, fuels, and machinery and equipment** to be used primarily in manufacturing, as described in the Manufacturing Recovery Act of 1992. Multiply applicable gross receipts by 50% (.50) and enter.
- Line 72** **Sales of machinery, equipment, supplies, tools, and fuel** used directly in the biotechnology industry.
- Line 73** **Sales of fabrication labor and repair and maintenance services for vessels.** Vessel means every description of watercraft, other than seaplane.
- Line 74** **Computer and data processing services** taxable at 1%. Multiply the applicable gross receipts by 83.33% (.8333) and enter. Internet access services are not taxable.
- Line 75** **Renovation and repair services to residential property.** Paving, painting or staining, wallpapering, roofing, siding, and exterior sheet metal work services to other than industrial, commercial or income-producing real property.
- Line 77** **Sales to direct payment permit holders.** Direct payment permits allow taxpayers to pay use tax on certain purchases directly to DRS, rather than paying sales or use taxes to vendors.
- Line 78** **Sales of college textbooks** to full-time or part-time students enrolled at institutions of higher education, with presentation of valid student identification cards. This exemption applies only to new and used books and related workbooks required or recommended for courses.
- Line 79** **Clothing or footwear under \$300 nontaxable for one week per year.** In 2004, the week is from August 15 through August 21.
- Lines A, B, and C** **Other adjustments – Explain fully.** On the applicable line enter and describe any other deductions not enumerated. For example, include on these lines: Sales to senior centers, sales made by eleemosynary nonprofit organizations of not more than \$20. For a complete list of sales and use tax exemptions, see Conn. Gen. Stat. §12-412.

Form OP-186
Connecticut Individual Use Tax Return
 For the year January 1 - December 31, 2004

For Calendar Year **2004**

Your First Name and Middle Initial	Last Name	Your Social Security Number
▶	▶	_____ : _____ : _____
If a Joint Return, Spouse's First Name and Middle Initial	Last Name	Spouse's Social Security Number
▶	▶	_____ : _____ : _____
Home Address	Number and Street	PO Box
▶	▶	▶
City, Town or Post Office	State	ZIP Code
▶	▶	▶

Use this form to report purchases of goods or services subject to Connecticut use tax for calendar year 2004. Use the form to report either a single transaction or multiple transactions for the same calendar year. (Instead of using this form, you may use Line 15 on **Form CT-1040**, Line 7 on **Form CT-1040EZ**, Line 17 on **Form CT-1040NR/PY**, or Line 9 on the **Telefile** worksheet to report your use tax.)

Name and ID: Enter your name and Social Security Number at the top of this form, and if applicable, your spouse's name and Social Security Number. You may file either a separate or a joint return regardless of your filing status for income tax purposes.

Calendar Year: You may file more than one form for a given calendar year, but do not combine transactions for different years.

- Part I.**
- | | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>Column 1 - Enter the month, day, and year of the purchases.</p> <p>Column 2 - Enter a brief description of the taxable items or services purchased, such as jewelry, a boat, etc.</p> <p>Column 3 - Enter the name of the retailer from which the item or service was purchased.</p> <p>Column 4 - Enter the purchase price.</p> | <p>Column 5 - Multiply the purchase price in Column 4 by 6% (.06) or the applicable rate, and enter the result.</p> <p>Column 6 - Enter the tax, if any, correctly paid to another jurisdiction on the taxable item purchased.</p> <p>Column 7 - Subtract the amount entered in Column 6 from the amount entered in Column 5 and enter the difference in Column 7. Calculate Total Amount Due. (If less than zero, enter 0, and do not file this form.)</p> |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6	Column 7
Date of Purchase	Description of Goods or Services	Retailer or Service Provider	Purchase Price	CT Tax Due (.06 X Col. 4)*	Tax Paid to Another Jurisdiction	Balance Due (Col. 5 minus Col. 6 but not less than zero)

<p>If no use tax is due, you are not required to file a use tax return.</p> <p>*See Question 4 on the back of this form for information about tax rates on certain services.</p> <p>Penalty: For failure to pay tax when due - 10% (.10) of the tax due.</p> <p>Interest: For late payment - 1% (.01) of tax due per month, or fraction of a month, from due date.</p> <p>Note: Additional interest accrues on the 16th day of each month.</p>	<table style="width:100%; border-collapse: collapse;"> <tr> <td style="border: none;">Total Tax ▶</td> <td style="border: none; text-align: right;">00</td> </tr> <tr> <td style="border: none;">Penalty ▶</td> <td style="border: none; text-align: right;">00</td> </tr> <tr> <td style="border: none;">Interest ▶</td> <td style="border: none; text-align: right;">00</td> </tr> <tr> <td style="border: none;">Total Amount Due ▶</td> <td style="border: none; text-align: right;">00</td> </tr> </table>	Total Tax ▶	00	Penalty ▶	00	Interest ▶	00	Total Amount Due ▶	00
Total Tax ▶	00								
Penalty ▶	00								
Interest ▶	00								
Total Amount Due ▶	00								

- Part II.** Check one of the following, whichever applies:
- A. This return represents all purchases subject to use tax made during the calendar year listed above.
- B. This return represents one of the following:
 A single taxable purchase made during the calendar year listed above; **or**
 Multiple taxable purchases made through a date prior to the end of the calendar year listed above; **or**
 A subsequent return for the calendar year listed above for items not previously reported.

Note: Do not mail this return with your income tax return. A separate check must accompany this return. Make check or money order payable to: **Commissioner of Revenue Services**. Write **2004 Individual Use Tax** on your check or money order. Writing your Social Security Number(s) on the front of your check ensures accuracy and timeliness in processing your payment. Mail this return with check or money order to: Department of Revenue Services, PO Box 2973, Hartford CT 06104-2973.

Due Date: This return may be filed at the time of purchase, but not later than April 15 for purchases made during the preceding calendar year. Do not file this return for use tax that was already paid on a motor vehicle, snowmobile, vessel, or aircraft upon registration.

Declaration: I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Sign Here Keep a copy for your records	Your Signature	Date	Spouse's Signature	Date	
	Paid Preparer's Signature			Date	Preparer's SSN or PTIN
	Firm Name and Address			Federal Employer ID Number	

Questions and Answers on the Connecticut Individual Use Tax

Here are answers to some commonly-asked questions about the Connecticut use tax. Understanding use tax provisions is important because failure to comply can result in payment of interest and penalties. You must pay the Connecticut use tax on taxable goods and services when a Connecticut merchant fails to collect Connecticut sales tax from you or when you purchase taxable goods or services for use in Connecticut from an out-of-state merchant.

1. **Q. What is the use tax?**
 - A. Use tax is the tax you pay when Connecticut sales tax is not paid to a retailer. The use tax is complementary to the sales tax. Together, the sales and use taxes act to tax Connecticut purchasers equally, whether they purchase goods and services within or without Connecticut.
 2. **Q. On what kinds of goods or services must I pay use tax?**
 - A. You must pay use tax on taxable tangible personal property, whether purchased or leased. Examples of taxable tangible personal property include items of clothing costing \$50 or more, automobiles, appliances, furniture, jewelry, cameras, VCRs, computers, and computer software. Some taxable services include repair services to your television, motor vehicle, or computer; landscaping services for your home; reupholstering services for your household furniture; or certain charges for access to on-line computer services.
 3. **Q. Are there exemptions from the use tax?**
 - A. Yes. Some examples are items of clothing that cost less than \$50 or repair and maintenance services to vessels.
 4. **Q. What is the use tax rate?**
 - A. In general, the use tax rate for purchases of taxable goods or services is 6%. However, computer and data processing services are taxed at 1%.
 5. **Q. What if a Connecticut retailer doesn't collect tax from me on a sale of taxable goods or services?**
 - A. You must report the use tax liability on your Connecticut income tax return, **Forms CT-1040EZ, Connecticut EZ Resident Income Tax Return, CT-1040, Connecticut Resident Income Tax Return, CT-1040NR/PY, Connecticut Nonresident or Part-Year Resident Income Tax Return, Form 2004 Telefile, Connecticut Income Tax Return, or Form OP-186, Connecticut Individual Use Tax Return**, for purchases made during the preceding calendar year.
 6. **Q. When must individuals pay the use tax?**
 - A. You must file your Connecticut income tax return by April 15 for the preceding calendar year. If you are not required to file a Connecticut income tax return, you must pay the use tax using **Form OP-186**. You may file **Form OP-186** for the entire year or you may file several returns throughout the year, but, in either case, Form OP-186 is due by April 15 for the preceding calendar year. If the purchases are made in connection with a trade or business carried on by an individual, see Question 12.
 7. **Q. What if I buy taxable goods or services from an out-of-state mail-order company, television shopping channel, or computerized shopping service and no Connecticut tax is charged by the vendor?**
 - A. If you buy goods or services for use in Connecticut, you must report the use tax liability on your Connecticut income tax return or **Form OP-186** for purchases you made during the preceding calendar year.
 8. **Q. What if I buy taxable goods or services in another state and the vendor charges sales tax for the other state?**
 - A. If the goods or services were purchased for use in Connecticut, and you have taken title to the goods outside Connecticut, and the tax correctly paid to the other state is less than the Connecticut tax, you must report and pay the use tax. Your use tax is the difference between the Connecticut tax and the tax paid to the other state. If the tax paid to the other state is equal to or more than the Connecticut tax, you owe no use tax to Connecticut. There is no refund for tax paid to another state when that state's tax rate exceeds 6%.
 9. **Q. Is an out-of-state merchant misleading me if he tells me I do not need to pay Connecticut use tax?**
 - A. Yes. While you may not have to pay sales tax in the state where you bought the goods or services, you **must** pay Connecticut use tax on taxable goods or services purchased for use in Connecticut.
 10. **Q. Do I owe Connecticut use tax on all my out-of-state purchases of taxable goods and services?**
 - A. No. If all the items you purchased and **brought into** Connecticut at one time total \$25 or less, you do not have to pay Connecticut use tax. The \$25 exemption does not apply to items that are **shipped or mailed** to you.
 11. **Q. Can an out-of-state business, such as a mail-order company, collect Connecticut use tax on taxable goods that are mailed or delivered into Connecticut?**
 - A. Yes. If the business is registered to collect Connecticut use tax, it must collect the tax from you. If the business is not registered, then you must report and pay the tax yourself.
 12. **Q. Does a person engaged in a trade or business have to pay use tax on purchases made for the trade or business?**
 - A. Yes. If the person makes taxable purchases of goods or services out-of-state for use in a trade or business (such as office furniture, computers, and supplies), that person should be registered with DRS for business use tax purposes and report purchases on **Form OS-114, Sales and Use Tax Return**. (See **Informational Publication 2003(31), Q & A on the Connecticut Use Tax for Businesses and Professions**.)
 13. **Q. What are the penalties and interest for not paying the use tax?**
 - A. The penalty is 10% of the tax due. Interest is charged at the rate of 1% per month from the due date of the tax return. There are also criminal sanctions for willful failure to file a tax return.
 14. **Q. What are the use tax filing requirements for motor vehicles, snowmobiles, vessels, and aircraft?**
 - A. Generally, if the item is not purchased from a retailer, the Connecticut Department of Motor Vehicles collects the use tax when you register a motor vehicle, snowmobile, or vessel. You must report the use tax liability on aircraft on your Connecticut income tax return or on **Form OP-186**. If you do not intend to register your motor vehicle, snowmobile, or vessel immediately after you purchase it, you must report the use tax liability for purchases made during the prior calendar year on your Connecticut income tax return or Form OP-186. If the purchase is made in connection with a trade or business carried on by an individual, see Question 12.
 15. **Q. On what amount should the use tax be calculated?**
 - A. Calculate the use tax by multiplying the total cost of the taxable goods or services purchased, including separately stated charges such as shipping and handling, by the tax rate (generally 6%).
- For More Information:** Forms and publications are available by calling **860-297-4753** (from anywhere), or **1-800-382-9463** (in-state) and select **Option 2**. **TTY, TDD, and Text Telephone users only** may transmit inquiries anytime by calling **860-297-4911**. Internet: preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**

Materials, Tools, and Fuel Certificate

General Purpose: The purchaser of materials, tools, and fuel uses this certificate to establish that the item(s) being purchased will be used directly in:

- An industrial manufacturing plant in the actual fabrication of a product to be sold;
- Furnishing power to an industrial manufacturing plant; or
- Furnishing gas, water, steam, or electricity when delivered to consumers through mains, lines, pipes, or bottles.

Whether or not the materials, tools, and fuel will be used in Connecticut, charges for those materials, tools, and fuel when used as indicated above are not subject to sales and use taxes.

If the materials, tools, or fuel are not used in the manner described above, a purchaser who claimed an exemption owes use tax on the total price of any items purchased under this exemption.

Statutory Authority: Conn. Gen. Stat. §12-412(18); Conn. Agencies Regs. §12-412(18)-1.

Instructions for the Purchaser: An owner or officer of a business purchasing materials, tools, or fuel for use in the manner described above can sign and issue this certificate to advise the seller of these items that the purchase is exempt. Issue this certificate only for materials, tools, or fuel, as defined in Conn. Agencies Regs. §12-412(18)-1. Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and storage, use, or other consumption, of the materials, tools, or fuel is not subject to sales and use taxes. The certificate is valid only if taken in good faith from a person who is purchasing materials, tools, or fuel for use in the actual fabrication of finished products to be sold, in furnishing power to an industrial manufacturing plant, or in furnishing gas, water, steam, or electricity to consumers through mains, lines, pipes, or bottles. For example, the good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not engaged in such fabrication or that the materials, tools, or fuel will not be used directly in actual fabrication of finished products to be sold. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-100" satisfy the requirement.

This certificate can be used for individual exempt purchases, in which event the purchaser must check the box marked "Certificate for One Purchase Only." The certificate can also be used for a continuing line of exempt purchases, in which event the purchaser must check the box marked "Blanket Certificate." A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Name of Seller	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Check One Box <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			
Check Appropriate Box and Provide Written Description of Each Item Purchased <input type="checkbox"/> Materials <input type="checkbox"/> Tools <input type="checkbox"/> Fuel			
Description			

CONTINUED ON REVERSE

Machinery, Component Parts, and Replacement and Repair Parts of Machinery Used Directly in a Manufacturing Process

General Purpose: This certificate is used by the purchaser of:

- Machinery to be used directly in the manufacturing production process;
- Component parts and contrivances that are used or required to control, regulate, or operate the machinery, or to enhance or alter its productivity or functionality;
- All replacement and repair parts for this machinery or its component parts and contrivances; or
- Any parts of a machine purchased exclusively to assemble into a machine to be used directly in a manufacturing production process. These parts will be assembled into a machine by the purchaser or someone acting on behalf of the purchaser.

Whether or not the machinery, component parts and contrivances, or replacement and repair parts of a machine will be used in Connecticut, charges for the machinery, component parts and contrivances, or replacement and repair parts when used as indicated above are not subject to sales and use taxes.

If the machinery, component parts and contrivances, or replacement and repair parts of a machine are not used in the manner described above, a purchaser who claimed an exemption owes use tax on the total price of any items purchased under this exemption.

Statutory Authority: Conn. Gen. Stat. §12-412(34) and (73); Conn. Agencies Regs. §12-412(34)-1

Instructions for the Purchaser: An owner or officer of a business purchasing manufacturing machinery, component parts and contrivances, or replacement and repair parts of a machine to be used in the manner described above can sign and issue this certificate to advise the seller of these items that the purchase is exempt. Issue this certificate only for machinery used directly in a manufacturing production process, as defined in Conn. Gen. Stat. §12-412(34) and Conn. Agencies Regs. §12-412(34)-1, or for any parts of a machine purchased exclusively for the purpose of assembling a machine for use directly in a manufacturing production process as described in Conn. Gen. Stat. §12-412(73). Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years

from the date it is issued. In addition, the purchaser must prepare and maintain a record for the use of a component part purchased under Conn. Gen. Stat. §12-412(73) for at least three years following the date of purchase. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and storage, use, or other consumption, of the machinery, component parts and contrivances, or replacement and repair parts of a machine is not subject to sales and use taxes. The certificate is valid only if taken in good faith: (1) in the case of machinery, component parts and contrivances, or replacement or repair parts as described above, purchased under Conn. Gen. Stat. §12-412(34), from a person purchasing the items for use in manufacturing; and (2) in the case of component parts of a machine purchased under Conn. Gen. Stat. §12-412(73), from a person purchasing the parts for use in manufacturing machinery or who will assemble the parts into a machine on behalf of a person engaged in manufacturing. The good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not engaged in manufacturing or that the machinery will not be used directly in a manufacturing production process. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-101" satisfy the requirement.

This certificate can be used for individual exempt purchases, in which event the purchaser must check the box marked "Certificate for One Purchase Only." The certificate can also be used for a continuing line of exempt purchases, in which event the purchaser must check the box marked "Blanket Certificate." A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.** Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Name of Seller	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Check One Box: <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			
Description of Machinery, Component Parts and Contrivances, or Replacement and Repair Parts:			

CONTINUED ON REVERSE

Declaration by Purchaser

The item(s) described on this certificate are:

- Machinery to be used directly in the manufacturing production process, as defined in Conn. Gen. Stat. §12-412(34) and Conn. Agencies Regs. §12-412(34)-1;
- Component parts and contrivances that are used or required to control, regulate, or operate the machinery, or to enhance or alter its productivity or functionality;
- All replacement and repair parts for this machinery or its component parts and contrivances; or
- Component parts of a machine purchased exclusively for the purpose of assembling a machine for use directly in a manufacturing production process as described in Conn. Gen. Stat. §12-412(73).

In accordance with Conn. Gen. Stat. §12-412(34) or (73), the purchase of the described items is exempt from sales and use taxes.

Declaration: I declare under penalty of law that I have examined this return or document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of Purchaser

By: _____
Authorized Signature of Owner, Agent, or Officer Title Date

Certified Rehabilitation Certificate for Certified Historic Structures

General Purpose: An owner or general contractor uses this certificate to establish that services to real property being rendered by a general contractor or subcontractor are directly connected with a certified and substantial rehabilitation of a certified historic structure. Charges for that portion of the services to a qualifying project are not subject to sales and use taxes.

Services to real property include such services as: management, electrical, plumbing, paving, painting, staining, carpentry, roofing, siding, plastering, heating, air conditioning, ventilation, exterior sheet metal work, flooring, sandblasting, carpeting, masonry, wallpapering, and refuse removal services when rendered to industrial, commercial, or income-producing real property.

However, services to real property **do not** include: locksmith, landscaping and horticultural, window cleaning, maintenance, janitorial, exterminating, or swimming pool cleaning and maintenance services. Charges for these services are fully subject to sales and use taxes. See Conn. Agencies Regs. §12-407(2)(i)(I)-1(g)(2).

Effective July 1, 2001, services to real property do not include the services of paving, painting, staining, wallpapering, roofing, siding, and exterior sheet metal work when rendered to other than industrial, commercial, or income-producing real property.

Contractors are consumers of tangible personal property physically incorporated into buildings being constructed or renovated by them. Sales of such property to contractors are retail sales subject to sales and use taxes. If a subcontractor does not accept a resale certificate issued by the general contractor for the services to real property rendered to the general contractor by the subcontractor, the general contractor may issue this certificate to the subcontractor. If the subcontractor accepts a resale certificate, the general contractor does not issue this certificate.

Statutory Authority: Conn. Agencies Regs. §12-407(2)(i)(I)-1.

Instructions for the Service Recipient (Owner or General Contractor): An owner can sign and issue this certificate to advise its general contractor that sales and use

taxes do not apply to all or a portion of the charges made by the general contractor for services rendered to the owner's certified historic structure. The general contractor, in turn, should sign and issue this certificate to its subcontractors to advise each subcontractor that sales and use taxes do not apply to all or a portion of the charges made by the subcontractor for services rendered to the general contractor. Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued. The owner must attach a copy of the listing of the building in the National Register or the certification by the Secretary of the Interior to the Secretary of the Treasury that the building is located in a registered historic district and is of historic significance to the district. The owner must also attach the certification by the Secretary of the Interior to the Secretary of the Treasury that the rehabilitation is consistent with the historic character of the building or the district in which the building is located.

Instructions for the Service Provider: Acceptance of this certificate, when properly completed, relieves the service provider from the burden of proving that the services were rendered in the certified rehabilitation of a certified historic structure. The certificate is valid only if taken in good faith from the owner or general contractor. The good faith of the service provider will be questioned if the provider knows of facts that suggest the certificate is inaccurate. Keep this certificate and bills or invoices to the owner or general contractor for at least six years from the date the services were rendered. The bills, invoices, or records covering all charges made under this certificate must be marked to indicate that the services were partially or totally exempted from sales and use taxes. The words "Exempt under CERT-102" satisfy the requirement.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

CONTINUED ON REVERSE

Residential Condominium Association Certificate

General Purpose: This certificate is to be used by a residential condominium association to establish, for a particular calendar year, the percentage of the condominium units that are not owner-occupied. That percentage will be used by the service provider as the percentage of charges for services to real property that are subject to sales and use taxes.

Services to real property include: such services as management, electrical, plumbing, carpentry, plastering, heating, air conditioning, ventilation, flooring, sandblasting, carpeting, masonry, refuse and sanitary waste removal services.

Services to real property do not include: locksmith, landscaping and horticulture, window cleaning, maintenance, janitorial, exterminating or swimming pool cleaning, and maintenance services. Charges for these services are fully subject to sales and use taxes. See Conn. Agencies Regs. §12-407(2)(i)(I)-1(g)(2).

Certain services subject to special rules: The following services are taxable whether rendered to owner-occupied or nonowner-occupied condominium units: paving of any sort, painting or staining, wallpapering, roofing, siding, and exterior sheet metal work. The tax is being phased out on these services when they are rendered to owner-occupied units. On or after July 1, 1999, the tax is 4%; on or after July 1, 2000, the tax is 2%; on or after July 1, 2001, the services are no longer subject to tax. These services remain fully taxable at 6% when rendered to nonowner-occupied units. Use this certificate to establish the percentage of these services that are taxable at 6% and the percentage that are taxable at the reduced rate.

Contractors: are consumers of tangible personal property physically incorporated into buildings being constructed or renovated by them. Sales of such property to contractors are retail sales subject to sales and use taxes. Where a subcontractor will not accept a resale certificate issued by a general contractor in connection with services to industrial, commercial or income-producing real property being rendered to the general contractor by the subcontractor, this certificate may be issued by the general contractor to the subcontractor. Where a subcontractor will accept a resale certificate issued by the general contractor in connection with services to industrial, commercial or income-producing real property being rendered to the general contractor by the subcontractor, this certificate need not be issued.

Statutory and Regulatory Authority: Conn. Gen. Stat. §12-407(2)(i)(I) and Conn. Agencies Regs. §12-407(2)(i)(I)-1 and §12-407(2)(i)(BB)-1; Conn. Gen. Stat. §12-407(2)(i)(BB).

Instructions for Service Recipient (Condominium Association or General Contractor): A principal officer of the association must sign this certificate. The information must be accurate as of the first day of the calendar year covered by this certificate. Keep a copy of the certificate and records that substantiate the information entered on the certificate for at least six years from the end of the calendar year covered by this certificate. You may issue this certificate only where the services are rendered to the common elements and where the services are "services to industrial, commercial or income-producing real property," as defined in Conn. Agencies Regs. §12-407(2)(i)(I)-1(g). You may not issue this certificate in connection with the rendering of any other services to the condominium association or where the services are not rendered to the common elements.

Instructions for Service Provider (General Contractor or Subcontractor): Acceptance of this certificate, when properly completed by a service recipient, relieves the service provider from the burden of proving that services were not rendered to income-producing real property only if taken in good faith from the condominium association or the general contractor. The good faith of the service provider will be questioned if the provider has knowledge of facts that give rise to a reasonable inference that the information in this certificate is inaccurate. Keep this certificate and bills or invoices to the condominium association for at least six years from the date that the services were rendered. Indicate on the bills or invoices (with words such as "Exempt under CERT-103") that the charges for services were partially or totally exempted from sales and use taxes.

For Further Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). TTY, TDD and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.

Name of Residential Condominium Assn.	Address	CT Tax Registration Number <i>(If None, explain on reverse)</i>	Federal Employer ID #
Name of Service Provider	Address	CT Tax Registration Number <i>(If None, explain on reverse)</i>	Federal Employer ID #
General Description of services being rendered to residential condominium association by service provider			
Period covered by this certificate: (Calendar Year _____)			

CONTINUED ON REVERSE

Services Certificate for New Construction

General Purpose: Charges for that portion of the services to real property that are directly connected with construction of a new building or a new addition that expands the cubic footage of an existing building, or with making site improvements that put the property affected to a new use are not subject to sales and use taxes. An owner or general contractor uses this certificate to establish that services to real property being rendered by a general contractor or subcontractor are directly connected with:

- Construction of a new building or a new addition that expands the cubic footage of an existing building; or
- Making site improvements that put the property affected to a new use.

Site improvements are improvements made to real property. Certain site improvements put the property to a new use, such as the construction of roadways, walkways (concrete or asphalt), driveways (concrete or asphalt), parking lots, patios (concrete or asphalt), in ground swimming pools, tennis courts, or decks. These services are considered new construction work whether or not these improvements are connected with the construction of a new building.

Other site improvements merely enhance an existing use of the property, such as installation of wells, septic systems, utility lines, storm water drainage systems, or outdoor lighting systems. These services are **not** considered new construction unless the construction of the improvements is directly connected with the construction of a new building or a new addition that expands the cubic footage of an existing building.

Services to real property include: management, electrical, plumbing, paving, painting, staining, carpentry, roofing, siding, plastering, heating, air conditioning, ventilation, exterior sheet metal work, flooring, sandblasting, carpeting, masonry, wallpapering, and refuse removal services. However, services to real property **do not** include: locksmith, landscaping and horticultural, window cleaning, maintenance, janitorial, exterminating, or swimming pool cleaning and maintenance services. Charges for these services are fully subject to sales and use taxes. See Conn. Agencies Regs. §12-407(2)(i)(I)-1(g)(2).

Contractors are consumers of tangible personal property physically incorporated into buildings being constructed or renovated by them. Sales of such property to contractors are retail sales subject to sales and use taxes.

Statutory Authority: Conn. Agencies Regs. §12-407(2)(i)(I)-1.

Instructions for the Service Recipient (Owner or General Contractor): An owner can sign and issue this certificate to advise its general contractor that sales and use taxes do not apply to all or a portion of the charges made by the general contractor for services rendered to the owner's industrial, commercial, or income-producing property. The general contractor, in turn, should sign and issue this certificate to its subcontractors to advise each subcontractor that sales and use taxes do not apply to all or a portion of the charges made by the subcontractor for services rendered to the general contractor. The owner or general contractor must attach a copy of the building permit issued by the municipality where the property is located to support the percentage of the project that is new construction. This certificate is issued only where the services rendered are "services to industrial, commercial, or income-producing real property," as defined in Conn. Agencies Regs. §12-407(2)(i)(I)-1(g)(2). Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued.

Instructions for the Service Provider: Acceptance of this certificate, when properly completed, relieves the service provider from the burden of proving that the services were rendered in the construction of new real property. The certificate is valid only if taken in good faith from the owner or general contractor. The good faith of the service provider will be questioned if the provider knows of facts that suggest the certificate is inaccurate. Keep this certificate and bills or invoices to the owner or general contractor for at least six years from the date the services were rendered. The bills, invoices, or records covering all charges made under this certificate must be marked to indicate that the services were partially or totally exempted from sales and use taxes. The words "Exempt under CERT-104" satisfy the requirement.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Continued on Reverse

Commercial Motor Vehicle Purchased Within Connecticut for Use Exclusively in the Carriage of Freight in Interstate Commerce

General Purpose: This certificate must be used by the purchaser of a commercial truck, truck tractor, tractor or semitrailer, or vehicle used in combination with these, which will be operated actively and exclusively during the one-year period following the purchase date of such vehicle for the carriage of freight under a certificate or permit issued by the Interstate Commerce Commission (ICC) or its successor agency to the purchaser to claim exemption.

If the motor vehicle is not used in the manner described above, the purchaser owes use tax on the total purchase price. A motor vehicle is used exclusively in interstate commerce only if each and every payload qualifies as an interstate commerce venture. Any other vehicle use, such as transporting payloads originating and terminating within Connecticut, make the purchaser liable for the use tax.

Statutory Authority: Conn. Gen. Stat. §12-412(70).

Instructions for the Purchaser: An owner or officer of a business purchasing a commercial truck, truck tractor, tractor or semitrailer, or vehicle used in combination with these for use in the manner described above can sign and issue this certificate to advise the seller of these items that the purchase is exempt. Attach a copy of the certificate or permit issued by the ICC to this certificate. Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed and accompanied by a copy of the certificate or permit issued by the ICC to the purchaser, relieves the seller from the burden of proving that the sale and storage, use, or other consumption, of a motor vehicle as described above is not subject to sales and use taxes. The certificate is valid only if taken in good faith from a person who is purchasing a commercial truck, truck tractor, tractor or semitrailer, or vehicle used in combination with these for use as described above. For example, the good faith of the seller will be questioned if the seller knows of facts that suggest the commercial motor vehicle or motor bus will not be operated actively and exclusively during the one-year period following the purchase date for the carriage of interstate freight under a certificate or permit issued by the ICC to the purchaser. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-105" satisfy the requirement.

This certificate can be used for a single exempt purchase only and cannot be used as a "blanket certificate" for a continuing line of purchases.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
			ICC Permit Number
Name of Seller	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #

Vehicle Identification Data

Make of Vehicle _____ Model _____ Year _____
 Color _____ Vehicle Identification Number _____
 Manufacturer's Gross Vehicle Weight Rating _____

Computation of Price

Trade-in Data

Gross Sales Price _____ Make _____ Model _____
 Trade-in Allowance _____ Year _____
 Net Sales Price _____ State of Registration and Plate Number _____
 Vehicle Identification Number _____

CONTINUED ON REVERSE

Declaration by Purchaser

The motor vehicle described above is a commercial truck, truck tractor, tractor or semitrailer, or vehicle used in combination with these, which will be operated actively and exclusively during the one-year period following the purchase date of such vehicle for the interstate carriage of freight under a certificate or permit issued by the Interstate Commerce Commission (ICC) or its successor agency to the purchaser.

If the vehicle is not used in this manner during the period, the purchaser will be liable for Connecticut use tax on the total purchase price of the vehicle.

As described in Conn. Gen. Stat. §12-412(70), the purchase of this motor vehicle is exempt from sales and use taxes.

Declaration: I declare under penalty of law that I have examined this return or document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of Purchaser

By: _____

Signature of Authorized Person

Title

Date

Claim for Refund of Use Tax Paid on a Motor Vehicle Purchased From Other Than a Motor Vehicle Dealer

Part I Instructions

Statutory Authority: Conn. Gen. Stat. §12-431(b)

General Purpose: A person purchasing a motor vehicle from a person other than a motor vehicle dealer or licensed motor vehicle lessor must pay Connecticut use tax on the average trade-in value of the vehicle as shown in the *N.A.D.A. Official Used Car Guide, Eastern Edition* for the month of purchase. The average trade-in value does not include additions or deductions, such as for low or high mileage or for optional equipment or the absence of optional equipment. If the purchaser can prove the actual purchase price of the motor vehicle was less than the average trade-in value and submits a properly completed CERT-106 and the documentation described below within three years of paying the tax to the Connecticut Department of Motor Vehicles (DMV), the Department of Revenue Services (DRS) will refund the overpayment of Connecticut use tax. **Do not use CERT-106** if the actual purchase price of the vehicle equals or exceeds its average trade-in value. You owe Connecticut use tax on the actual purchase price of the vehicle.

Who Should Use This Form: Any person who:

- Purchased a motor vehicle from a person who is not a motor vehicle dealer or licensed motor vehicle lessor; **and**
- Paid less for the motor vehicle than its average trade-in value, as shown in the *N.A.D.A. Official Used Car Guide, Eastern Edition*, for the month of purchase; **and**
- Paid Connecticut use tax, when registering the vehicle with DMV, based on the vehicle's average trade-in value; **and**
- Claims a partial refund of Connecticut use tax because the person can prove the actual purchase price of the motor vehicle was less than the vehicle's average trade-in value; **or**
- Claims a full refund of the Connecticut use tax because the person can prove the original purchase was exempt.

To Submit a Claim: Submit CERT-106 and the documentation described above within three years of paying the tax to:

Department of Revenue Services
PO Box 5088
Hartford CT 06102-5088

All Claims Must Include:

- Purchaser's Declaration:** The purchaser or purchasers must complete the Purchaser's Declaration on the back of this form. Indicate if the motor vehicle was purchased by more than one person by checking the appropriate box in Part IV as to whether the vehicle is owned in common or jointly. This information should match the information entered on **Form H-13, Official Registration of a Motor Vehicle and Application for Certificate of Title**.
- Seller's Declaration:** The seller or sellers must complete the Seller's Declaration on the back of this form.
- Validated Form H-13:** Attach a copy of the validated Form H-13. (Do not attach a copy of the certificate of title.)
- Cancelled Check or Other Evidence of Payment of the Purchase Price of the Motor Vehicle:** If payment was made by check, attach a copy of the cancelled check issued to the seller of the vehicle (front and back). Do not include a copy of the check issued to DMV for payment of sales tax. If payment was not made by check, attach other evidence of payment, such as a copy of the bank statement showing the withdrawal if you paid with cash.
- Explanation for Actual Purchase Price Being Less Than N.A.D.A. Average Trade-in Value:** Attach an explanation, and documenting evidence such as a dated photograph from the time the motor vehicle was acquired, repair bill, or appraisal of the condition of the vehicle.

Notice of Allowance or Disallowance of a Claim: DRS generally gives notice that a claim for refund was allowed or disallowed within 90 days after it receives a properly completed CERT-106. Allowed claims are subject to further examination as provided by law.

For Further Information: Call Taxpayer Services at **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries anytime by calling **860-297-4911**.

Part II Purchaser: Read the instructions first, then complete Parts II, III, and IV. *(Please print clearly)*

Name of Purchaser		Social Security Number
▶ Last	First	▶
Address		
▶		
City	State	ZIP Code
▶		
Name of Purchaser (If co-ownership)		Social Security Number
▶ Last	First	▶
Address		
▶		
City	State	ZIP Code
▶		

Part III Motor Vehicle Identification and Refund Calculation

Description of Motor Vehicle

Date of Purchase ▶ _____ Date of Registration ▶ _____
Make of Vehicle _____ Model _____ Year _____
Vehicle Identification Number _____ Odometer Reading on Date of Purchase _____

Refund Calculation

Value Used by DMV to Compute Tax ▶ \$ _____ Tax Paid to DMV ▶ \$ _____
Actual Purchase Price ▶ \$ _____ X 6% = Tax Actually Due ▶ \$ _____
Refund Claimed (Tax Paid Less Tax Actually Due) ▶ \$ _____

Part IV Purchaser's Declaration

I, the purchaser named in Part II, declare that I purchased the motor vehicle identified in Part III from the seller named in Part V. The actual purchase price of the vehicle was \$ _____. No other consideration, such as transfers of property other than money, or cancellations or offsets of debts owed by the seller, has been or will be paid or transferred by me in connection with my purchase of the vehicle identified in Part III. I declare under the penalty of law that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment of not more than five years, or both.

Signature of Purchaser _____ Date _____
Print Name of Purchaser _____ Telephone () _____

If co-ownership, check the appropriate box and enter the information below: And (common) Or (joint)

Signature of Other Purchaser _____ Date _____
Print Name of Other Purchaser _____ Telephone () _____

Part V Seller's Declaration

I, the seller, declare that I sold the vehicle identified in Part III to the purchaser named in Part II. The actual purchase price of the vehicle was \$ _____. No other consideration, such as transfers of property other than money, or cancellations or offsets of debts owed to the purchaser, has been or will be paid or transferred to me in connection with my sale of the vehicle identified in Part III. I declare under the penalty of law that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment of not more than five years, or both.

Signature of Seller _____ Date _____
Print Name of Seller _____ Telephone () _____

Address of Seller _____

If Jointly Sold,
Signature of Other Seller _____ Date _____

Print Name of Other Seller _____ Telephone () _____

Address of Other Seller _____

Certificate for Partial Exemption of Materials, Tools, and Fuels

General Purpose: The purchaser of materials, tools, and fuels uses this certificate to establish that the items being purchased will be used or consumed in an industrial plant:

- Directly in the manufacturing, processing, or fabricating of tangible personal property to be sold;
- In any process preparatory or related to the manufacturing, processing, or fabricating of tangible personal property to be sold, including research and development; or
- In measuring or testing tangible personal property to be sold.

This certificate entitles the purchaser to an exemption from sales and use taxes based on a 50 percent reduction of the gross receipts or sales price for the sale of qualifying materials, tools, or fuels. Whether or not the materials, tools, and fuel will be used in Connecticut, charges for those materials, tools, and fuel when used as indicated above are partially exempt.

If the materials, tools, or fuels are not used in the manner described above, a purchaser who claimed an exemption owes use tax that is the difference between the amount of tax paid and the amount of tax that would have been due if no exemption were claimed.

Statutory Authority: Conn. Gen. Stat. §12-412i.

Instructions for the Purchaser: An owner or officer of a business purchasing materials, tools, or fuel for use in the manner described above can sign and issue this certificate to advise the seller of these items that the sales and use taxes do not apply to the charges for the purchase. Issue this certificate only for materials, tools, or fuel, as defined in Conn. Gen. Stat. §12-412i. Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving

that the sale and storage, use, or other consumption, of the materials, tools, or fuel were entitled to an exemption for a portion of the gross receipts or sales price. The certificate is valid only if taken in good faith from a person who is purchasing materials, tools, or fuel for use in an industrial plant for: (1) manufacturing, processing, or fabricating of tangible personal property to be sold; (2) in any process preparatory or related to the manufacturing, processing, or fabricating, including research and development; or (3) in measuring or testing tangible personal property to be sold. For example, the good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not engaged in manufacturing, processing, or fabricating or that the materials, tools, or fuel will not be used directly in any manner described above. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-108" satisfy the requirement.

This certificate can be used for individual exempt purchases, in which event the purchaser must check the box marked "Certificate for One Purchase Only." The certificate can also be used for a continuing line of exempt purchases, in which event the purchaser must check the box marked "Blanket Certificate." A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

Note: If materials, tools, and fuel are exempt under Conn. Gen. Stat. §12-412(18) rather than Conn. Gen. Stat. §12-412i, use **CERT-100, Materials, Tools, and Fuel Certificate**, to make an exempt purchase.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Name of Seller	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Check One Box <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			
Check Appropriate Box and Provide Written Description of Each Item Purchased <input type="checkbox"/> Materials <input type="checkbox"/> Tools <input type="checkbox"/> Fuel			
Description			

CONTINUED ON REVERSE

Declaration by Purchaser

The item(s) described on the front are materials, tools, or fuel as defined in Conn. Gen. Stat. §12-412i for use in an industrial plant:

- Directly in the manufacturing, processing, or fabricating of tangible personal property to be sold;
- In any process preparatory or related to the manufacturing, processing, or fabricating of tangible personal property to be sold, including research and development; or
- In measuring or testing tangible personal property to be sold.

In accordance with Conn. Gen. Stat. §12-412i, the purchase of these item(s) is subject to an exemption from sales and use taxes.

Declaration: I declare under penalty of law that I have examined this return or document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of Purchasing Company

By:

Authorized Signature of Owner or Officer

Title

Date

Certificate of Partial Exemption for Machinery, Equipment, or Repair and Replacement Parts

General Purpose: This certificate is to be used by the purchaser of machinery, equipment, or repair and replacement parts for such machinery and equipment to establish that items purchased are to be used primarily in the manufacturing, processing or fabricating of tangible personal property.

This certificate is used by a purchaser to claim a partial exemption from sales and use taxes on purchases of qualifying machinery, equipment, or repair or replacement parts. For purchases occurring on and after July 1, 1996, the exemption excludes 50 percent of the gross receipts or sales price of the qualifying machinery, equipment or parts from tax. Whether or not the machinery or equipment will be used in Connecticut, charges for such property, when used as indicated above, are entitled to the exemption.

Description of the Use of Item(s) Being Purchased:

To qualify for the partial exemption from sales and use taxes, the machinery or equipment must be used primarily:

- For research and development with respect to or in the furtherance of the manufacturing, processing or fabricating of tangible personal property;
- For measuring or testing with respect to or in the furtherance of the manufacturing, processing or fabricating of tangible personal property;
- At any stage of the manufacturing, processing or fabricating process from the time raw materials are received to the time the product is ready for delivery or storage;
- To maintain or repair any machinery or equipment described above; or
- For metal finishing.

If the machinery, equipment, or repair and replacement parts are not used in this manner, a purchaser who has claimed a partial exemption owes use tax. The use tax due is the difference between the amount of tax paid under a partial exemption and the amount of tax due if no such exemption were claimed.

Statutory Authority: Conn. Gen. Stat. §12-412i

Instructions for the Purchaser: This certificate must be signed by an owner or officer of a business purchasing the machinery, equipment or repair or replacement parts for use in the manufacturing, processing or fabricating of tangible personal property to advise the seller of machinery or equipment that the purchase is entitled to partial exemption. The certificate may be issued only for machinery

and equipment used primarily in the process of manufacturing, processing or fabricating, as defined in Conn. Gen. Stat. §12-412i. Keep a copy of this certificate and records that substantiate the information entered on it for at least six years from the date the certificate is issued. If no Connecticut tax registration number has been assigned to the purchaser, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the gross receipts from the sale of the item(s) described on this certificate are eligible for a partial exemption from sales and use taxes. This certificate is valid only if taken in good faith from a person who is purchasing the machinery, equipment or repair or replacement parts for use in manufacturing, fabricating or processing. The good faith of the seller will be questioned if such seller has knowledge of facts that give rise to a reasonable inference that the purchaser is not engaged in manufacturing, processing or fabricating or that the machinery or equipment will not be used primarily in the process of manufacturing, processing or fabricating tangible personal property.

Keep a copy of this certificate and bills or invoices to the purchaser for at least six years from the date that the items were purchased. The bills, invoices or records covering all purchases made under this certificate must be appropriately marked to indicate that a purchase of machinery or equipment entitled to a partial exemption has occurred. The words "Exempt under Conn. Gen. Stat. §12-412i: Machinery and Equipment" will satisfy this requirement.

The certificate may be used for individual purchases, in which case the box marked "Certificate for One Purchase Only" must be checked. The certificate may also be used for a continuing line of purchases, in which case the box marked "Blanket Certificate" must be checked. A blanket certificate remains in effect for a three-year period, unless the purchaser revokes it in writing before the period expires.

NOTE: If machinery, repair or replacement parts are exempt under Conn. Gen. Stat. §12-412(34), they do not fall within the scope of Conn. Gen. Stat. §12-412i. Use **CERT-101, Machinery, Component Parts and Repair and Replacement Parts of Machinery Used Directly in a Manufacturing Process**, to make exempt purchases of machinery under Conn. Gen. Stat. §12-412(34).

For Further Information: Call Taxpayer Services at 1-800-382-9463 (in-state) or 860-297-5962 (anywhere). Telecommunications Device for the Deaf (TDD/TT) Users Only Call 860-297-4911.

Continued on Reverse

Name of Purchaser	Address	Connecticut Tax Registration # <i>(If None, explain below)</i>	Federal Employer ID #
Name of Seller	Address	Connecticut Tax Registration # <i>(If None, explain below)</i>	Federal Employer ID #

Check One

Blanket Certificate

Certificate For One Purchase Only

Description Of Machinery, Equipment, Replacement Parts Or Repair Parts

Declaration by Purchaser

The items described above are machinery, equipment, or repair or replacement parts to be used primarily in the process of manufacturing, processing or fabricating, as defined in Conn. Gen. Stat. §12-412i.

According to Conn. Gen. Stat. §12-412i, the purchase of these items is subject to a partial exemption from sales and use taxes.

I declare under the penalty of false statement that I have examined the information in this certificate and to the best of my knowledge and belief it is true, complete and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars.)

Name of purchasing company

By: _____
Authorized signature of owner or officer Title Date

**AIRCRAFT REPAIR SERVICES CERTIFICATE
 AIRCRAFT REPAIR AND REPLACEMENT PARTS CERTIFICATE**

General Purpose:

- (1) This certificate is to be used by the purchaser of aircraft repair services to establish that aircraft repair services are being purchased in connection with:
- aircraft owned or leased by a certificated air carrier;
 - any aircraft having a maximum certificated takeoff weight of 6,000 pounds or more; or
 - the significant overhauling or rebuilding of aircraft or aircraft parts or components on a factory basis.
- (2) This certificate is to be used by the purchaser of aircraft repair and replacement parts to establish that items are to be used exclusively in:
- aircraft owned or leased by a certificated air carrier;
 - any aircraft having a maximum certificated takeoff weight of 6,000 pounds or more; or
 - the significant overhauling or rebuilding of aircraft or aircraft parts or components on a factory basis.

If the aircraft repair services or the aircraft repair and replacement parts are not used in the manner described above, a purchaser who claimed an exemption will owe a use tax on the total price of the repair services or the repair and replacement parts.

Statutory Authority: Conn. Gen. Stat. §12-412(76) and (77).

Instructions for the Purchaser: An owner or officer of a business that is a certificated air carrier or that owns an aircraft with a maximum certificated takeoff weight of 6,000 pounds or more, or a business that is involved in the significant overhauling or rebuilding of aircraft or aircraft parts or components on a factory basis can issue and sign this certificate to advise the seller of aircraft repair services or aircraft repair and replacement parts that the sales and use taxes do not apply for the purchase. This certificate may only be issued for aircraft repair services or aircraft repair and replacement parts as defined in Conn. Gen. Stat. §12-412 (76) and (77). You must keep a copy of

the certificate and records that substantiate the information entered on this certificate for at least six years from the date of the purchase. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and the storage, use or other consumption, of the aircraft repair services or the aircraft repair and replacement parts were not subject to sales and use taxes. The certificate is valid only if taken in good faith from a person who is a certificated air carrier, owns an aircraft with a maximum certificated takeoff weight of 6,000 pounds or more, or is engaged in the significant overhauling or rebuilding of aircraft or aircraft parts or components on a factory basis. The good faith of the seller will be questioned if the seller has knowledge of facts that give rise to a reasonable inference that the purchaser is not a certificated air carrier, owner of an aircraft with a maximum certificated takeoff weight of 6,000 pounds or more, or is not engaged in the significant overhauling or rebuilding of aircraft or aircraft parts or components on a factory basis. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-110" satisfy the requirement.

This certificate can be used for individual exempt purchases, in which event the box marked "Certificate for One Purchase Only" must be checked. The certificate can also be used for a continuing line of exempt purchases, in which event the box marked "Blanket Certificate" must be checked. A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

For Further Information: Call Taxpayer Services at 1-800-382-9463 (in-state) or 860-297-5962 (anywhere). **TTY, TDD and Text Telephone users only** may transmit inquiries 24 hours a day by calling 860-297-4911.

Name of Purchaser	Address	CT Tax Registration Number <i>(If None, explain on reverse)</i>	Federal Employer ID #
Name of Seller	Address	CT Tax Registration Number <i>(If None, explain on reverse)</i>	Federal Employer ID #
Check One Box: <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			
Check Appropriate Box and Provide Written Description of Each Item Purchased <input type="checkbox"/> Aircraft Repair Services <input type="checkbox"/> Aircraft Repair or Replacement Parts			
Description:			

**Certificate for Machinery, Equipment, Materials, Tools, and Fuel Used by
 an Aircraft Manufacturer Operating an Aircraft Manufacturing Facility**

General Purpose: The purchaser of machinery, equipment, materials, tools, and fuel uses this certificate to establish that the items being purchased will be used by an aircraft manufacturer operating an aircraft manufacturing facility in Connecticut.

If the machinery, equipment, materials, tools, and fuel are not used in the manner described above, the purchaser who claimed an exemption owes use tax on the total price of the items purchased under this exemption.

Statutory Authority: Conn. Gen. Stat. §12-412(78).

Instructions for the Purchaser: An owner or officer of a business that is an aircraft manufacturer operating an aircraft manufacturing facility, as described in Conn. Gen. Stat. §12-412(78), in Connecticut purchasing machinery, equipment, materials, tools, or fuel for use in the manner described above can sign and issue this certificate to advise the seller of these items that the purchase is exempt. Issue this certificate only for machinery, equipment, materials, tools, or fuel as defined in Conn. Gen. Stat. §12-412(78). Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and storage, use, or other consumption of the machinery, equipment, materials, tools, or fuel was not subject to sales and use taxes. The certificate is valid only if taken in good faith from a person who is an aircraft manufacturer operating an aircraft manufacturing facility in Connecticut. For example, the good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not an aircraft manufacturer operating an aircraft manufacturing facility in Connecticut. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-111" satisfy the requirement.

This certificate can be used for individual exempt purchases, in which event the purchaser must check the box marked "Certificate for One Purchase Only." The certificate can also be used for a continuing line of exempt purchases, in which event the purchaser must check the box marked "Blanket Certificate." A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Name of Seller	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Check One Box <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			
Check Appropriate Box and Provide Written Description of Each Item Purchased <input type="checkbox"/> Machinery <input type="checkbox"/> Equipment <input type="checkbox"/> Materials <input type="checkbox"/> Tools <input type="checkbox"/> Fuel			
Description			

CONTINUED ON REVERSE

Exempt Purchases of Meals or Lodging by Exempt Entities

General Purpose: Exempt organizations, qualifying governmental agencies, nonprofit charitable hospitals, nonprofit nursing homes, nonprofit rest homes, and nonprofit residential care homes must use this certificate to establish that their purchases of meals or lodging are exempt from tax. (Any reference to *tax* in this document includes sales and use taxes and room occupancy tax, as applicable.) These organizations, governmental agencies, hospitals, and homes are referred to as **exempt entities** throughout this certificate. **CERT-112** allows an exempt entity to purchase meals or lodging, or both, tax exempt for a single event and may not be used for repeat purchases. See **CERT-123, Blanket Certificate for Exempt Qualifying Purchases of Meals or Lodging by an Exempt Entity**, for repeat qualifying exempt purchases of meals or lodging. Use this certificate **only** if these three conditions are met:

1. The retailer directly invoices and charges the exempt entity for the meals or lodging; **and**
2. The exempt entity directly pays the retailer with a check drawn on its own account or with a credit card issued in its own name; **and**
3. The exempt entity is not reimbursed, in whole or in part, by donation or otherwise, for its payment of the meals or lodging by those consuming the meals or lodging.

Statutory Authority: Conn. Gen. Stat. §12-412(1)(A), (8), and (94).

Credit Card Purchases: If a credit card is used to pay the retailer of meals or lodging, the card must be issued in the name of the exempt entity. The credit card must be used exclusively to make purchases for the use of the exempt entity (not for the convenience of its officers, employees, or members). The credit card charges must be paid by a check drawn on the exempt entity's own checking account.

Nonqualifying Purchases: This certificate may not be used (and tax must be paid) for the purchase of meals or lodging not meeting all three conditions above. Nonqualifying purchases include fund raisers where those who attend are charged or are required to make any payment and seminars or conferences where meals or lodging charges are included in the conference or seminar registration fee, except as described below.

An exempt entity may purchase meals tax exempt using **CERT-113, Purchases of Tangible Personal Property and Services by a Nonprofit Charitable Hospital, Nonprofit Nursing Home, Nonprofit Rest Home, or Nonprofit Residential Care Home; CERT-119, Certificate for Purchases of Tangible Personal Property and Services by Qualifying Exempt Organizations; or CERT-134, Sales and Use Tax Exemption for Purchases by Qualifying Governmental Agencies**; and does not have to get prior approval from the Department of Revenue Services (DRS), when it will resell the meals at one of five fund-raising or social events per year that is exempt from tax under Conn. Gen. Stat. §12-412(94) including meals resold at conferences and seminars. See **Special Notice 98(11), Exemption From Sales and Use Taxes of Sales by Nonprofit Organizations at Fundraising or Social Events**.

Government Purchases Not Requiring Preapproval: The federal government has implemented the "GSA SmartPay" program, which uses four categories of credit cards: Fleet, Purchase, Travel, and Integrated cards. Federal employees may purchase meals and lodging tax exempt by using certain GSA SmartPay cards when the purchases are billed to and paid by the federal government. U.S. government agencies making tax-exempt purchases of meals and lodging using GSA SmartPay cards are not required to get preapproval for these purchases from DRS and are not required to provide the retailer with **CERT-112**. See **Policy Statement 2000(1.1), Retailer's Acceptance of U.S. Government "GSA SmartPay" Credit Card for Exempt Purchases**.

Instructions for the Purchaser: An officer of an exempt entity must complete and sign this certificate and submit it to DRS at least three weeks before an event to request the tax-exempt purchase of meals or lodging at a specific event. The exempt entity should include a copy of the flyer, announcement, or other promotional literature about the event with **CERT-112**. If the purchaser is an exempt organization, it must **either** attach

a copy of its I.R.C. §501(c)(3) or (13) determination letter issued by the U.S. Treasury Department or, if it was issued an exemption permit by DRS, enter its exemption permit number on **CERT-112**. If the purchaser is a qualifying governmental agency, no attachment is required. If the purchaser is a nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home, it must attach a copy of a valid and active license issued by the Department of Public Health under Chapter 368v of the Connecticut General Statutes and a copy of its I.R.C. §501(c)(3) or (4) determination letter issued by the U.S. Treasury Department or, if it was issued an exemption permit by DRS, enter its exemption permit number on **CERT-112**. If DRS concludes that the applicant is making a qualifying exempt purchase, **CERT-112** with DRS official approval noted, will be returned to the exempt entity. The exempt entity then provides **CERT-112** to the retailer of meals or lodging. Keep a copy of this certificate, the documents attached, and records that substantiate the information on this certificate for at least six years from the date it is issued.

Events That Qualify for Refund Only: If the exempt entity will be paying (and will not be reimbursed, in whole or in part) for the meals or lodging of some of the attendees, but will be reimbursed in whole or in part for the meals or lodging of others, a preapproved exemption will **not** be issued. The exempt entity must pay tax on **all** the meals or lodging at the time of the purchase. However, DRS will refund the tax on those meals or lodging that were paid for by the exempt entity for which it was not reimbursed in whole or in part. The exempt entity must file, and DRS must approve, **CERT-122, Certificate of Refund of Sales Tax Paid on Purchases of Meals or Lodging by an Exempt Entity**. The exempt entity is not eligible for refund of the tax paid on meals or lodging for which it received full or partial reimbursement other than for meals sold under five one-day fund-raising or social events per calendar year exemption. See **Policy Statement 96(7), Purchases of Meals or Lodging by Exempt Organizations or Qualifying Governmental Agencies**, for more information.

Example 1: B, an exempt organization, sponsors a dinner to honor one of its members. The restaurant charges B \$50 per meal and B sells tickets for \$50 per person. The honoree and members of the immediate family attend as guests of the organization. B must pay sales tax on all meals purchased. It may, however, complete and file **CERT-122** to claim a refund of the taxes paid only on meals consumed by the honoree and members of the immediate family.

Example 2: C, an exempt organization, sponsors a retirement dinner to honor one of its employees. The restaurant charges C \$60 per meal. C sells tickets for \$50 per person and pays the \$10 difference to the restaurant from its own funds. C must pay sales tax on the full price of all meals purchased. Because the organization received partial reimbursement for all of the meals, C is not eligible for a refund of any of the tax paid.

Instructions for Retailer of Meals or Lodging: Acceptance of this certificate, when properly completed and with DRS official approval noted, relieves the retailer from the burden of proving that the sale of meals or lodging was not subject to tax. This certificate is valid only if taken in good faith from an exempt entity.

Do not accept this certificate unless you directly invoice and charge the exempt entity for the meals or lodging. **Do not** accept the certificate unless you are directly paid by the exempt entity with a check drawn on the exempt entity's own checking account or with a credit card issued in the exempt entity's name (not in the name of one of its members, employees, or officers). Cash payments do not satisfy this condition, regardless of the cost of the meals or lodging.

Keep this certificate, the documents attached, and bills or invoices to the exempt entity for at least six years from the date that the meals or lodging were purchased. The bills, invoices, or records covering the purchase made under this certificate must be marked "Exempt Under CERT-112" to indicate an exempt purchase has occurred. This certificate only applies to the specific event indicated and may not be used for the exempt purchase of any meals or lodging at any other event.

Name of Exempt Entity:	Federal Employer Identification Number
Address of Exempt Entity	Connecticut Exemption Permit Number (If any)

(If the exempt entity was not issued a Connecticut exemption permit (E-number), please attach a copy of the exempt entity's I.R.C. §501(c)(3), (4), or (13) determination letter.)

Name of Retailer	Check Appropriate Box(es) <input type="checkbox"/> Meals <input type="checkbox"/> Lodging
Address of Retailer	Date(s) of Event

Describe Purpose or Reason for Event: (Please be specific. For example, meeting of board of trustees, or luncheon to honor volunteers)

The exempt entity must provide the following information about the meals or lodging being purchased: (See instructions)

Column A	Column B	Column C
Total Number of Meals or Lodging to be Purchased _____	Number for Which No Reimbursement, Full or Partial, Will Be Received _____	Number for Which Reimbursement, Full or Partial, Will Be Received _____
<i>The sum of the numbers entered in Column B and in Column C should equal the number entered in Column A.</i>		

- Will the exempt entity make a charge for the meals or lodging to those attending the event? Yes No
- Will the retailer of the meals or lodging directly invoice and charge the exempt entity for the meals or lodging? Yes No
- Will the exempt entity directly pay the retailer of the meals or lodging with a check drawn on its own checking account or with a credit card issued in its own name (and not in the name of one of its members, employees, or officers)? Yes No

Declaration by Exempt Entity

I declare that the exempt organization, qualifying governmental agency, nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home:

- Is being directly invoiced and charged by the retailer;
- Is directly paying the retailer with a check drawn on its own account or with a credit card issued in its own name; and
- Will not be reimbursed, directly or indirectly, by donation or otherwise, for all or a portion of the cost of the meals or lodging by those consuming the meals or lodging.

I also declare that any exemption permit noted on this certificate, any determination letter or group exemption letter (as the case may be), and license issued by the Department of Public Health, if applicable, attached to this certificate, has not been canceled or revoked. I declare under penalty of law that I have examined this document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Print Name _____	Title _____
Signature of Authorized Person _____	Date _____ Telephone Number _____

Notice to Retailers: Do not accept this certificate if DRS has not completed the following section and noted official approval.

For DRS Use Only

Request Approved by DRS

Official Approval/DRS _____	Date Approved _____
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Request Disapproved by DRS

- Exempt entity did not provide proof of exempt status. (Connecticut exemption permit number or I.R.C. §501(c)(3), (4), or (13) determination letter, and license issued by the Department of Public Health, if applicable.)
- Exempt entity will not be directly invoiced and charged by the retailer of the meals or lodging.
- Exempt entity will not directly pay the retailer of the meals or lodging with a check drawn on its own checking account or with a credit card issued in its own name (and not in the name of one of its members, employees, or officers).
- Exempt entity will be reimbursed, in full or in part, for its payment for the meals or lodging by those consuming the meals or lodging.

Official Disapproval/DRS _____	Date Disapproved _____
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For More Information: For other information, call the *Exempt Organization Coordinator* at 1-800-382-9463 (in-state) and choose Option 0 or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Submit this certificate for approval to: Department of Revenue Services
Taxpayer Services Division - Exempt Organization Coordinator
25 Sigourney Street
Hartford CT 06106-5032

CERT-112 (Rev. 12/02)

Purchases of Tangible Personal Property and Services by a Nonprofit Charitable Hospital, Nonprofit Nursing Home, Nonprofit Rest Home, or Nonprofit Residential Care Home

General Purpose: A nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home must issue this certificate to retailers when purchasing tangible personal property or taxable services to be used by the institution exclusively for the purposes for which it was established.

The term **hospital** is defined in Conn. Gen. Stat. §19a-490(b) as an establishment for the lodging, care, and treatment of persons suffering from disease or other abnormal physical or mental conditions and includes inpatient psychiatric services in general hospitals.

The terms **nursing home, rest home, and residential care home** are defined in Conn. Gen. Stat. §19a-490(c) as an establishment that furnishes, in single or multiple facilities, food and shelter to two or more persons unrelated to the proprietor and in addition, provides services that meet a need beyond the basic provisions of food, shelter, and laundry.

Under Conn. Gen. Stat. §12-412(5), a qualifying nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home is:

- An institution that holds a valid and active license issued by the Department of Public Health under Conn. Gen. Stat. §19a-491 of Chapter 368v; and **either**
- An institution that was issued an exemption permit issued before July 1, 2002, by the Department of Revenue Services (DRS) that has not been cancelled or revoked by DRS; or
- An institution that is exempt from federal income tax under I.R.C. §501(a) and has been issued a determination letter by the Internal Revenue Service (IRS) as an organization described in I.R.C. §501(c)(3) or (4), and that has not been revoked by IRS.

A qualifying nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home that is not, and is not required to be, registered as a retailer with DRS may use this certificate to purchase any tangible personal property for resale at one of the five fund-raising or social events of a day's duration during any calendar year. The event must be exempt from tax under Conn. Gen. Stat. §12-412(94). Otherwise, these nonprofit institutions may not purchase tangible personal property for resale with this certificate.

This certificate may not be used for purchases of taxable services for resale.

This certificate may not be used for the purchase of meals or lodging, unless a qualifying nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home that is not, and is not required to be, registered as a retailer with DRS is purchasing meals for resale at one of the five fund-raising or social events per year that is exempt from tax under Conn. Gen. Stat. §12-412(94). (See **Special Notice 98(11), Exemption From Sales and Use Taxes of Sales by Nonprofit Organizations at Fundraising or Social Events.**)

If the purchaser is not a qualifying nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home or does not use the property or services purchased exclusively for the purposes for which the institution was established, the purchaser owes use tax on the total purchase price of the property or services.

Statutory Authority: Conn. Gen. Stat. §12-412(5) and (94), and Chapter 368v of the Connecticut General Statutes.

Instructions for the Purchaser: An officer of a qualifying nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home must issue and sign this certificate to advise the seller of tangible personal property or taxable services that sales and use taxes do not apply to the purchase. Keep a copy of the certificate, the documents attached, and records that substantiate the information entered on this certificate for at least six years from the date this certificate is issued.

The purchaser must attach to this certificate a copy of the:

- License issued by the Department of Public Health under Chapter 368v of the Connecticut General Statutes **and either;**
- Exemption permit issued to the organization by DRS prior to July 1, 2002; **or**
- Determination letter issued by the IRS that establishes the organization is an exempt organization as described in I.R.C. §501(c)(3) or (4).

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and storage, use, or other consumption, of the tangible personal property or taxable services are not subject to sales and use taxes. The certificate is valid only if taken in good faith from a qualifying nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home. For example, the good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not a qualifying nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home.

Keep this certificate, the documents attached, and bills or invoices to the purchaser for at least six years from the date the items or services were purchased. The bills, invoices, or records covering the purchases made under this certificate must be marked "Exempt Under CERT-113" to indicate that the purchases were exempt.

This certificate may be used for a single exempt purchase, in which case the box marked "Certificate for One Purchase Only" must be checked. This certificate may also be used for a continuing line of exempt purchases, in which event the purchaser must check the box marked "Blanket Certificate." A Blanket Certificate remains in effect from the date CERT-113 is issued until the date the institution's license with the Department of Public Health expires unless the purchaser revokes CERT-113 in writing before the date the license with the Department of Public Health expires.

A nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home must pay for its exempt purchases by a check drawn on its checking account or by a credit card issued in its name (and not in the name of any of its members or officers). A nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home may make a purchase of \$10 or less using cash from the institution's own funds. However, a blanket CERT-113 may not be used for a cash purchase, and a properly completed CERT-113, with the appropriate documents attached, must be issued to the retailer at the time of each cash purchase.

**Commercial Motor Vehicle or Motor Bus Purchased Within Connecticut
 for Use in Interstate Commerce as an Interstate Motor Bus**

General Purpose: The purchaser of either: (1) a commercial motor vehicle as defined in Conn. Gen. Stat. §14-1(11)(A) and (B); or (2) a motor bus as defined in Conn. Gen. Stat. §14-1(44); should use this certificate to purchase the commercial motor vehicle or motor bus which:

- Will be operated as defined in Conn. Gen. Stat. §13b-88 or 13b-89; and
- Will derive 75% of its revenue from its days in service from out-of-state trips or trips crossing state lines during the one-year period following the purchase date of the vehicle.

If the commercial motor vehicle or motor bus is not used in the manner described above, the purchaser owes use tax on the total purchase price.

Statutory Authority: Conn. Gen. Stat. §12-412(82) and (83).

Instructions for the Purchaser: An owner or officer of a business purchasing a commercial motor vehicle or motor bus for use in the manner described above can sign and issue this certificate to advise the seller of these items that the purchase is exempt. Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and storage, use, or other consumption, of the commercial motor vehicle or motor bus is not subject to sales and use taxes. The certificate is valid only

if taken in good faith from a person who is purchasing a commercial motor vehicle or motor bus that will be operated as defined in Conn. Gen. Stat. §13b-88 or 13b-89, and that will derive 75% of its revenue from its days in service from out-of-state trips or trips crossing state lines during the one-year period following the purchase date of the vehicle. For example, the good faith of the seller will be questioned if the seller knows of facts that suggest the commercial motor vehicle or motor bus will not be operated under the provisions of Conn. Gen. Stat. §13b-88 or 13b-89. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-114" satisfy the requirement.

This certificate can be used for a single exempt purchase only and cannot be used as a "blanket certificate" for a continuing line of purchases.

You may enter a permit number issued by the Connecticut DPUC instead of a permit number issued by the Connecticut DOT if the permit was issued prior to October 1, 1979, and has not been suspended or revoked by the DOT.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	CT Tax Registration Number (If none, explain on reverse)	Federal Employer ID #
			Permit Number
Name of Seller	Address	CT Tax Registration Number (If none, explain on reverse)	Federal Employer ID #

Vehicle Identification Data

Make of Vehicle _____ Model _____ Year _____
 Color _____ Vehicle Identification Number _____
 Manufacturer's Gross Vehicle Weight Rating _____ Number of Passengers (including driver) _____
 Will this vehicle be used to transport students under age 21 to and from school? Yes No

Computation of Price

Gross Sales Price _____
 Trade-in Allowance _____
 Net Sales Price _____

Trade-in Data

Make _____ Model _____
 Year _____
 State of Registration and Plate Number _____
 Vehicle Identification Number _____

CONTINUED ON REVERSE

Declaration by Purchaser

The vehicle described above is a commercial motor vehicle as defined in Conn. Gen. Stat. §14-1(11)(A) and (B); or a motor bus as defined in Conn. Gen. Stat. §14-1(44) that:

- Will be operated as defined in Conn. Gen. Stat. §13b-88 or 13b-89; and
- Will derive 75% of its revenue from its days in service from out-of-state trips or trips crossing state lines during the one-year period following the purchase date of the vehicle.

Declaration: I declare under penalty of law that I have examined this return or document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of Purchaser

By:

Signature of Authorized Person

Title

Date

Certificate for Exempt Purchases of Gas, Electricity, and Heating Fuel

General Purpose: This certificate is used by the purchaser of: gas, including bottled gas; electricity when delivered to consumers through mains, lines, pipes, or bottles; or heating fuel for use:

- In any residential dwelling when the meter through which the gas, electricity, or heating fuel is measured furnishes gas, electricity, or heating fuel for both residential and non-residential purposes. (If a building is used solely for housing, the consumer need not provide this certificate to make exempt purchases of gas, electricity, or heating fuel.);
- Directly in agricultural production provided the exemption is allowed only for a metered building, location, or premises at which not less than 75% of the gas, electricity, or heating fuel consumed at the building, location, or premises is used for agricultural production;
- Directly in the fabrication of a finished product to be sold provided the exemption is allowed only for a metered building, location, or premises at which not less than 75% of the gas, electricity, or heating fuel consumed at the building, location, or premises is used for fabrication; or
- Directly in an industrial manufacturing plant provided the exemption is allowed only for a metered building, location, or premises at which not less than 75% of the gas, electricity, or heating fuel consumed at the building, location, or premises is used for manufacturing.

If the gas, electricity, or heating fuel is not used in the manner described above, the purchaser who claimed an exemption owes use tax on the total price of the gas, electricity, or heating fuel purchased under this exemption.

Statutory Authority: Conn. Gen. Stat. §§12-412(1), 12-412(3)(A), 12-412(5), 12-412(8), 12-412(16), and 12-412h.

Instructions for the Purchaser: This certificate is used by:

- An owner of a commercial building at which the gas, electricity, or heating fuel is used predominantly (more than 50%) for residential purposes; or
- An owner or officer of an establishment that uses the gas, electricity, or heating fuel in a location at which (A) agricultural production; (B) the fabrication of a finished product to be sold; or (C) production in an industrial manufacturing plant takes place.

The certificate advises the seller of gas, electricity, or heating fuel that the purchase is exempt. Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and storage, use, or other consumption of the gas, electricity, or heating fuel is not subject to sales and use taxes. The certificate is valid only if taken in good faith from the owner of a commercial building at which the gas, electricity, or heating fuel is used predominantly (more than 50%) for residential purposes; or the owner or officer of an establishment that uses the gas, electricity, or heating fuel in a location at which (A) agricultural production; (B) the fabrication of a finished product to be sold; or (C) production in an industrial manufacturing plant takes place. For example, the good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not purchasing gas, electricity, or heating fuel for use in the portion of the building in which a finished product to be sold is fabricated. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-115" satisfy the requirement.

This certificate is a "blanket certificate" covering all purchases of gas, electricity, or heating fuel made under it. A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.dr.state.ct.us

Name of Purchaser	Service Location	Federal Employer ID #
	Mailing Address if Different From Service Location	CT Tax Registration Number <i>(If none, explain on reverse)</i>
Name of Seller	Address	Federal Employer ID #
		CT Tax Registration Number <i>(If none, explain on reverse)</i>
Check One Box: <input type="checkbox"/> Gas <input type="checkbox"/> Electricity <input type="checkbox"/> Heating Fuel		

CONTINUED ON REVERSE

(Rev. 05/04)

Exempt Petroleum Products Certificate

Statutory Authority: Conn. Gen. Stat. §12-587.

General Purpose: To establish that charges made by a distributor selling **exempt petroleum products** to a purchaser are not subject to the petroleum products gross earnings tax, this certificate must be issued to the distributor by any person who is purchasing exempt petroleum products.

Definitions: For petroleum products gross earning tax purposes, the following products are **exempt petroleum products**:

- The product designated by the American Society for Testing and Materials as "Specification for Heating Oil D396-69," commonly known as number 2 heating oil, to be used exclusively for heating purposes or to be used in a commercial fishing vessel that qualifies for an exemption under Conn. Gen. Stat. §12-412;
- Kerosene, commonly known as number 1 oil, to be used exclusively for heating purposes, provided delivery is of both number 1 and number 2 oil and via a truck with a metered delivery ticket to a residential dwelling or to a centrally metered system serving a group of residential dwellings;
- The product identified as propane gas to be used exclusively for heating purposes;
- Bunker fuel oil, intermediate fuel, marine diesel oil, and marine gas oil to be used in any vessel having a displacement exceeding 4,000 dead weight tons;
- Any first sale of propane gas made on or before June 30, 2004, when the fuel is used as fuel for a motor vehicle;
- Any first sale occurring on or after July 1, 2002, of number 6 fuel oil, as defined in regulations adopted according to Conn. Gen. Stat. §16a-22c, to be used exclusively by a company that, in accordance with census data contained in the *Standard Industrial Classification (SIC) Manual*, 1987, is included in code classifications 2000 to 3999, inclusive, or in Sector 31, 32 or 33 in the *North American Industry Classification Systems (NAICS) United States*, 1997;
- Any first sale occurring on or after July 1, 2002, of number 2 heating oil used exclusively in a vessel primarily engaged in interstate commerce, which vessel qualifies for an exemption under Conn. Gen. Stat. §12-412;
- Paraffin or microcrystalline waxes; and
- Any first sale of petroleum products to be used as fuel for a fuel cell, as defined in Conn. Gen. Stat. §12-412(113), for the period July 1, 2002, to June 30, 2004.

Instructions for the Purchaser: Any person who is purchasing exempt petroleum products, **whether or not for resale to others**, must issue this certificate to the distributor from whom those products are being purchased.

If more than one type of exempt petroleum product is being purchased from the distributor, the purchaser must issue a separate **CERT-116** to the distributor for each type of product being purchased.

A purchaser who is required to issue this certificate to a distributor must keep a copy of this certificate and the records that substantiate the information entered on the certificate for at least three years from the date it is issued.

This certificate may be used for a single exempt purchase (in which event the purchaser must check the box marked "Certificate for One Purchase Only") or may be used for a continuing line of exempt purchases (in which event the purchaser must check the box marked "Blanket Certificate"). A blanket certificate remains in effect for three years from the date the certificate is issued unless the purchaser revokes it in writing before the period expires.

If the purchaser issues CERT-116 to the distributor for exempt petroleum products that ultimately are not put to an exempt use (for example, number 2 heating oil to be used exclusively for heating purposes is ultimately used as fuel for a motor vehicle), the purchaser is subject to and must pay the petroleum products gross earnings tax on the products.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving the seller's gross earnings from the sale of an exempt petroleum product were not subject to the petroleum products gross earnings tax. The certificate is valid only if taken in good faith by the seller. The good faith of the seller will be questioned if the seller has knowledge of facts that give rise to a reasonable inference that the product sold is not an exempt petroleum product (because, for example, the seller has knowledge of facts that number 2 heating oil the seller has sold to the purchaser is likely to be used as fuel for a motor vehicle).

The seller must maintain a copy of this certificate and bills or invoices to the purchaser for at least three years from the date of purchase (or, if the certificate is used for a continuing line of exempt purchases, three years from the date of the last purchase). The seller will mark the bills, invoices, or records covering all purchases made under this certificate with the words "Exempt Petroleum Products Certificate" or "Exempt under CERT-116" to indicate an exempt purchase has occurred.

If the distributor is making a first sale in this state of petroleum products, some of which are exempt petroleum products and others of which are non-exempt petroleum products, tax is due on the distributor's gross earnings from the first sale of non-exempt petroleum products. The distributor's invoice should indicate that the tax applies to the gross earnings from the sale of the non-exempt petroleum products.

For More Information: Call the Excise Taxes Unit at **860-541-3225**.

If you have questions about other Connecticut taxes, call DRS during business hours, Monday through Friday at **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling **860-297-4911**. Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**

Name of Purchaser	Address	Federal Employer Identification Number
		Connecticut Tax Registration Number <i>(If none, explain)</i>
Name of Distributor	Address	Federal Employer Identification Number
		Connecticut Tax Registration Number <i>(If none, explain)</i>

Check One Box: Blanket Certificate Certificate for One Purchase Only

Description of Petroleum Product(s) Sold:

- The product designated by the American Society for Testing and Materials as "Specification for Heating Oil D396-69", commonly known as number 2 heating oil, to be used exclusively for heating purposes or to be used in a commercial fishing vessel, which vessel qualifies for an exemption under Conn. Gen. Stat. §12-412;
- Kerosene, commonly known as number 1 oil, to be used exclusively for heating purposes, provided delivery is of both number 1 and number 2 oil and via a truck with a metered delivery ticket to a residential dwelling or to a centrally metered system serving a group of residential dwellings;
- The product identified as propane gas to be used exclusively for heating purposes;
- Bunker fuel oil, intermediate fuel, marine diesel oil, and marine gas oil to be used in any vessel having a displacement exceeding 4,000 dead weight tons;
- Any first sale of propane gas made on or before June 30, 2004, when the fuel is used as fuel for a motor vehicle;
- Any first sale occurring on or after July 1, 2002, of number 6 fuel oil, as defined in regulations adopted according to Conn. Gen. Stat. §16a-22c, to be used exclusively by a company which, in accordance with census data contained in the *Standard Industrial Classification (SIC) Manual, 1987*, is included in code classifications 2000 to 3999, inclusive, or in Sector 31, 32 or 33 in the *North American Industry Classification Systems (NAICS) United States, 1997*;
- Any first sale occurring on or after July 1, 2002, of number 2 heating oil to be used exclusively in a vessel primarily engaged in interstate commerce, which vessel qualifies for an exemption under Conn. Gen. Stat. §12-412;
- Paraffin or microcrystalline waxes;
- Any first sale of petroleum products to be used as fuel for a fuel cell, as defined in Conn. Gen. Stat §12-412(113), for the period July 1, 2002 to June 30, 2004.

Declaration by Purchaser

The petroleum product(s) described above is an **exempt petroleum product** as defined in this certificate and charges for the product(s) are not subject to the petroleum products gross earnings tax.

I declare under penalty of law that I have examined this certificate (including any accompanying schedules and statements) and to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Name of Purchaser

By: _____
Signature of Authorized Owner, Officer, or Agent Title Date

Certificate for Purchases of Tangible Personal Property Incorporated Into or Consumed in Air Pollution Control Facilities

Conn. Gen. Stat. §§12-412(22) and 12-81(52)

General Purpose: This certificate is to be used by the purchaser to claim exemption from sales and use taxes under Conn. Gen. Stat. §12-412(22). The exemption is for purchases of tangible personal property or supplies acquired for incorporation into or used and consumed in the operation of facilities, the primary purpose of which is the reduction, control or elimination of air pollution, certified as approved for such purpose by the Commissioner of the Department of Environmental Protection. The Commissioner may certify to a portion of the tangible personal property acquired for incorporation into such facilities to the extent that such portion has as its primary purpose the reduction, control or elimination of air pollution.

This certificate may also be used to certify that for purposes of the municipal property tax exemption under Conn. Gen. Stat. §12-81(52), the tangible personal property has been approved for incorporation into or used and consumed in the operation of air pollution abatement facilities. For information on either of these provisions, see **Policy Statement PS 99(2)**.

Repeal of the Corporation Business Tax Credit: Effective for income years beginning on or after January 1, 1998, the corporation business tax credit under Conn. Gen. Stat. §12-217c, for certain expenses for air pollution abatement is repealed. Any corporation eligible for this tax credit may carry any remaining tax credit forward as the provisions of this section would have allowed prior to repeal. (1997 Conn. Pub. Acts 295, §§21 and 24)

Purchases of Items Not Listed in PS 99(2): The purchaser must obtain and attach to this certificate written approval from the Commissioner of the Department of Environmental Protection indicating that an item of tangible personal property is approved for use in an air pollution control facility. For information on how to obtain written approval from the Department of Environmental Protection (DEP), see **PS 99(2)**.

Instructions for the Purchaser: This certificate is to be issued and signed by an owner or officer of a business that purchases tangible personal property to be incorporated into or consumed in the operation of facilities, the primary purpose of which is the reduction, control or elimination of air pollution, certified as approved for such purpose by the Commissioner of the Department of Environmental Protection. In order for the purchaser to qualify for the exemption from sales and use taxes under Conn. Gen. Stat. §12-412(22), the purchaser must present this certificate to the retailer at the time of purchase of the qualifying tangible personal property.

In order to obtain the municipal property tax exemption under Conn. Gen. Stat. §12-81(52) which may be available for qualifying structures or equipment, the taxpayer must file a properly completed copy of this certificate with the assessor of the municipality in which the structures or equipment are located, after confirming that municipality's procedures for qualifying for such exemption.

Instructions for the Seller: Acceptance of this certificate, when properly completed, shall relieve the seller from the burden of proving that the sale of tangible personal property is not subject to sales and use taxes when such tangible personal property or supplies will be used or consumed in the operation of facilities, the primary purpose of which is the reduction, control or elimination of air pollution, and is certified as approved for such purpose by the Commissioner of the Department of Environmental Protection.

The certificate is valid only if taken in good faith from a person who is an owner or officer of a business that will use tangible personal property being purchased as provided in Conn. Gen. Stat. §12-412(22). For example, the good faith of the seller will be questioned if such seller has knowledge of facts that give rise to a reasonable inference that the purchaser will not use the tangible personal property for air pollution abatement or that the tangible personal property cannot be used for such purpose, or that the tangible personal property has not been approved by DEP. This certificate together with proof that the tangible personal property is approved for use or consumption in air pollution abatement, and bills or invoices to the purchaser, must be maintained by the seller for a period of at least six years from the date on which the items were purchased. The bills, invoices or records covering purchases made under this certificate must be appropriately marked to indicate that an exempt purchase has occurred. The words, **Exempt Under CERT-117** will satisfy the requirement.

This certificate may be used for individual exempt purchases, in which event the box marked **Certificate for One Purchase Only** must be checked. This certificate may also be used for a continuing line of exempt purchases, in which event the box marked **Blanket Certificate** must be checked. A blanket certificate shall remain in effect for a three-year period, unless a written revocation is made by the purchaser prior to the expiration of the period.

For Further Information: Call Taxpayer Services at 1-800-382-9463 (toll-free from within Connecticut), or 860-297-5962 (anywhere). TTY, TDD and Text Telephone users **only** may transmit inquiries 24 hours a day by calling 860-297-4911.

CONTINUED ON REVERSE

NAME OF PURCHASER	ADDRESS	CT TAX REGISTRATION NUMBER (If NONE, explain below)	FEDERAL EMPLOYER ID NUMBER
NAME OF SELLER	ADDRESS	CT TAX REGISTRATION NUMBER (If NONE, explain below)	FEDERAL EMPLOYER ID NUMBER

CHECK ONE BOX: Blanket Certificate Certificate for One Purchase Only

CHECK APPLICABLE BOX(ES): Air Pollution Equipment Supplies/Consumables

ITEMIZED DESCRIPTION OF ITEMS PURCHASED (FOR MUNICIPAL PROPERTY TAX EXEMPTION INCLUDE DATE ACQUIRED, DATE INSTALLED AND PURCHASE PRICE. THESE ITEMS MUST ALSO BE INCLUDED ON THE *DECLARATION OF PERSONAL PROPERTY*):

DECLARATION BY PURCHASER

The item(s) described above are tangible personal property to be used or consumed by a business in the operation of facilities, the primary purpose of which is the reduction, control or elimination of air pollution, certified as approved for such purpose by the Commissioner of the Department Environmental Protection.

In accordance with Conn. Gen. Stat. §12-412(22), the purchase of these item(s) is exempt from sales and use taxes.

In accordance with Conn. Gen. Stat. §12-81(52), these items may be exempt from municipal property tax. Describe the items above and include on the *Declaration of Personal Property*.

I declare under the penalty of false statement that I have examined this Certificate and, to the best of my knowledge and belief, it is true, complete and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Name of purchasing business

BY: _____
Authorized signature of owner or officer Title Date

Purchases of Tangible Personal Property and Services by Qualifying Exempt Organizations

General Purpose: A qualifying exempt organization must issue this certificate to retailers when purchasing items to be used by the organization exclusively for the purposes for which it was established. Under Conn. Gen. Stat. §12-412(8), a **qualifying exempt organization** is either:

- An organization issued an exemption permit by the Department of Revenue Services (DRS) under Conn. Agencies Regs. §12-426-15, if the permit has not been canceled or revoked by DRS; or
- An organization that is exempt from federal income tax under I.R.C. §501(a) and has been issued a determination letter by the U.S. Treasury Department as an organization described in I.R.C. §501(c)(3) or (13), if the determination letter has not been revoked by the Internal Revenue Service (IRS).

A qualifying exempt organization may use this certificate to purchase any tangible personal property for resale at one of five fundraising or social events of a day's duration during any calendar year. The event must be exempt from tax under Conn. Gen. Stat. §12-412(94). Otherwise, exempt organizations are not allowed to purchase tangible personal property for resale with this certificate. See **Special Notice 98(11)**, *Exemption From Sales and Use Taxes of Sales by Nonprofit Organizations at Fundraising or Social Events*.

Purchases of Meals and Lodging: In general, qualifying exempt organizations may not use this certificate to purchase meals and lodging, but must get preapproval from DRS for these purchases, and use **CERT-112**, *Exempt Purchases of Meals and Lodging by Exempt Entities*, or **CERT-123**, *Blanket Certificate for Exempt Qualifying Purchases of Meals or Lodging by an Exempt Entity*.

However, a qualifying exempt organization may purchase meals tax exempt using this certificate, without prior approval from DRS, when it will resell the meals at one of five fundraising or social events per year exempt under Conn. Gen. Stat. §12-412(94). See **Policy Statement 2003(4)**, *Purchases of Meals of Lodging by Exempt Entities*.

If the purchaser is not a qualifying exempt organization or does not use the property or services purchased exclusively for the purposes for which the organization was established, the purchaser owes use tax on the total purchase price of the property or services.

Statutory Authority: Conn. Gen. Stat. §12-412(8) and (94).

Instructions for the Purchaser: An officer of a qualifying exempt organization must issue and sign this certificate to advise the seller of tangible personal property or taxable services that sales and use taxes do not apply to the purchase. Keep a copy of this certificate, the documents attached, and records that substantiate the information entered on this certificate for at least six years from the date this certificate is issued.

The purchaser must attach to this certificate a copy of the:

- Exemption permit issued to the organization by DRS under Conn. Agencies Regs. §12-426-15; or
- Determination letter or group exemption letter issued by the IRS which establishes that the organization has been determined to be an exempt organization described in I.R.C. §501(c)(3) or (13).

For purchases made on or after January 1, 1996, a qualifying exempt organization covered by a group exemption letter, and that was **not** issued an exemption permit by DRS under Conn. Agencies Regs. §12-426-15, must attach to this certificate a copy of:

- The group exemption letter issued by the IRS to subordinate organizations (including the qualifying exempt organization) on whose behalf a central organization applied for recognition of exemption;
- The organization's written consent to the central organization to be covered by the group exemption letter; **and**
- The central organization's written notification to the IRS that the organization consents to be covered by the group exemption letter.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving the sale and the storage, use, or consumption of the tangible personal property or taxable services are not subject to sales and use taxes. This certificate is valid only if taken in good faith from a qualifying exempt organization. The good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not a qualifying exempt organization.

Keep this certificate, the documents attached, and bills or invoices to the purchaser for at least six years from the date the items or services were purchased. The bills, invoices or records covering the purchase made under this certificate must be marked "Exempt Under CERT-119" to indicate the purchase was exempt.

This certificate may be used for a single exempt purchase, in which case the box marked "Certificate for One Purchase Only" must be checked. This certificate may also be used for a continuing line of exempt purchases, in which case the box marked "Blanket Certificate" must be checked. A blanket certificate remains in effect for three years unless the purchaser revokes it in writing before the expiration of the three-year period. CERT-119 may not be used as a blanket certificate for purchases of tangible personal property for resale at any one of five fundraising or social events per calendar year exempt under Conn. Gen. Stat. §12-412(94).

An exempt organization must pay for its exempt purchases by a check drawn on its checking account or by a credit card issued in its name (and not in the name of any of its members or officers). An exempt organization may make a purchase of \$10 or less using cash from the organization's own funds. However, a blanket CERT-119 may not be used for a cash purchase, and a properly completed CERT-119, with the appropriate documents attached, must be issued to the retailer at the time of each cash purchase.

For More Information: Call Taxpayer Services at **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling **860-297-4911**. Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**

Name of Purchaser	Address	CT Tax Registration Number <i>(If none, explain)</i>	Exemption Permit # <i>(If any)</i>
			Federal Employer ID #
Name of Seller	Address	CT Tax Registration Number <i>(If none, explain)</i>	Federal Employer ID #

Check one box:

- Blanket certificate (CERT-119 may not be used as a blanket certificate for purchases of tangible personal property for resale at any one of five fundraising or social events per calendar year exempt under Conn. Gen. Stat. §12-412(94). See below.)
- Certificate for one purchase only
- Purchases that qualify for exemption under Conn. Gen. Stat. §12-412(94). Indicate the number of prior fundraising or social events during this calendar year for which you claimed exemption under Conn. Gen. Stat. §12-412(94): _____

Check the appropriate box and provide a written description of each item purchased:

- Tangible Personal Property Taxable Services

Description:

Declaration by Purchaser

The qualifying exempt organization declares that the tangible personal property or taxable services described above will be used exclusively for the purposes for which the organization was established, including the purchase of tangible personal property or meals for resale at one of five fundraising or social events per year exempt from tax. The organization further declares the exemption permit, determination letter, or group exemption letter (as the case may be) attached to this certificate has not been canceled or revoked.

According to Conn. Gen. Stat. §12-412(8) or Conn. Gen. Stat. §12-412(94), the purchase of the item(s) is exempt from sales and use taxes.

I declare under penalty of law that I have examined this certificate (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of Purchaser

By: _____

Signature of Authorized Person

Title

Date

**Certificate for Machinery, Equipment, Tools, Materials, and Supplies
 Used in the Production of Printed Material or in Prepress Production**

General Purpose: This certificate is used by the purchaser of machinery, equipment, tools, materials, and supplies to establish that the item(s) being purchased will be used predominantly:

- (a) In the production of printed material by a commercial printer or publisher; or
- (b) In the typesetting, color separation, finished copy with type proofs and artwork or similar content mounted for photomechanical reproduction, or other similar products to be sold for use in the production of printed materials ("prepress production").

If the machinery, equipment, tools, materials or supplies are not used in this manner, a purchaser who claimed the exemption owes a use tax on the total price of the item(s) purchased using this certificate.

Statutory Authority: Conn. Gen. Stat. §12-412(71) and (72).

Instructions for the Purchaser: An owner or officer of a purchaser described above can issue and sign this certificate to advise the seller of machinery, equipment, tools, materials, or supplies that the sales and use taxes do not apply to the charges for the purchase. This certificate may only be issued for machinery, equipment, tools, materials or supplies used predominantly in the production of printed material by a commercial printer or publisher or by a person engaged in prepress production as described in Conn. Gen. Stat. §12-412(71) and (72). You must keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date of the purchase. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and the storage, use or other consumption, of machinery, equipment, tools, materials or supplies is not subject to sales and use taxes. The certificate is valid only if taken in good faith from a person who is a commercial printer or publisher engaged in the production of printed material or prepress production of products to be sold for use in the production of printed material. The good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not a commercial printer, publisher or engaged in prepress production. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-120" satisfy the requirement.

This certificate can be used for individual exempt purchases, in which event the box marked "Certificate for One Purchase Only" must be checked. The certificate can also be used for a continuing line of exempt purchases, in which event the box marked "Blanket Certificate" must be checked. A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

For Further Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.** Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Name of Seller	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Check One Box: <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			
Check Appropriate Box and Provide Written Description of Each Item Purchased <input type="checkbox"/> Machinery <input type="checkbox"/> Equipment <input type="checkbox"/> Tools <input type="checkbox"/> Materials <input type="checkbox"/> Supplies			
Description:			

CONTINUED ON REVERSE

Exemption for Landscaping and Horticulture Services, Window Cleaning Services, and Maintenance Services Provided to Recipients of Total Disability Benefits

General Purpose: A person eligible for and currently receiving total disability benefits under Title II of the Social Security Act (42 USC §401 et seq.) uses this certificate to purchase landscaping and horticulture services, window cleaning services, or maintenance services when the services are provided at that person's residence. If the services purchased exempt under this certificate are not provided at the person's residence, the purchaser who claimed the exemption owes use tax on the total price of the services purchased under the exemption.

Statutory Authority: Conn. Gen. Stat. §12-412(85).

Instructions for the Purchaser: A person eligible for and currently receiving total disability benefits under Title II of the Social Security Act signs and issues this certificate to the provider of the services described above to purchase the services to be provided at that person's home.

For this exemption, a *residence* is a place of abode for which the purchaser bears the primary financial responsibility of the upkeep. Therefore, a homeowner or condominium owner may qualify for the exemption. However, the Department of Revenue Services (DRS) will presume a renter or person living with a family member does not qualify unless there is a written agreement stating that the person receiving total disability benefits is responsible for the upkeep of the residence.

In the event of an audit by DRS, the purchaser must be able to present a Third Party Query certificate from the Social Security Administration proving the purchaser was eligible for and receiving total disability benefits at the time the services were purchased.

Keep a copy of this certificate for at least six years from the date the services were purchased.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and the consumption of landscaping and horticulture services, window cleaning services, or maintenance services are not subject to sales and use taxes. This certificate is valid only if taken in good faith from a person eligible for and receiving total disability benefits under the Social Security Act who is purchasing services to be provided at that person's residence. The good faith of the seller will be questioned if the seller knows of facts that suggest that the person furnishing this certificate is not receiving total disability benefits under the Social Security Act or that the services are to be provided at a location that is not the residence of that person. Keep this certificate and bills or invoices to the purchaser for at least six years from the date on which the services were purchased. The bill, invoices, or records covering all purchases made under this certificate must be marked **Exempt Under CERT-121** to indicate that the purchase was not taxable.

This certificate may be used for a single purchase, in which event the box marked **Certificate for One Purchase Only** must be checked. This certificate may also be used for a continuing line of purchases, in which event the box marked **Blanket Certificate** must be checked. A blanket certificate remains in effect for three years unless the purchaser revokes it in writing before the period expires.

For More Information: Call Taxpayer Services at **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries anytime by calling **860-297-4911**. Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**

Name of Purchaser	Address		Social Security Number
Name of Seller	Address	CT Tax Registration Number (If None, <i>explain</i>)	Federal Employer ID Number
Check One Box <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			

Description of Services Purchased

Declaration by Purchaser

I am eligible for and am currently receiving total disability benefits under the Social Security Act. The services described on this certificate are landscaping and horticulture services, window cleaning services, or maintenance services to be provided at my residence, as described in Conn. Gen. Stat. §12-412(85).

In accordance with Conn. Gen. Stat. §12-412(85), the purchase of these services is not subject to sales and use taxes.

I declare under penalty of law that I have examined the information in this certificate and to the best of my knowledge and belief it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

By: _____

Name of Purchaser	Signature	Date
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(Revised 12/02)

Refund of Tax Paid on Purchases of Meals or Lodging by Exempt Entities

General Purpose: Exempt organizations, qualifying governmental agencies, nonprofit charitable hospitals, nonprofit nursing homes, nonprofit rest homes, and nonprofit residential care homes must use this certificate to request a refund of tax paid on a qualifying exempt purchase of meals or lodging. (Any reference to *tax* in this document includes sales and use taxes and room occupancy tax, as applicable.) These organizations, governmental agencies, hospitals and homes will be referred to as exempt entities throughout this certificate. Use this certificate **only** if all four of these conditions are met:

1. The retailer directly invoices and charges the exempt entity for the meals or lodging; **and**
2. The exempt entity directly pays the retailer with a check drawn on its own account or with a credit card issued in its own name; **and**
3. The exempt entity is not reimbursed, in whole or in part, by donation or otherwise, for its payment for the meals or lodging by those consuming the meals or lodging; **and**
4. This certificate is filed with the Department of Revenue Services (DRS) within three years from the last day of the month after the period for which the sales tax was paid.

Statutory Authority: Conn. Gen. Stat. §12-412(1)(A), (5), (8), and (94); §12-425.

Credit Card Purchases: If a credit card is used to pay the retailer of meals or lodging, the card must be issued in the name of the exempt entity. The credit card must be used exclusively to make purchases for the use of the exempt entity (not for the convenience of its officers, employees, or members). The credit card charges must be paid by a check drawn on the exempt entity's own checking account.

Nonqualifying Purchases: This certificate may not be used (and tax will not be refunded) on the purchase of meals or lodging not meeting all four conditions above. Nonqualifying purchases include fundraisers where those who attend are charged or are required to make any payment and seminars or conferences where meals or lodging are included in the conference or seminar registration fee, except as described below.

An exempt entity may purchase meals tax exempt using CERT-113, *Purchases of Tangible Personal Property and Services by a Nonprofit Charitable Hospital, Nonprofit Nursing Home, Nonprofit Rest Home, or Nonprofit Residential Care Home*; CERT-119, *Certificate for Purchases of Tangible Personal Property and Services by Qualifying Exempt Organizations*; or CERT-134, *Sales and Use Tax Exemption for Purchases by Qualifying Governmental Agencies*; when it will resell the meals at one of five fund-raising or social events per year that is exempt from tax under Conn. Gen. Stat. §12-412(94) including meals resold at conferences and seminars. If a qualifying exempt entity pays tax on meals and later resells them at these events, the organization may request a refund from DRS without using CERT-122. See **Special Notice 98(11), Exemption From Sales and Use Taxes of Sales by Nonprofit Organizations at Fundraising or Social Events**, and **Policy Statement 98(5), Sales and Use Tax Refund Policy**.

Government Purchases Not Requiring Preapproval: The federal government has implemented the "GSA SmartPay" program, which uses four categories of credit cards: Fleet, Purchase, Travel, and Integrated cards. Federal employees may purchase meals and lodging tax exempt by using certain GSA SmartPay credit cards when the purchases are billed to and paid by the federal government. U.S. government agencies making tax-exempt purchases of meals and lodging using GSA SmartPay cards are not required to get pre-approval for these purchases from DRS and are not required to provide the retailer with CERT-112, *Exempt Purchases of Meals or Lodging by Exempt Entities*. See **Policy Statement 2000(1.1), Retailer's Acceptance of U.S. Government "GSA SmartPay" Credit Card for Exempt Purchases**.

Who Should File This Certificate: If the exempt entity did not receive prior approval of exemption from DRS, either because it was reimbursed in whole or in part, for certain meals or lodging (although not reimbursed in

whole or in part for other meals or lodging) or because it did not submit a properly completed CERT-112 at least three weeks before the event, the exempt entity must pay the tax to the retailer at the time of the purchase of the meals or lodging. It may then request a refund of tax paid on the particular meals or lodging for which it was not reimbursed, in whole or in part, by submitting this certificate to DRS.

Events That Qualify For Refund Only: If the exempt entity will be paying (and will not be reimbursed, in whole or in part) for the meals or lodging of some of the attendees, but will be reimbursed in whole or in part for the meals or lodging of others, a preapproved exemption will **not** be issued. The exempt entity must pay tax on all the meals or lodging at the time of purchase. However, if the exempt entity files CERT-122, and DRS approves the certificate, DRS will refund the tax on those meals or lodging that were paid by the exempt entity and that were not reimbursed in whole or in part. The exempt entity is not eligible for a refund of the tax paid on meals or lodging for which it received full or partial reimbursement other than for meals sold under the five one-day fund-raising events per calendar year exemption. See **Policy Statement 96(7), Purchases of Meals or Lodging by Exempt Organizations or Qualifying Governmental Agencies**, for additional information.

Example 1: B, an exempt organization, sponsors a dinner to honor one of its members. The restaurant charges B \$50 per meal and B sells tickets for \$50 per person. The honoree and members of the immediate family attend as guests of the organization. B must pay sales tax on all meals purchased. It may, however, complete and file CERT-122 to claim a refund of the taxes paid only on meals consumed by the honoree and members of the immediate family.

Example 2: C, an exempt organization, sponsors a retirement dinner to honor one of its employees. The restaurant charges C \$60 per meal. C sells tickets for \$50 per person and pays the \$10 difference to the restaurant from its own funds. C must pay sales tax on the full price of all meals purchased. Because the organization received partial reimbursement for all of the meals, C is not eligible for a refund of any of the tax paid.

Instructions For The Purchaser: An officer of an exempt entity must complete and sign this certificate to request a refund of taxes paid on the qualifying exempt purchase of meals or lodging. If the purchaser is an exempt organization, it must attach **either** a copy of its I.R.C. §501(c)(3) or (13) determination letter issued by the U.S. Treasury Department or, if it was issued an exemption permit by DRS, enter its exemption permit number on CERT-122. If the purchaser is a qualifying governmental agency, no attachment is required. If the purchaser is a nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home or nonprofit residential care home it must attach a copy of a valid and active license issued by the Department of Public Health under Chapter 368v of the Connecticut General Statutes and either a copy of its I.R.C. §501(c)(3) or (4) determination letter issued by the U.S. Treasury Department or, if it was issued an exemption permit by DRS, enter its exemption permit number on CERT-122. If DRS concludes that a qualifying exempt purchase was made, the tax paid will be refunded to the purchaser. Keep a copy of this certificate and records that substantiate the information entered on this certificate for at least six years from the date it was issued. The following items must be included with CERT-122:

1. A copy of an itemized bill directly invoicing and charging the exempt entity for the meals or lodging. The bill must separately state the amount of sales tax charged on meals and lodging; **and either**
2. A copy of the cancelled check(s) (front and back), including the initial deposit, drawn on the exempt entity's checking account, directly paying for the meals or lodging; **or**
3. If payment is made by credit card, a copy of the exempt entity's credit card statement showing the purchase of the meals and lodging and a copy of the cancelled check(s) (front and back) drawn on the exempt entity's checking account that paid the credit card bill.

Name of Exempt Entity:	Federal Employer Identification Number
Address of Exempt Entity	Connecticut Exemption Permit Number (If any)

(If the exempt entity was not issued a Connecticut exemption permit (E-number), please attach a copy of the exempt entity's I.R.C. §501(c)(3), (4), or (13) determination letter.)

Name of Retailer	Check Appropriate Box(es) <input type="checkbox"/> Meals <input type="checkbox"/> Lodging
Address of Retailer	Date(s) of Event

Describe Purpose or Reason for Event: (Please be specific. For example, meeting of board of trustees, or luncheon to honor volunteers)

The exempt entity must provide the following information about the purchases of meals or lodging: (See instructions)

Column A	Column B	Column C
Total Number of Meals or Lodging Purchased _____	Number for Which <i>No</i> Reimbursement, Full or Partial, Was Received _____	Number for Which Reimbursement, Full or Partial, Was Received _____
Total Cost of Meals or Lodging Purchased (Excluding Tax) \$ _____	Cost of Meals or Lodging for Which <i>No</i> Reimbursement, Full or Partial, Was Received (Excluding Tax) \$ _____	Cost of Meals or Lodging for Which Reimbursement, Full or Partial, Was Received (Excluding Tax) \$ _____
Total Tax Paid on This Amount \$ _____	Total Tax Paid on This Amount \$ _____	Total Tax Paid on This Amount \$ _____

The sum of the numbers entered in Column B and in Column C should equal the number entered in Column A.

Declaration by Exempt Entity

I declare that the exempt organization, qualifying governmental agency, nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home:

- Was directly invoiced and charged by the retailer;
- Directly paid the retailer with a check drawn on its own account or with a credit card issued in its own name; and
- Was not or will not be reimbursed, directly or indirectly, by donation or otherwise, for all or a portion of the cost of the meals or lodging by those consuming the meals or lodging.

I also declare that any exemption permit noted on this certificate, any determination letter or group exemption letter (as the case may be), and license issued by the Department of Public Health, if applicable, attached to this certificate, has not been canceled or revoked. I declare under penalty of law that I have examined this document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Print Name	Title
Authorized signature	Date
	Telephone Number

This Section is Completed by DRS

Request Approved by DRS

Official Approval/DRS	Date Approved
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Request Disapproved by DRS

- Exempt entity did not provide proof of exempt status. (Connecticut exemption permit number or I.R.C. §501(c)(3), (4), or (13) determination letter and the license issued by the Department of Public Health, if applicable.)
- Exempt entity was not directly invoiced and charged by the retailer of the meals or lodging.
- Exempt entity did not directly pay the retailer of the meals or lodging with a check drawn on its own checking account or with a credit card issued in its own name (and not in the name of one of its members, employees, or officers).
- Exempt entity was or will be reimbursed, in whole or in part, for its payment for the meals or lodging by those consuming the meals or lodging.
- Certificate was not timely filed.

Official Disapproval/DRS	Date Disapproved
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For More Information: For other information, call the *Exempt Organization Coordinator* at 1-800-382-9463 (in-state) and choose Option 0 or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.dr.state.ct.us

Submit this certificate for approval to: Department of Revenue Services
Taxpayer Services Division - Exempt Organization Coordinator
25 Sigourney Street
Hartford CT 06106-5032

CERT-122 (Rev. 12/02)

Blanket Certificate for Exempt Qualifying Purchases of Meals or Lodging by an Exempt Entity

General Purpose: Exempt organizations, qualifying governmental agencies, nonprofit charitable hospitals, nonprofit nursing homes, nonprofit rest homes, and nonprofit residential care homes should use this certificate to establish that their recurring purchases of meals or lodging are exempt from tax. (Any reference to *tax* in this document includes sales and use taxes and room occupancy tax, as applicable.) These organizations, governmental agencies, hospitals and homes are referred to as **exempt entities** throughout this certificate. **CERT-123** is a blanket certificate that allows an exempt entity to make repeat qualifying exempt purchases of meals or lodging, or both, for a one-year period. See **CERT-112, Exempt Purchases of Meals or Lodging by Exempt Entities**, for a single qualifying exempt purchase of meals or lodging. Use this certificate **only** if these four conditions are met:

1. The retailer directly invoices and charges the exempt entity for the meals or lodging; **and**
2. The exempt entity directly pays the retailer with a check drawn on its own account or with a credit card issued in its own name; **and**
3. The exempt entity is not reimbursed, in whole or in part, by donation or otherwise, for its payment for the meals or lodging by those consuming the meals or lodging; **and**
4. The purchase of the meals or lodging occurs before the expiration date specified on the blanket certificate.

Statutory Authority: Conn. Gen. Stat. §12-412(1)(A), (5), (8), and (94).

Credit Card Purchases: If a credit card is used to pay the retailer of meals or lodging, the card must be issued in the name of the exempt entity. The credit card must be used exclusively to make purchases for the use of the exempt entity (not for the convenience of its officers, employees, or members). The credit card charges must be paid by a check drawn on the exempt entity's own checking account.

Nonqualifying Purchases: This certificate may not be used (and tax must be paid) on the purchase of meals or lodging not meeting all four of the conditions above. Nonqualifying purchases include fund raisers where those who attend are charged or are required to make any payment and seminars or conferences where meals or lodging are included in the conference or seminar registration fee, except as described below.

An exempt entity may purchase meals exempt from tax using **CERT-113, Purchases of Tangible Personal Property and Services by a Nonprofit Charitable Hospital, Nonprofit Nursing Home, Nonprofit Rest Home, or Nonprofit Residential Care Home, CERT-119, Certificate for Purchases of Tangible Personal Property and Services by Qualifying Exempt Organizations, or CERT-134, Sales and Use Tax Exemption for Purchases by Qualifying Governmental Agencies**, and does not have to get prior approval from the Department of Revenue Services (DRS), when it will resell the meals at one of five fund-raising or social events per year that is exempt from tax under Conn. Gen. Stat. §12-412(94) including meals resold at conferences and seminars. See **Special Notice 98(11), Exemption From Sales and Use Taxes of Sales by Nonprofit Organizations at Fundraising or Social Events**.

Government Purchases Not Requiring Preapproval: The federal government has implemented the "GSA SmartPay" program, which uses four categories of credit cards: Fleet, Purchase, Travel, and Integrated cards. Federal employees may purchase meals and lodging tax exempt by using **certain** GSA SmartPay cards when the purchases are billed to and paid by the federal government. U.S. government agencies making tax-exempt purchases of meals and lodging using GSA SmartPay cards are not required to get preapproval for these purchases from DRS and are not required to provide the retailer with **CERT-112**. See **Policy Statement 2000(1.1), Retailer's Acceptance of U.S. Government "GSA SmartPay" Credit Card for Exempt Purchases**.

Instructions for the Purchaser: An officer of an exempt entity must complete and sign this certificate and submit it to DRS for qualifying exempt purchases of meals or lodging during a one-year period. If the purchaser is an

exempt organization, it must attach **either** a copy of its I.R.C. §501(c)(3) or (13) determination letter issued by the U.S. Treasury Department **or**, if it was issued an exemption permit by DRS, enter its exemption permit number on **CERT-123**. If the purchaser is a qualifying governmental agency, no attachment is required. If the purchaser is a nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home, it must attach a copy of a valid and active license issued by the Department of Public Health under Chapter 368v of the Connecticut General Statutes and **either** a copy of its I.R.C. §501(c)(3) or (4) determination letter issued by the U.S. Treasury Department **or**, if it was issued an exemption permit by DRS, enter its exemption permit number on **CERT-123**. If DRS concludes that qualifying exempt purchases are being made, the certificate, with DRS official approval noted, will be returned to the exempt entity. The exempt entity must then provide the approved **CERT-123** to the retailer of meals or lodging. Keep a copy of this certificate, documents attached, and records that substantiate the information on this certificate for at least six years from the date it is issued.

Events That Qualify for Refund Only: If the exempt entity will be paying (and will not be reimbursed in whole or in part) for the meals or lodging of some of the attendees, but will be reimbursed in whole or in part for the meals or lodging of others, a preapproved exemption will **not** be issued. The exempt entity must pay tax on **all** the meals or lodging at the time of the purchase. However, DRS will refund the tax on those meals or lodging that were paid for by the exempt entity for which it was not reimbursed in whole or in part. The exempt entity must file, and DRS must approve, **CERT-122, Refund of Tax Paid on Purchases of Meals or Lodging by Exempt Entities**. The exempt entity is not eligible for refund of tax paid on those meals or lodging for which it received full or partial reimbursement other than for meals sold under the five one-day social or fund-raising events per calendar year exemption. See **Policy Statement 96(7), Purchases of Meals or Lodging by Exempt Organizations or Qualifying Governmental Agencies**, for more information.

Example 1: B, an exempt organization, sponsors a dinner to honor one of its members. The restaurant charges B \$50 per meal and B sells tickets for \$50 per person. The honoree and members of the immediate family attend as guests of the organization. B must pay sales tax on all meals purchased. It may, however, complete and file **CERT-122** to claim a refund of the taxes paid only on meals consumed by the honoree and members of the immediate family.

Example 2: C, an exempt organization, sponsors a retirement dinner to honor one of its employees. The restaurant charges C \$60 per meal. C sells tickets for \$50 per person and pays the \$10 difference to the restaurant from its own funds. C must pay sales tax on the full price of all meals purchased. Because the organization received partial reimbursement for all of the meals, C is not eligible for a refund of any of the tax paid.

Instructions for Retailer of Meals or Lodging: Accept this certificate only if you directly invoice and charge the exempt entity for the meals or lodging. Accept the certificate only if you are directly paid by the exempt entity with a check drawn on the exempt entity's own checking account or with a credit card issued in the exempt entity's name (not in the name of one of its members, employees, or officers). Cash payments will not satisfy this condition, regardless of the cost of the meals or lodging.

Acceptance of this certificate, when properly completed and with DRS official approval noted, relieves the retailer from the burden of proving that the sale of meals or lodging is not subject to tax. This certificate is valid only if taken in good faith from an exempt entity.

Keep a copy of this certificate, the attached documents, and bills or invoices to the exempt entity, for at least six years from the date the meals or lodging were purchased. The bills, invoices, or records covering the purchase made under this certificate must be marked **Exempt Under CERT-123** to indicate an exempt purchase has occurred.

Name of Exempt Entity:	Federal Employer Identification Number
Address of Exempt Entity	Connecticut Exemption Permit Number (If any)

(If the exempt entity was not issued a Connecticut exemption permit (E-number), please attach a copy of the exempt entity's I.R.C. §501(c)(3), (4), or (13) determination letter.)

Name of Retailer	Check Appropriate Box(es) <input type="checkbox"/> Meals <input type="checkbox"/> Lodging
Address of Retailer	

Describe Purpose or Reason for Event(s): (Please be specific. For example, meeting of board of trustees, or luncheon to honor volunteers)

- | | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------|-----------------------------|
| 1. Will the exempt entity receive reimbursement, full or partial, for any or all the meals or lodging? | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| 2. Will the exempt entity make a charge for the meals or lodging to those attending the event? | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| 3. Will the retailer of the meals or lodging directly invoice and charge the exempt entity for the meals or lodging? | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| 4. Will the exempt entity directly pay the retailer of the meals or lodging with a check drawn on its own checking account or with a credit card issued in its own name (and not in the name of one of its members, employees, or officers)? | <input type="checkbox"/> Yes | <input type="checkbox"/> No |

Declaration by Exempt Entity

I declare that the exempt organization, qualifying governmental agency, nonprofit charitable hospital, nonprofit nursing home, nonprofit rest home, or nonprofit residential care home:

- Is being directly invoiced and charged by the retailer;
- Is directly paying the retailer with a check drawn on its own account or with a credit card issued in its own name; and
- Will not be reimbursed, directly or indirectly, by donation or otherwise, for all or a portion of the cost of the meals or lodging by those consuming the meals or lodging.

I also declare that any exemption permit noted on this certificate, any determination letter or group exemption letter (as the case may be), and license issued by the Department of Public Health, if applicable, attached to this certificate, has not been canceled or revoked. I declare under penalty of law that I have examined this document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Print Name	Title
Signature of Authorized Person	Date
	Telephone Number

Notice to Retailers: Do not accept this certificate if DRS has not completed the following section and noted official approval.

For DRS Use Only

Request Approved by DRS

Official Approval/DRS	Date Approved
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Expiration Date of Blanket Certificate: This certificate expires on: _____

Request Disapproved by DRS

- Exempt entity did not provide proof of exempt status. (Connecticut exemption permit number or I.R.C. §501(c)(3), (4), or (13) determination letter, and license issued by the Department of Public Health, if applicable.)
- Exempt entity will not be directly invoiced and charged by the retailer of the meals or lodging.
- Exempt entity will not directly pay the retailer of the meals or lodging with a check drawn on its own checking account or with a credit card issued in its own name (and not in the name of one of its members, employees, or officers).
- Exempt entity will be reimbursed, in full or in part, for its payment for the meals or lodging by those consuming the meals or lodging.

Official Disapproval/DRS	Date Disapproved
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For More Information: For other information, call the *Exempt Organization Coordinator* at 1-800-382-9463 (in-state) and choose Option 0 or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Submit this certificate for approval to:
 Department of Revenue Services
 Taxpayer Services Division - Exempt Organization Coordinator
 25 Sigourney Street
 Hartford CT 06106-5032

Certificate for Purchases of Tangible Personal Property Incorporated Into or Consumed in Water Pollution Control Facilities

Conn. Gen. Stat. §§12-412(21) and 12-81(51)

General Purpose: This certificate is to be used by the purchaser to claim exemption from sales and use taxes under Conn. Gen. Stat. §12-412(21). The exemption is for purchases of tangible personal property acquired for incorporation into or used and consumed in the operation of facilities for the treatment of industrial waste before the discharge thereof into any waters of the state or into any sewerage system emptying into such waters, the primary purpose of which is the reduction, control or elimination of water pollution, certified as approved for such purpose by the Commissioner of the Department of Environmental Protection. The Commissioner may certify to a portion of the tangible personal property acquired for incorporation into such facilities to the extent that such portion has as its primary purpose the reduction, control or elimination of water pollution.

This certificate may also be used to certify that for purposes of the municipal property tax exemption under Conn. Gen. Stat. §12-81(51), the tangible personal property has been approved for incorporation into or used and consumed in the operation of water pollution abatement facilities. For information on either of these provisions, see **Policy Statement 99(3)**.

Repeal of the Corporation Business Tax Credit: Effective for income years beginning on or after January 1, 1998, the corporation business tax credit under Conn. Gen. Stat. §12-217d for certain expenses for treating industrial waste is repealed. Any corporation eligible for this tax credit may carry any remaining tax credit forward as the provisions of this section would have allowed prior to repeal. (1997 Conn. Pub. Acts 295, §§ 21 and 24)

Purchases of Items Not Listed in PS 99(3): The purchaser must obtain and attach to this certificate written approval from the Commissioner of the Department of Environmental Protection indicating that an item of tangible personal property is approved for use in a water pollution control facility. For information on how to obtain written approval from the Department of Environmental Protection (DEP), see **PS 99(3)**.

Instructions for the Purchaser: This certificate is to be issued and signed by an owner or officer of a business that purchases tangible personal property to be incorporated into or consumed in the operation of facilities for the treatment of industrial waste before the discharge thereof into any waters of the state or into any sewerage system emptying into such waters, the primary purpose of which is the reduction, control or elimination of water pollution, certified as approved for such purpose by the Commissioner of the Department of Environmental Protection. In order for the purchaser to qualify for the exemption from sales and use taxes under Conn. Gen. Stat. §12-412(21), the purchaser must present this certificate to the retailer at the time of purchase of the qualifying tangible personal property.

In order to obtain the municipal property tax exemption under Conn. Gen. Stat. §12-81(51) which may be available for qualifying structures or equipment, the taxpayer must file a properly completed copy of this certificate with the assessor of the municipality in which the structures or equipment are located, after confirming that municipality's procedures for qualifying for such exemption.

Instructions for the Seller: Acceptance of this certificate, when properly completed, shall relieve the seller from the burden of proving that the sale of tangible personal property is not subject to sales and use taxes when such tangible personal property will be used or consumed in the operation of facilities for the treatment of industrial waste before the discharge thereof into any waters of the state or into any sewerage system emptying into such waters, the primary purpose of which is the reduction, control or elimination of water pollution, and is certified as approved for such purpose by the Commissioner of the Department of Environmental Protection.

The certificate is valid only if taken in good faith from a person who is an owner or officer of a business that will use tangible personal property being purchased as provided in Conn. Gen. Stat. §12-412(21). For example, the good faith of the seller will be questioned if such seller has knowledge of facts that give rise to a reasonable inference that the purchaser will not use the tangible personal property for water pollution abatement or that the tangible personal property cannot be used for such purpose, or that the tangible personal property has not been approved by DEP. This certificate together with proof that the tangible personal property is approved for use or consumption in water pollution abatement, and bills or invoices to the purchaser, must be maintained by the seller for a period of at least six years from the date on which the items were purchased. The bills, invoices or records covering purchases made under this certificate must be appropriately marked to indicate that an exempt purchase has occurred. The words **Exempt Under CERT-124** will satisfy the requirement.

This certificate may be used for individual exempt purchases, in which event the box marked **Certificate for One Purchase Only** must be checked. This certificate may also be used for a continuing line of exempt purchases, in which event the box marked **Blanket Certificate** must be checked. A blanket certificate shall remain in effect for a three-year period, unless a written revocation is made by the purchaser prior to the expiration of the period.

For Further Information: Call Taxpayer Services at 1-800-382-9463 (toll-free from within Connecticut) or 860-297-5962 (anywhere). TTY, TDD and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.

CONTINUED ON REVERSE

NAME OF PURCHASER	ADDRESS	CT TAX REGISTRATION NUMBER (If NONE, explain below)	FEDERAL EMPLOYER ID NUMBER
NAME OF SELLER	ADDRESS	CT TAX REGISTRATION NUMBER (If NONE, explain below)	FEDERAL EMPLOYER ID NUMBER

CHECK ONE BOX:

- Blanket Certificate
 Certificate for One Purchase Only

CHECK APPLICABLE BOX(ES):

- Water Pollution Equipment
 Supplies/Consumables

ITEMIZED DESCRIPTION OF ITEMS PURCHASED (FOR MUNICIPAL PROPERTY TAX EXEMPTION INCLUDE DATE ACQUIRED, DATE INSTALLED AND PURCHASE PRICE. THESE ITEMS MUST ALSO BE INCLUDED ON THE *DECLARATION OF PERSONAL PROPERTY*):

DECLARATION BY PURCHASER

The item(s) described above are tangible personal property to be used or consumed by a business in the operation of facilities for the treatment of industrial waste before the discharge thereof into any waters of the state or into any sewerage system emptying into such waters, the primary purpose of which is the reduction, control or elimination of water pollution, certified as approved for such purpose by the Commissioner of the Department of Environmental Protection.

In accordance with Conn. Gen. Stat. §12-412(21), the purchase of these item(s) is exempt from sales and use taxes.

In accordance with Conn. Gen. Stat. §12-81(51), these items may be exempt from municipal property tax. Describe the items above and include on the *Declaration of Personal Property*.

I declare under penalty of false statement that I have examined this Certificate and, to the best of my knowledge and belief, it is true, complete and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Name of purchasing business

BY: _____

Authorized signature of owner or officer

Title

Date

**Sales and Use Tax Exemption for a Motor Vehicle or Vessel
Purchased by a Nonresident of Connecticut**

Part I Instructions

Conn. Gen. Stat. §12-412(60), as amended by 1999 Conn. Pub. Acts 173, §21, exempts from sales and use taxes the sale of any motor vehicle or vessel in this state:

- when the purchaser of such motor vehicle or vessel is not a resident of this state and does not maintain a permanent place of abode in this state,
- provided such motor vehicle or vessel is not presented for registration with the Department of Motor Vehicles in this state.

General Purpose: A nonresident purchaser should use this certificate in connection with the purchase of a motor vehicle or vessel exempt from sales and use taxes from a licensed Connecticut motor vehicle or vessel dealer ("Retailer"), when the vehicle or vessel will not be presented for any form of registration in Connecticut.

This certificate is not valid unless it is wholly and correctly completed and acknowledged. Any misrepresentation will result in the imposition of use tax liability and statutory interest and penalties on the purchaser or sales tax liability and statutory interest and penalties on the retailer. The information in this certificate will be furnished to other states and is subject to verification by the State of Connecticut. If the purchaser is a corporation, its president must sign the Purchaser's Declaration.

Instructions for the Purchaser: Use this certificate only if you do not maintain a permanent place of abode in Connecticut and will not be registering the motor vehicle or vessel in Connecticut.

Do not use this form if you maintain a permanent place of abode in Connecticut. A permanent place of abode is a dwelling place (a building or structure where a person can live) permanently maintained by an individual (even if the individual does not permanently reside there), whether or not owned by or leased to the individual, and generally includes a dwelling place

owned by or leased to his or her spouse. **Note:** A partnership, corporation or other business entity may qualify for this exemption only if:

- the entity maintains no Connecticut situs and owns no fixed assets located in this state, and
- no partner, officer or member of the entity, and no operator of the motor vehicle or vessel, maintains a permanent place of abode in Connecticut.

Instructions for the Retailer: You must file this form with Form OS-114, *Sales and Use Tax Return*, for the period in which the exemption is claimed. Keep a copy for your records and provide a copy of the executed certificate to the purchaser. Keep a copy of the certificate and a bill or invoice for at least six years from the date the item is purchased. The certificate is valid only if taken in good faith from a person who does not maintain a permanent place of abode in this state or a business entity that meets the requirements set forth above and will not present this motor vehicle or vessel for any form of registration in Connecticut. The good faith of the retailer will be questioned if the retailer knows or has knowledge of facts that give rise to a reasonable inference that the purchaser is a resident of Connecticut or maintains a permanent place of abode here, or intends to present the motor vehicle or vessel for registration with the Department of Motor Vehicles in this state. The bill, purchase invoice or records covering the purchase made under this certificate must be appropriately marked to indicate that an exempt purchase has occurred. The words "Exempt under CERT-125" satisfy this requirement.

For Further Information: Call Taxpayer Services at 1-800-382-9463 (within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries 24 hours a day by calling 860-297-4911.

Part II Retailer and Purchaser - Read instructions first, then complete this Part and Parts III, IV, and V on the back.

Retailer Information

Name of Retailer _____ CT Tax Registration No. _____
Street Address _____ Date of Sale _____
City or Town, State, ZIP Code _____ Telephone No. _____

Purchaser Information

Name of Purchaser _____ Daytime Telephone No. _____
If an Individual: _____ If Partnership, Corporation or Other Business Entity
Home Address _____ Business Address _____
Name and Address _____ Name and Address _____
of Employer _____ of Partners, Officers _____
or Members and _____
Operator(s) of _____
Vehicle or Vessel _____

Driver's License Number _____ State _____ Expiration Date _____
Driver's License Number _____ State _____ Expiration Date _____
(Attach additional sheets if necessary)

Continued on Reverse

Part III Motor Vehicle or Vessel Identification

Motor Vehicle Identification Data

Make of Vehicle _____ Model _____ Year _____
Color _____ Vehicle Identification Number _____
State of Registration and Number _____

Computation of Price

Gross Sales Price* _____
Trade-in Allowance _____
Net Sales Price _____

Trade-in Data

Make _____ Model _____
Year _____
State of Registration and Plate Number _____
Vehicle Identification Number _____

* Do not deduct manufacturer's rebates from the gross sales price.

Vessel Identification Data

Make of Vessel _____ Model _____ Year _____
Type _____ Length _____ Hull Identification Number _____
State of Registration and Number _____

Computation of Price

Gross Sales Price _____
Trade-in Allowance _____
Net Sales Price _____

Trade-in Data

Make _____ Model _____
Type _____ Length _____ Year _____
State of Registration and Number _____
Hull Identification Number _____
U.S.C.G. Vessel Documentation Number _____

Part IV Purchaser's Declaration

Please initial:

_____, I, the purchaser, or person authorized to sign on behalf of the purchaser named in Part II, acknowledge that the retailer has explained to me the meaning of a permanent place of abode as defined in Part I and I declare that I do not maintain such a permanent place of abode in Connecticut.

I, the purchaser, or person authorized to sign on behalf of the purchaser named in Part II, declare that I purchased the motor vehicle or vessel described in Part III from the retailer named in Part II. I am not a Connecticut resident and I do not maintain a permanent place of abode in Connecticut, or the business entity meets the requirements set forth in Part I. I am a resident of (or the business entity is located in) the State of _____. This motor vehicle or vessel will not be presented for registration with the Connecticut Department of Motor Vehicles. I declare under the penalty of false statement that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Signature of Purchaser _____
or Authorized Person _____ Social Security Number _____

If Partnership, Corporation or Other Business Entity:

Print Name of Purchaser _____
or Authorized Person _____ Title _____ Date _____

If Jointly Purchased,
Signature of Other Purchaser _____ Social Security Number _____

Print Name of Other Purchaser _____ Date _____

Part V Retailer's Declaration

Please initial:

_____, I, an authorized agent of the retailer named in Part II, declare that I have explained to the purchaser that owning, leasing or otherwise maintaining a permanent place of abode in Connecticut, even if it is not permanently occupied by the purchaser, subjects this purchase to Connecticut sales tax and prohibits the use of this certificate. If the purchaser is a business entity, I have explained the exemption requirements for business entities set forth in Part I.

I, an authorized agent of the retailer named in Part II, declare under the penalty of false statement that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Print Name of Retailer's Authorized Agent _____ Date _____

Signature of Retailer's Authorized Agent _____ Title _____

CERT-125 (BACK)
(Rev. 03/00)

Certificate for Exempt Purchases of Tangible Personal Property or Services for Low and Moderate Income Housing Facilities

General Purpose: Sponsors, owners or operators of low and moderate income housing facilities, as well as contractors for the construction, renovation, repair, maintenance or operation of these facilities, should use this certificate to purchase tangible personal property or services to be incorporated into or to be used and consumed exclusively in the operation of the facilities. The tangible personal property may be materials that will be physically incorporated into a construction project or supplies or equipment that will be used and consumed in the operation of the facility after its construction. The services may be renovation, repair, maintenance, janitorial, landscaping or other services.

If the tangible personal property or services are not used in the manner described above, a purchaser who claimed an exemption owes use tax on the total price of the property.

Statutory Authority: Conn. Gen. Stat. §12-412 (29).

Instructions for the Purchaser: Use this certificate for purchases of tangible personal property or services to be incorporated into or used and consumed exclusively in the operation of a low and moderate income housing facility. To qualify for the exemption from sales and use taxes afforded by Conn. Gen. Stat. §12-412 (29), you must present this certificate to the retailer at the time of the purchase of the qualifying tangible personal property or services, together with a signed and dated copy of the Facility Approval Letter from the Department of Revenue Services identifying the low and moderate income housing facility named in this certificate and acknowledging that such facility is entitled to the exemption. Keep a copy of this certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that tangible personal

property or services are not subject to sales and use taxes when the tangible personal property or services will be incorporated into or used and consumed exclusively in the operation of a low and moderate income housing facility. The certificate is valid only if taken in good faith from a sponsor, owner or operator of a low and moderate income housing facility, as described in Conn. Gen. Stat. §12-412 (29), or from a contractor under contract with a sponsor, owner or operator of the facility. Attach a signed and dated copy of the Facility Approval Letter from the Department of Revenue Services identifying the low and moderate income housing facility named in the certificate and acknowledging that the facility is entitled to the exemption. The good faith of the seller will be questioned if such seller has knowledge of facts that give rise to a reasonable inference that the purchaser does not intend to use the property or services in connection with the low and moderate income housing facility identified in the Facility Approval Letter, or that the purchaser is not the sponsor, owner or operator of such facility, or a contractor under contract with such sponsor, owner or operator. Keep this certificate and bills or invoices to the purchaser for at least six years from the date of purchase. The bills, invoices or records covering the purchase made under this certificate must be marked to indicate that an exempt purchase was made. The words "Exempt under CERT-126" satisfy the requirement.

This certificate may be used for individual purchases, in which case the box marked "Certificate for One Purchase Only" must be checked. This certificate may also be used for a continuing line of exempt purchases, in which case the box marked "Blanket Certificate" must be checked. A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

For Further Information: Call Taxpayer Services at 1-800-382-9463 (in-state) or 860-297-5962 (anywhere). **TTY, TDD and Text Telephone users only** may transmit inquiries 24 hours a day by calling 860-297-4911.

Name and Address of Low and Moderate Income Housing Facility			
Name of Purchaser	Address	Connecticut Tax Registration # <i>(If none, explain on reverse)</i>	Federal Employer ID #
Name of Seller	Address	Connecticut Tax Registration # <i>(If none, explain on reverse)</i>	Federal Employer ID #
Purchaser is: <i>Check Appropriate Box(es)</i> <input type="checkbox"/> Sponsor <input type="checkbox"/> Owner <input type="checkbox"/> Operator <input type="checkbox"/> Contractor of the facility named above.			
If purchaser is a contractor, describe the purpose of the contract and identify the other contracting party or parties.			
Provide written description of each item or service purchased.			
Check one box: <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			

You **must** attach a signed and dated copy of the DRS Facility Approval Letter identifying the housing facility to this certificate.

DECLARATION BY PURCHASER

The item(s) described above are tangible personal property or services to be incorporated into or used and consumed exclusively in the operation of the low and moderate income housing facility identified on the front of this certificate and in the attached Facility Approval Letter. I declare that the purchaser named above is the sponsor, owner or operator of the facility, or a contractor under contract with the sponsor, owner or operator of the facility. I acknowledge that the purchaser will be liable for Connecticut use tax, plus applicable penalty and interest as of the date of purchase, on the total purchase price of the property or services if any of the requirements for the exemption under Conn. Gen. Stat. §12-412(29) are not present or are not met.

I declare under the penalty of false statement that I have examined the information in this certificate and that to the best of my knowledge and belief it is true, complete and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Name of Purchaser

By: _____
Authorized Signature Title Date

Exempt Purchases by an Enrolled Member or by the Tribal Government of the Mashantucket Pequot Tribe or Mohegan Tribe

General Purpose: An enrolled member or an agent of the Mashantucket Pequot Tribe or Mohegan Tribe uses this certificate for purchases or rentals of tangible personal property or purchases of services in Indian country of the tribe.

The purchaser who claims this exemption will owe use tax on the total purchase price of the tangible personal property or services if, at the time of purchase, the purchaser does not intend to use the tangible personal property or services exclusively in Indian country of the tribe and subsequently uses the tangible personal property or services outside of Indian country of the tribe.

Statutory Authority: Conn. Gen. Stat. §§12-407(6), 12-408c, and 12-412(2).

Instructions for the Purchaser: An enrolled member or an agent of the Mashantucket Pequot Tribe or Mohegan Tribe signs and issues this certificate for purchases or rentals of tangible personal property or purchases of services in Indian country of the tribe with which the purchaser is affiliated.

Tangible personal property.

- Sales and purchases of tangible personal property take place in Indian country of the tribe if title to the property passes to the purchaser in Indian country of the tribe.
- Rentals of tangible personal property take place in Indian country of the tribe if delivery of the property occurs in Indian country of the tribe.

Purchases or rentals of tangible personal property are **not exempt**, and sales and use taxes apply to the purchases, where title to the property or delivery of the rented property is taken by the purchaser outside of Indian country of the tribe even if the purchaser immediately transports the property into Indian country of the tribe.

Under the "Buy Connecticut" provision described in Conn. Gen. Stat. §12-408c, a business may apply to the Department of Revenue Services (DRS) for a refund of sales and use taxes paid on tangible personal property purchased from a Connecticut retailer when those goods will be:

- Shipped outside of Connecticut by common or contract carrier for exclusive use outside of Connecticut; or
- Incorporated into other property to be shipped outside of Connecticut for exclusive use outside of Connecticut.

The "Buy Connecticut" provision also allows the Commissioner of Revenue Services to issue permits that enable qualified purchasers to purchase property without payment of sales and use taxes. DRS considers Indian country of the tribe to be outside of Connecticut for purposes of the "Buy Connecticut" provision. (See **Special Notice 2001(5)**, *The "Buy Connecticut" Provision*.)

In addition, Conn. Gen. Stat. §12-407(6) excludes from use tax the exercise of any right or power over tangible personal property shipped or brought into Connecticut for the purpose of subsequently transporting it outside the state for use solely outside Connecticut, or to be processed, fabricated, or manufactured into, attached to, or incorporated into other tangible personal property to be transported, and used solely, outside Connecticut.

Services.

The sale, storage, use, or other consumption of a service occurs where the benefit of the service is realized in accordance with Chapter 219 of the Connecticut General Statutes and related regulations.

For example, certain services, such as business management services, that are rendered for the benefit of a tribal business operating exclusively in Indian country of the tribe are realized in Indian country of the tribe even if the services are performed by a service provider located outside Indian country of the tribe. Services to real property, such as services to industrial, commercial, or income producing real property, are considered to be realized where the real property is located. Services to tangible personal property, such as repairs to motor vehicles or appliances, are also generally considered to occur at the location where the services are rendered. Purchasers of services should inquire with the DRS if they are uncertain of the taxability of the service.

Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale, storage, use, or other consumption of tangible personal property or services is not subject to sales and use taxes. The certificate is valid only if taken in good faith from an enrolled member or an agent of the Mashantucket Pequot Tribe or Mohegan Tribe for sales where:

- Title to the tangible personal property passes to the purchaser in Indian country of the tribe (unless a "Buy Connecticut" permit is provided);
- The delivery of rented tangible personal property takes place in Indian country of the tribe; or
- The benefit of the service is realized in Indian country of the tribe under Connecticut law.

The good faith of the seller will be questioned if the seller knows of facts that suggest:

- Title to the property will not pass in Indian country of the tribe;
- Delivery of rented property will not take place in Indian country of the tribe;
- The benefit of the services rendered will be realized outside Indian country of the tribe;
- The purchaser does not intend to use the tangible personal property exclusively in Indian country of the tribe; or
- The purchaser is not an enrolled member or agent of the tribal government.

Sellers of services should inquire with DRS if they are uncertain of the taxability of the service being sold.

Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-127" satisfy the requirement.

This certificate may be issued annually as a "blanket certificate" for a line of continuing purchases.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Continued on Reverse

Name of Seller	Address	CT Tax Registration Number (If none, explain)	Federal Employer ID #
Check One Box	<input type="checkbox"/> Blanket Certificate	<input type="checkbox"/> Certificate for One Purchase Only	
Check One Box	<input type="checkbox"/> Property Purchased	<input type="checkbox"/> Property Rented	<input type="checkbox"/> Services Purchased
Description			

Declaration by Purchaser

I declare that:

- I am either an enrolled member or agent of the Mashantucket Pequot Tribe or the Mohegan Tribe purchasing tangible personal property or services in Indian country of the tribe;
- Title to the property or delivery of rented property will be taken in Indian country of the tribe (unless a "Buy Connecticut" permit is provided); and
- The property purchased or rented or the benefit of services purchased is realized in Indian country of the tribe and will be used exclusively in Indian country of the tribe.

If, however, the tangible personal property purchased or rented under this certificate is intended to be used outside of Indian country of the tribe or the benefit of services purchased under this certificate will be realized outside of Indian country of the tribe, I acknowledge that the enrolled member or tribal government will be liable for Connecticut use tax on the total purchase price of the tangible personal property or services if and when the tangible personal property is actually used or the benefit of the services are realized outside Indian country of the tribe.

I declare under penalty of law that I have examined this document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Print Name of Purchaser		Name of Tribe With Which the Purchaser Is Affiliated	
By:	Signature	Title	Date
	<input type="checkbox"/> Enrolled Member	<input type="checkbox"/> Agent of the Tribal Government	

Exempt Purchases by Contractors in Connection With Construction Projects in Indian Country of the Mashantucket Pequot or Mohegan Tribes

General Purpose: A construction contractor uses this certificate to purchase or rent tangible personal property for use exclusively in connection with construction projects performed for the Mashantucket Pequot Tribe or Mohegan Tribe or their enrolled members in Indian country of those tribes.

The tangible personal property may consist of materials and supplies to be physically incorporated into the construction project or equipment purchased or rented by the contractor to be used in Indian country of those tribes in fulfilling the contract if:

- The equipment is used exclusively and permanently in Indian country of the tribes; **and**
- The entire cost of the purchase is passed on to the tribe or an enrolled member of the tribe.

The exemption applies **only** when title to tangible personal property passes to the contractor or delivery of rented property is taken by the contractor in Indian country of the tribe.

Statutory Authority: Conn. Gen. Stat. §§12-407(6), 12-408c, and 12-412(2).

Instructions for the Purchaser: A construction contractor signs and issues this certificate for purchases or rentals of tangible personal property used in connection with a construction contract performed for the Mashantucket Pequot Tribe or Mohegan Tribe or an enrolled member of the tribe in Indian country of the tribe when:

- Title to the property passes or the delivery of the rented property is taken in Indian country of the tribe (unless a "Buy Connecticut" permit is provided);
- The entire cost of the purchase or rental of the property is passed on to the tribe or an enrolled member of the tribe; **and**
- The equipment will be used exclusively and permanently (or for the entire rental period in the case of rented property) in Indian country of the tribe.

Purchases or rentals of tangible personal property **are not exempt**, and sales and use taxes apply to the purchases by a construction contractor, where title to the property or delivery of the rented property is taken by the purchaser outside of Indian country of the tribe even if the purchaser immediately transports the property to Indian country of the tribe.

However, under the "Buy Connecticut" provision as described in Conn. Gen. Stat. §12-408c, a business may apply to the Department of Revenue Services (DRS) for a refund of sales and use taxes paid on tangible personal property purchased from a Connecticut retailer when those goods will be:

- Shipped outside of Connecticut by common or contract carrier for exclusive use outside of Connecticut; or
- Incorporated into other property to be shipped outside of Connecticut for exclusive use outside of Connecticut.

The "Buy Connecticut" provision also allows the Commissioner of Revenue Services to issue permits that enable qualified purchasers to purchase property without payment of sales and use taxes. DRS considers Indian country to be outside of Connecticut for purposes of the "Buy

Connecticut" provision. (See **Special Notice 2001(5)**, *The "Buy Connecticut" Provision*.)

In addition, Conn. Gen. Stat. §12-407(6) excludes from use tax the exercise of any right or power over tangible personal property shipped or brought into Connecticut for the purpose of subsequently transporting it outside the state for use solely outside Connecticut, or to be processed, fabricated, or manufactured into, attached to, or incorporated into other tangible personal property to be transported, and used solely, outside Connecticut (such as into Indian country).

If title to property or delivery of rented property is taken outside of Indian country of the tribe and the purchaser intends to use the property outside of Indian country of the tribe and subsequently uses it outside of Indian country of the tribe, or if the entire cost of the purchase or rental is not passed on to the tribe or an enrolled member of the tribe, the purchaser is liable for use tax on the purchase price of the property.

Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale, storage, use, or other consumption of tangible personal property is not subject to sales and use taxes. The certificate is valid only if taken in good faith from a contractor for sales or rentals or property that take place in Indian country of the tribe in connection with a construction contract that will be performed for the Mashantucket Pequot Tribe or Mohegan Tribe or an enrolled member of the tribe in Indian country of the tribe. Sales of property take place at the location where title to the property passes or where the rented property is delivered. The good faith of the seller will be questioned if the seller knows of facts that suggest:

- Title to the property does not pass or the delivery of rented property does not take place in Indian country of the tribe (unless a "Buy Connecticut" permit is provided);
- The purchaser does not intend to use the property, permanently and exclusively in Indian country of the tribe, in connection with a construction contract for the tribe or their enrolled members in Indian country of the tribe; or
- The entire cost of the purchase will not be passed on to the tribe or one of its enrolled members.

Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-128" satisfy the requirement.

This certificate may be issued annually as a "blanket certificate" for a line of continuing purchases.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Seller	Address	CT Tax Registration Number (If none, explain)	Federal Employer ID #
Name of Purchaser	Address	CT Tax Registration Number (If none, explain)	Federal Employer ID #
Check One Box <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			
Check One Box <input type="checkbox"/> Purchased <input type="checkbox"/> Rented			
Description			

Declaration by Purchaser

I declare that:

- The purchaser is a construction contractor purchasing or renting tangible personal property for use in connection with a construction contract with the Mashantucket Pequot Tribe or the Mohegan Tribe or an enrolled member of the tribe performed in the Indian country of the tribe;
- Title to the property or delivery of rented property will be taken in Indian country of the tribe (unless a "Buy Connecticut" permit is provided); and
- The property will be used exclusively and permanently (in the case of rented property, for the entire rental period) by the contractor in Indian country of the tribe;
- The entire cost of the property or entire cost of the rental of the property during the rental term will be passed on to the tribe or an enrolled member of the tribe.

I acknowledge that the contractor will be liable for Connecticut use tax, plus penalty and interest, on the total purchase price of the property if the contractor does not meet the conditions listed above.

I declare under penalty of law that I have examined this document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of Tribe or Enrolled Member

Location of Construction Project

By: _____

Signature of Purchaser

Title

Date

Exemption for Items Used Directly in the Biotechnology Industry

General Purpose: The purchaser of machinery, equipment, tools, materials, supplies, and fuel uses this certificate to establish that the item(s) being purchased will be used directly in the biotechnology industry.

If the machinery, equipment, tools, materials, supplies, and fuel are not used in the manner described above, a purchaser who claimed an exemption owes use tax on the total price of any items purchased under this exemption.

Statutory Authority: Conn. Gen. Stat. §12-412(89).

Instructions for the Purchaser: An owner or officer of a business involved in the application of technologies in biotechnology can sign and issue this certificate to advise the seller of machinery, equipment, tools, materials, supplies, and fuel that the purchase is exempt. Issue this certificate only for machinery, equipment, tools, materials, supplies, and fuel as defined in Conn. Gen. Stat. §12-412(89). Biotechnological applications include: recombinant DNA techniques, biochemistry, molecular and cellular biology, genetics and genetic engineering, biological cell fusion techniques, and new bioprocesses using living organisms, or parts of organisms, to produce or modify products, to improve plants or animals, to develop microorganisms for specific uses, to identify targets for small molecule pharmaceutical development, and to transform biological systems into useful processes and products.

Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date it is issued. If you do not have a Connecticut tax registration number, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale and storage, use, or other consumption of the machinery, equipment, tools, materials, supplies, and fuel is not subject to sales and use taxes. The certificate is valid only if taken in good faith from a person who is engaged in the application of technologies in biotechnology. The good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not engaged in applying technologies in biotechnology or that the item(s) purchased will not be used directly in these activities.

Keep this certificate and bills or invoices to the purchaser for at least six years from the date of the purchase. The bills, invoices, or records covering all purchases made under this certificate must be marked to indicate that this was an exempt purchase. The words "Exempt under CERT-129" satisfy the requirement.

This certificate can be used for individual exempt purchases, in which event the purchaser must check the box marked "Certificate for One Purchase Only." The certificate can also be used for a continuing line of exempt purchases, in which event the purchaser must check the box marked "Blanket Certificate." A blanket certificate remains in effect for a three-year period unless the purchaser revokes it in writing before the period expires.

For More Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Name of Seller	Address	CT Tax Registration Number <i>(If none, explain on reverse)</i>	Federal Employer ID #
Check One Box <input type="checkbox"/> Blanket Certificate <input type="checkbox"/> Certificate for One Purchase Only			
Check Appropriate Box and Provide Written Description of Each Item Purchased <input type="checkbox"/> Machinery <input type="checkbox"/> Equipment <input type="checkbox"/> Tools <input type="checkbox"/> Materials <input type="checkbox"/> Supplies <input type="checkbox"/> Fuel			
Description			

Continued on Reverse

Declaration by Purchaser

The item(s) described on the front are machinery, equipment, tools, materials, supplies, or fuel as defined in Conn. Agencies Regs. §12-412(89).

In accordance with Conn. Agencies Regs. §12-412(89), the purchase of these item(s) is exempt from sales and use taxes.

Declaration: I declare under penalty of law that I have examined this return or document (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false return or document to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of Purchasing Company

By:

Authorized Signature of Owner or Officer

Title

Date

Sales and Use Tax Exemption for Purchases by Water Companies

General Purpose: A purchaser of tangible personal property or services uses this certificate to establish the item(s) are being purchased by a water company for use in maintaining, operating, managing, or controlling a water source or distributing plant or system employed for the purpose of supplying water to 50 or more consumers.

Statutory Authority: Conn. Gen. Stat. §12-412(90).

Instructions for the Purchaser: An owner or officer of a water company, as the term is defined in Conn. Gen. Stat. §16-1(10), signs and issues this certificate to advise the seller of tangible personal property or services that sales and use taxes do not apply to charges for the purchase. This certificate may be issued only for purchases exempted under Conn. Gen. Stat. §12-412(90).

If the tangible personal property or services are not used in the manner described in this certificate, a purchaser who claimed the exemption owes a use tax on the total price of the item(s) purchased under the exemption.

Keep a copy of this certificate and records to substantiate the information entered on this certificate for at least six years from the date it is issued.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving the sale to, and the storage, use, or other consumption by a water company of tangible personal property or services is not subject to sales and use taxes. This certificate is valid only if taken in good faith from a person who is an owner or

officer of a water company, as the term is defined in Conn. Gen. Stat. §16-1(10). The good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not the water company or the tangible personal property or services purchased will not be used in maintaining, operating, managing, or controlling a water source or distributing plant or system employed for the purpose of supplying water to 50 or more consumers.

Keep this certificate and bills or invoices to the purchaser for at least six years from the date on which the items were purchased. The bills, invoices, or records covering all purchases made under this certificate must be appropriately marked "Exempt Under CERT-130" to indicate the purchase was not taxable.

This certificate may be used for a single purchase, in which event the box marked "Certificate for One Purchase Only" must be checked. This certificate may also be used for a continuing line of purchases, in which event the box marked "Blanket Certificate" must be checked. A blanket certificate remains in effect for three years unless the purchaser revokes it in writing before the period expires.

For More Information: Call Taxpayer Services at **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries anytime by calling **860-297-4911**. Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**

Exemption for Projects of the Connecticut Resources Recovery Authority and Solid Waste-To-Energy Facilities

General Purpose: A purchaser of tangible personal property or services uses this certificate to establish the item(s) are being purchased to be incorporated into or used or consumed in the operation of a project of the Connecticut Resources Recovery Authority (CRRA) or in a solid waste-to-energy facility.

Statutory Authority: Conn. Gen. Stat. §12-412(92) and (95).

Instructions for the Purchaser: An owner or officer of the following signs and issues this certificate:

- CRRA;
- A lessee or operator of a project of CRRA where the purchases will be reimbursed by CRRA;
- An authority or operating committee of a solid waste-to-energy facility that holds a permit issued by the Commissioner of Environmental Protection under Conn. Gen. Stat. §22a-208a; or
- A lessee or operator of a solid waste-to-energy facility where the purchaser will be reimbursed by an authority or operating committee.

This certificate advises the seller of tangible personal property or services that sales and use taxes do not apply to charges for the purchase. This certificate may be issued only for purchases exempted under Conn. Gen. Stat. §12-412(92) or (95).

If the tangible personal property or services are not used in the manner described in this certificate, the purchaser who claimed the exemption owes a use tax on the total price of the item(s) purchased under the exemption.

Keep a copy of this certificate and records to substantiate the information entered on this certificate for at least six years from the date it is issued. If no Connecticut registration number has been assigned to the purchaser, enter the tax registration number assigned by another state and identify the state.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving the sale to, and the storage, use, or other consumption by a purchaser, as identified on the certificate, of tangible personal property or services is not subject to sales and use taxes. This certificate is valid only if taken in good faith from a person who is an owner or officer of the purchaser identified on the certificate. The good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not a purchaser as identified on the certificate or item(s) purchased will not be incorporated into or used or consumed in the operation of a project of the CRRA or in a solid waste-to-energy facility.

Keep this certificate and bills or invoices to the purchaser for at least six years from the date on which the items were purchased. The bills, invoices, or records covering all purchases made under this certificate must be appropriately marked "Exempt Under CERT-131" to indicate the purchase was not taxable.

This certificate may be used for a single purchase, in which event the box marked "Certificate for One Purchase Only" must be checked. This certificate may also be used for a continuing line of purchases, in which event the box marked "Blanket Certificate" must be checked. A blanket certificate remains in effect for three years unless the purchaser revokes it in writing before the period expires.

For More Information: Call Taxpayer Services at **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). **TTY, TDD, and Text Telephone users only** may transmit inquiries anytime by calling **860-297-4911**. Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**

**Sales and Use Tax Exemption for Purchases
 Made Under the "Buy Connecticut" Provision**

General Purpose: The holder of a "Buy Connecticut" Provision Exemption Permit uses this certificate to purchase tangible personal property in Connecticut without payment of tax, for use in carrying on a trade, occupation, business, or profession, when the property will be shipped out of the state for exclusive use by the purchaser outside the state.

Statutory Authority: Conn. Gen. Stat. §12-408c.

Instructions for the Purchaser: An owner or officer of an entity carrying on a trade, occupation, business, or profession in Connecticut that holds a valid "Buy Connecticut" Provision Exemption Permit from the Department of Revenue Services (DRS) must sign and issue this certificate to advise the seller of tangible personal property that sales and use taxes do not apply to the charges for the purchase. You may issue this certificate only for purchases exempted under the "Buy Connecticut" provision, Conn. Gen. Stat. §12-408c. **Attach a copy of your valid "Buy Connecticut" Provision Exemption Permit to this certificate.**

You may store tangible personal property purchased with this certificate in Connecticut, or may process, fabricate, manufacture, or incorporate it into other tangible personal property in Connecticut. You may make no other use of the property. Within three years after its purchase, you must transport the tangible personal property, or the item into which the property has been incorporated, outside Connecticut for exclusive use outside the state.

Keep a copy of this certificate and records that substantiate the information entered on this certificate for at least six years from the issue date.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving that the sale to or use of the tangible personal property described below is not subject to sales and use taxes.

This certificate is valid only if the seller takes it in good faith from a person who is an owner or officer of an entity carrying on a trade, occupation, business, or profession in Connecticut that holds a valid "Buy Connecticut" Provision Exemption Permit from DRS. Do not accept this certificate unless the purchaser attached a copy of its valid "Buy Connecticut" Provision Exemption Permit to the certificate.

DRS will question the good faith of the seller if the seller knows, or could reasonably infer that:

- The purchaser is not carrying on a trade, occupation, business, or profession; or
- The tangible personal property will not eventually be transported outside Connecticut for exclusive use outside the state, after being either stored or incorporated into other tangible personal property by the purchaser.

You must retain this certificate and bills or invoices to the purchaser for at least six years from the date on which the items were purchased. Mark the bills, invoices, or records covering all purchases made under this certificate to show that the purchase was exempt. The words "Exempt Under CERT-132" satisfy the requirement.

You may use this certificate for individual exempt purchases. Check the box marked "Certificate for One Purchase Only." You may also use this certificate for a continuing line of exempt purchases, in which event you must check the box marked "Blanket Certificate." A blanket certificate for this exemption remains in effect from the date of the first purchase in a calendar year until the end of the calendar year, unless the purchaser revokes it in writing before the period expires.

For Further Information: See Special Notice 2001(5), *The "Buy Connecticut" Provision*. Call Taxpayer Services at 1-800-382-9463 (within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Name of Purchaser	Address	Connecticut Tax Registration #	Federal Employer Identification #
Name of Seller	Address	Connecticut Tax Registration #	Federal Employer Identification #

Check One Box: Blanket Certificate (Through end of calendar year) Certificate for One Purchase Only

Describe the Tangible Personal Property Purchased:

**Contractor's Exempt Purchase Certificate
for a Renovation Contract with a Direct Payment Permit Holder**

(This certificate may not be used for new construction.)

I declare that I am engaged in performance of a renovation construction contract for the following Direct Payment Permit holder:

Connecticut Tax Registration Number of Direct Payment Permit Holder: _____

Name of Direct Payment Permit Holder: _____

Address: _____

Project Name and Address: _____

The contractor or subcontractor must attach a copy of the Direct Payment Permit to this certificate.

Construction Contracts Entered Into with Direct Payment Permit Holders: The contractor must purchase materials and supplies that are to be installed or placed in a project performed under this renovation contract and that will remain in the project after its completion without payment of sales and use tax. The contractor will not charge the Direct Payment Permit holder any sales or use tax on the materials and supplies. This includes tangible personal property that remains tangible personal property after its installation or placement. For such exempt purchases, the contractor must furnish the contractor's suppliers a completed certificate for each project. Note: The General Contractor's Information and Declaration Section must be completed in full.

For Further Information: Call Taxpayer Services at 1-800-382-9463 (toll-free within Connecticut) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.

General Contractor's Information and Declaration Section: I declare under the penalty of false statement that I have examined this certificate and to the best of my knowledge and belief the information is true, complete, and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Connecticut Tax Registration Number of General Contractor: _____

Name of General Contractor: _____

Authorized Signature: _____ Date: _____

Address: _____

Description of Work Performed: _____

Subcontractor's Information and Declaration Section: I declare under the penalty of false statement that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Connecticut Tax Registration Number of Subcontractor: _____

Name of Subcontractor: _____

Authorized Signature: _____ Date: _____

Address: _____

Description of Work Performed: _____

Name of Contractor You Are Directly Subcontracted to,
if Different from Above: _____

Notice to Nonresident Contractors: This certificate does not supersede any bonding requirements previously established by the Department.

Exempt Purchases by Qualifying Governmental Agencies

General Purpose: Qualifying governmental agencies must issue this certificate to retailers when purchasing tangible personal property or enumerated services. For purposes of this certificate, qualifying governmental agencies include:

- The United States and its agencies;
- The State of Connecticut or its political subdivisions or their agencies;
- Certain other entities exempt under Connecticut law;
- Any entity that Connecticut is prohibited from taxing under the constitution or laws of the United States; and
- Persons acting as agents for any of these entities.

A qualifying governmental agency may use this certificate to purchase any tangible personal property for resale at any of one five fundraising or social events of a day's duration during any calendar year. The event must be exempt from tax under Conn. Gen. Stat. §12-412(94). Otherwise, governmental agencies are not allowed to purchase tangible personal property for resale with this certificate. See **Special Notice 98(11)**, *Exemption From Sales and Use Taxes of Sales by Nonprofit Organizations at Fund-raising or Social Events*.

Statutory Authority: Conn. Gen. Stat. §12-412(1)(A) and §12-412(2)

Instructions for the Purchaser: An authorized person acting on behalf of a qualifying governmental agency must issue and sign this certificate to advise the seller of tangible personal property or taxable services that sales and use taxes do not apply to the purchase. The purchases must be made by the qualifying governmental agency using the agency's own funds.

Purchases made by individual employees who will be reimbursed by a qualifying governmental agency **do not** qualify for exemption under any circumstances, even if the purchases are made in the employee's official capacity.

If a purchaser other than an agency of the U.S. or the State of Connecticut, not named on the reverse of this certificate, is expressly exempted from state sales and use taxes by a federal or Connecticut statute, the purchaser must identify the exempting statute on the reverse of this certificate. If a purchaser is not expressly exempted by a federal statute, but believes it is exempt by reason of federal law, it must request a letter from DRS (see address above) acknowledging the exempt status, and attach a copy of the letter to this certificate.

Purchases of Meals and Lodging: In general, qualifying governmental agencies may **not** use this certificate to purchase meals and lodging, but must get preapproval from DRS for these purchases, and use **CERT-112**, *Exempt Purchase of Meals and Lodging by Exempt Entities*, or **CERT-123**, *Blanket Certificate for Exempt Qualifying Purchases of Meals or Lodging by an Exempt Entity*.

However, a qualifying governmental agency may purchase meals tax exempt using this certificate, without prior approval from DRS, when it will resell the meals at one of five fundraising or social events per year exempt under Conn. Gen. Stat. §12-412(94). See **Policy Statement 2003(4)**, *Purchases of Meals or Lodging by Exempt Entities*.

Federal Government Purchases Not Requiring This Certificate: The federal government has implemented the "GSA SmartPay" program, which uses four categories of cards: Fleet, Purchase, Travel, and Integrated Cards. Federal employees may purchase tangible personal property and services, including meals and lodging, tax exempt when using GSA SmartPay cards, if the purchases are billed to and paid by the federal government. U.S. government agencies making tax-exempt purchases using GSA SmartPay cards are not required to use any DRS certificates or to get preapproval for purchases. Some GSA SmartPay purchases **do not** qualify for exemption. See **Policy**

Statement 2000(1.1), *Retailer's Acceptance of U.S. Government "GSA SmartPay" Credit Card for Exempt Purchases*.

Instructions for Agents Making Purchases for Qualifying Governmental Agencies: A person acting as the agent of a qualifying governmental agency making purchases of tangible personal property or enumerated services must issue this certificate to notify the seller sales and use taxes do not apply to the charges for the purchases.

The agent must:

- Complete and sign this certificate **as the purchaser**;
- Attach a copy of the document from the qualifying governmental agency that expressly designates the person as the agent for purchasing the types of goods or services being purchased; and
- Claim an exemption only on purchases of goods or services used exclusively by the qualifying governmental agency.

Keep a copy of this certificate, the documents attached, and records that substantiate the information entered on this certificate for at least six years from the date this certificate is issued.

Instructions for the Seller: Acceptance of this certificate, when properly completed and accompanied by any other required documents, relieves the seller from the burden of proving the sale and the storage, use, or consumption of the tangible personal property or taxable services are not subject to sales and use taxes. This certificate is valid only if taken in good faith from a person who is authorized to furnish it to the seller on behalf of a qualifying governmental agency. The good faith of the seller will be questioned if the seller has knowledge of facts that give rise to a reasonable inference the purchaser is not a qualifying governmental agency or an agent of a qualifying governmental agency or the items purchased will not be used exclusively by or on behalf of the qualifying governmental agency.

Keep this certificate, the documents attached, and bills or invoices to the purchaser for at least six years from the date the items or services were purchased. The bills, invoices, or records covering the purchase made under this certificate must be marked "Exempt Under CERT-134" to indicate an exempt purchase has occurred.

This certificate may be used for a single exempt purchase, in which case the box marked "Certificate for One Purchase Only" must be checked. This certificate may also be used for a continuing line of exempt purchases, in which case the box marked "Blanket Certificate" must be checked. It remains in effect for three years unless the purchaser revokes it in writing before the three-year period expires. CERT-134 may not be used as a blanket certificate for purchases of tangible personal property for resale at any one of five fundraising or social events per calendar year exempt under Conn. Gen. Stat. §12-412(94).

A qualifying governmental agency must pay for its exempt purchases with a check drawn on its own account or with a credit card issued in its own name (and not in the name of any of its members or officers). An exempt purchase of \$10 or less may be made using cash, as long as the purchase is made with the qualifying governmental agency's own funds, except a blanket certificate may not be used for cash purchases.

For More Information: Call Taxpayer Services at **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling **860-297-4911**. Preview and download forms and publications from the DRS Web site at **www.ct.gov/DRS**

Purchaser is:

United States _____ State of Connecticut _____
Name of Agency Name of Agency (list exemption number, if any)

Federal Credit Union _____ Connecticut Municipality _____
Name of Credit Union Town or District and Agency

Other Entity Exempted by Connecticut Law _____
Name of Entity Exempting Connecticut Statute

Other Entity Exempted by Federal Law _____
Name of Entity Exempting Federal Statute
or check box if acknowledgment letter from DRS is attached.

Connecticut Development Authority

Agent of a Qualifying Governmental Agency Listed Above (attach documentation of appointment as agent)

Name of Agent: _____

Agent's CT Tax Registration Number: _____ Agent's Federal Employer ID Number: _____

Name of Qualifying Governmental Agency: _____

Appointed Agent for making the following types of purchases: _____

Address of Purchaser: _____

Name of Seller	Address	CT Tax Registration Number (If none, explain)
		Federal Employer ID Number

Check one box:

- Blanket certificate (CERT-134 may not be used as a blanket certificate for purchases of tangible personal property for resale at any one of five fundraising or social events per calendar year exempt under Conn. Gen. Stat. §12-412(94). See below.)
- Certificate for one purchase only
- Purchases that qualify for exemption under Conn. Gen. Stat. §12-412(94). Indicate the number of prior fundraising or social events during this calendar year for which you claimed exemption under Conn. Gen. Stat. §12-412(94): _____

Check the appropriate box(es) and provide a written description of each item purchased:

- Tangible Personal Property
- Taxable Services

Description: _____

Declaration by Purchaser

The item(s) described above are tangible personal property or services being purchased under the exemption provided in Conn. Gen. Stat. §12-412(1)(A), §12-412(2), or other applicable statute. The purchase of these items is exempt from sales and use taxes.

I declare under penalty of law that I have examined this certificate (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of Purchaser

By: _____
Signature of Authorized Person Title Date

If the purchaser is an entity exempted under Connecticut law other than Conn. Gen. Stat. §12-412(1)(A), I have entered the citation of the exempting law above. If the purchaser is an entity exempted under federal law, I have entered the citation of the exempting law above, or, if there is no specific statutory authority, I have attached a copy of the letter from DRS acknowledging the exempt status.

If the purchaser is an agent of a qualifying governmental agency, I have attached a copy of the document from the qualifying governmental agency expressly designating the purchaser as agent.

Reduced Sales and Use Tax Rate for Motor Vehicles Purchased by Nonresident Military Personnel and Their Spouses

Part I Instructions

Conn. Gen. Stat. §12-408(1)(B), as amended by 2000 Conn. Pub. Acts 174, §4, provides that "with respect to the sale of a motor vehicle to any individual who is a member of the armed forces of the United States and is on full-time active duty in Connecticut and who is considered, under 50 App USC 574, a resident of another state, or to any such individual and the spouse thereof," the sales and use tax rate on motor vehicle sales is 4.5% "provided such retailer requires and maintains a declaration by such individual, prescribed as to form by the commissioner and bearing notice to the effect that false statements made in such declaration are punishable, or other evidence, satisfactory to the commissioner, concerning the purchaser's state of residence under 50 App USC 574."

General Purpose: A nonresident purchaser who is a member of the armed forces of the United States on full-time active duty in Connecticut, or the purchaser and the purchaser's spouse, should use this certificate in connection with the purchase of a motor vehicle from a licensed Connecticut motor vehicle dealer at the reduced rate of 4.5%. A purchase includes a lease of a motor vehicle. Whenever the term *purchase* is used, this includes a lease agreement.

This certificate is not valid unless it is wholly and correctly completed and acknowledged. Any misrepresentation will result in the imposition of use tax liability and statutory interest and penalties on the member of the armed forces or the member's spouse, or sales tax liability and statutory interest and penalties on the retailer. A member of the armed forces who purchases a vehicle from an out-of-state retailer must complete all parts of this certificate other than the declaration of the retailer and submit this certificate to the Department of Motor Vehicles if the vehicle is to be registered in this state.

Instructions for the Purchaser: You must provide the motor vehicle dealer with the following documents to prove that you have met the requirements to purchase a motor vehicle at the 4.5% sales and use tax rate:

- Military enlistment papers or a signed letter from a commanding officer on military letterhead. The letter must include the name and address of the member and must contain a statement that the member is on full-time active duty at a duty station in Connecticut;
- A copy of the last *Leave and Earnings Statement* issued showing the member's state of residence or home of record.

You can also use a copy of the most recent personal income tax return filed with your state of residence and a copy of a motor vehicle operator's license issued by your state of residence to substantiate permanent residency in another state.

Joint Purchases by the Member and the Member's Spouse: A member of the armed forces and the spouse of the member must also provide the motor vehicle dealer with one of the following documents to jointly purchase a motor vehicle at the 4.5% rate:

- A copy of their marriage certificate; or
- A copy of their most recent federal income tax return filed with the Internal Revenue Service showing the box checked under filing status as "married filing joint return" or "married filing separate return."

Instructions for the Retailer: You must file this form with **Form OS-114, Sales and Use Tax Return**, for the period in which the sale is reported. Keep a copy for your records and provide a copy of the executed certificate to the purchaser. Keep copies of the certificate, all documents accompanying the certificate, and the bill or invoice for at least six years from the date the motor vehicle was purchased. The certificate is valid only if taken in good faith from a nonresident member of the armed forces on full-time active duty in Connecticut, or jointly from the member and the member's spouse.

The good faith of the retailer will be questioned if the retailer knows or has knowledge of facts that give rise to a reasonable inference that the purchaser is a resident of Connecticut or is not a member of the armed forces on full-time active duty in Connecticut. The bill, purchase invoice, or records covering the purchase made under this certificate must be appropriately marked to indicate that a purchase at the 4.5% sales and use tax rate has occurred. The words "Purchased under CERT-135" satisfy this requirement.

For Further Information: See **Special Notice 99(5), Sales of Motor Vehicles to Nonresident Military Personnel and Joint Sales of Motor Vehicles to Nonresident Personnel and Their Spouses**. Call Taxpayer Services at 1-800-382-9463 (within Connecticut) or 860-297-5962 (from anywhere). **TTY, TDD, and Text Telephone users** only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

Continued on Reverse

Part II Retailer and Purchaser - Read instructions first, then complete this Part and Parts III, IV, and V.

Retailer Information

Name of Retailer _____ CT Tax Registration No. _____
Street Address _____ Date of Sale _____
City or Town, State, ZIP Code _____ Telephone (____) _____

Purchaser Information

Name of Purchaser _____ Spouse's Name _____
Resident of: _____ Resident of: _____
Home Address _____ Home Address _____
Telephone (____) _____ Telephone (____) _____

Driver's License Number _____ State _____ Expiration Date _____ Driver's License Number _____ State _____ Expiration Date _____

Part III Motor Vehicle Identification

Motor Vehicle Identification Data

Make of Vehicle _____ Model _____ Year _____
Color _____ Vehicle Identification Number _____
State of Registration and Number _____

Computation of Price

Gross Sales Price* _____
Trade-in Allowance _____
Net Sales Price _____

Trade-In Data

Make _____ Model _____
Year _____
State of Registration and Plate Number _____
Vehicle Identification Number _____

* Do not deduct manufacturer's rebates from the gross sales price.

Part IV Purchaser's Declaration

I, the purchaser, declare that I purchased the motor vehicle described in Part III from the retailer named in Part II. I am not a Connecticut resident; I am a resident of the State of _____. I am a member of the armed forces on full-time active duty in Connecticut or the spouse of such member purchasing a vehicle jointly with the member. I declare under the penalty of false statement that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Signature of Purchaser _____ Social Security Number _____

Print Name of Purchaser _____ Date _____

If Jointly Purchased,
Signature of Spouse _____ Social Security Number _____

Print Name of Spouse _____ Date _____

Part V Retailer's Declaration

I, an authorized agent of the retailer named in Part II, declare under the penalty of false statement that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Print Name of Retailer's Authorized Agent _____ Date _____

Signature of Retailer's Authorized Agent _____ Title _____

Purchases of Items by Eleemosynary Organizations and Schools That Will Be Resold Tax-Exempt for \$20 or Less

General Purpose: Connecticut eleemosynary organizations formed to sponsor and support youth activities and accredited elementary or secondary schools may sell items tax-exempt for \$20 or less when the sales are made for purposes of these youth activities or schools or organized activities of students enrolled in the school. This certificate may only be used by Connecticut eleemosynary organizations and schools **not** registered with the Department of Revenue Services (DRS) as retailers for the sole purpose of purchasing items intended to be resold tax-exempt for \$20 or less. See **Policy Statement 2002(3), Sales and Use Tax Exemptions for Sales by Eleemosynary Organizations and Elementary and Secondary Schools**, for more information.

Statutory Authority: Conn. Gen. Stat. §12-412(26).

Instructions for the Purchaser: An officer of a qualifying eleemosynary organization formed to sponsor and support youth activities or an authorized person acting on behalf of an accredited elementary or secondary school must sign and issue this certificate to advise the seller of tangible personal property or taxable services that sales and use taxes do not apply to the purchase because the items being purchased are intended to be resold tax-exempt for \$20 or less under Conn. Gen. Stat. §12-412(26). Keep a copy of the certificate and records that substantiate the information entered on this certificate for at least six years from the date this certificate is issued.

Instructions for the Seller: Acceptance of this certificate, when properly completed, relieves the seller from the burden of proving the sale and storage, use, or other consumption, of the tangible personal property or taxable services are not subject to sales and use taxes. The certificate is valid only if taken in good faith from a qualifying eleemosynary organization formed to sponsor and support youth activities or an accredited elementary or secondary school. For example, the good faith of the seller will be questioned if the seller knows of facts that suggest the purchaser is not a qualifying eleemosynary organization or an accredited elementary or secondary school.

Keep this certificate and bills or invoices to the purchaser for at least six years from the date the items or services were purchased. The bills, invoices, or records covering the purchases made under this certificate must be marked "Resale under CERT-136" to indicate the purchases were not taxable.

This certificate may be used for a single purchase, in which case the box marked "Certificate for One Purchase Only" must be checked. This certificate may also be used for a continuing line of purchases, in which event the purchaser must check the box marked "Blanket Certificate." A blanket certificate remains in effect for three years unless the purchaser revokes it in writing before the three-year period expires.

An eleemosynary organization formed to sponsor and support youth activities and an accredited elementary or secondary school must pay for its resale purchases with a check drawn on its own checking account or with a credit card issued in its own name (and not in the name of any of its members or officers). An eleemosynary organization or accredited elementary or secondary school may make a purchase of \$10 or less using cash from the organization's or school's own funds. However, a blanket CERT-136 may not be used for a cash purchase, and a properly completed CERT-136 must be issued to the retailer at the time of each cash purchase.

For More Information: Call Taxpayer Services during business hours at 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere). TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911. Preview and download forms and publications from the DRS Web site at www.ct.gov/DRS

Sales and Use Tax Certificate for Sale and Leaseback Arrangements

General Purpose: Retailers and purchasers use this certificate in connection with original sales of tangible personal property that are eligible for sales and use tax exclusions or refunds in connection with sale and leaseback arrangements, under Conn. Gen. Stat. §12-407(a)(3)(B).

Original sales of tangible personal property are excluded from sales and use taxes, or are eligible for refunds of the taxes, if within 120 days of the purchase date the purchaser enters into a contract with a lessor to sell the property to the lessor and lease it back in a lease that is taxable at its inception in Connecticut.

Depending on the circumstances, a purchaser or a retailer may use this certificate in one of the following ways:

1. A purchaser may purchase tangible personal property from a retailer to be used in a sale and leaseback arrangement without paying sales and use taxes;
2. A purchaser may obtain a sales and use tax refund from a retailer for tangible personal property that is to be used in a sale and leaseback arrangement;
3. A retailer that has refunded tax to a purchaser may claim a tax refund or credit from the Department of Revenue Services (DRS); or
4. A purchaser may obtain a sales and use tax refund directly from DRS for tangible personal property that is to be used in a sale and leaseback arrangement.

Statutory Authority: Conn. Gen. Stat. §12-407(a)(3)(B).

Tax Exclusion at Time of Original Sale: At the time of sale of an item of tangible personal property, if a purchaser has contracted with a lessor to sell the property to the lessor and lease it back from the lessor within one year of the date of purchase in a lease that is taxable at its inception in Connecticut, the original sale is excluded from sales and use taxes.

The purchaser must provide this certificate to the retailer, together with an executed copy of its sale and leaseback contract with the lessor or a copy of a binding agreement with the lessor to sell the property to the lessor and lease it back, signed by both the purchaser and the lessor.

A retailer must accept this certificate and the proper attachments in good faith. A retailer's good faith will be questioned if the retailer knows anything from which the retailer could reasonably infer that the purchaser is not entitled to the exclusion under Conn. Gen. Stat. §12-407(a)(3)(B).

Refund From Original Retailer: Within 120 days of the date of an original sale on which tax was paid, the purchaser may present this certificate to the retailer and the retailer will immediately refund to the purchaser the tax collected on the original sale, provided the purchaser has contracted to sell the item of tangible personal property to a lessor and lease it back from the lessor within one year of the date of purchase, in a lease that is taxable at its inception in Connecticut.

The purchaser must give this certificate to the retailer with a signed copy of its sale and leaseback contract with the lessor or a copy of a binding agreement with the lessor to sell the property to the lessor and lease it back signed by both the purchaser and the lessor. The purchaser must also attach a copy of its receipt or invoice showing that sales and use taxes were paid on the original sale.

Retailer's Refund or Credit From DRS: If a retailer refunds tax to a purchaser within 120 days, the retailer may present a copy of this certificate and the attachments to the certificate to claim a tax refund or credit from DRS.

Purchaser's Refund From DRS: If a purchaser paid tax to a retailer on the original sale, or self-assessed use tax, the purchaser may provide this certificate directly to DRS for a refund. The purchaser may claim the refund within three years under Conn. Gen. Stat. §12-425.

Within 120 days of the date of an original sale on which tax was paid, the purchaser must have sold or contracted to sell the item of tangible personal property to a lessor and lease it back from the lessor within one year of the date of purchase in a lease that is taxable at its inception in Connecticut.

The purchaser must provide this certificate to DRS together with an executed copy of its sale and leaseback contract with the lessor or a copy of a binding agreement with the lessor to sell the property to the lessor and lease it back, signed by both the purchaser and the lessor. If the purchaser paid tax to a retailer at the time of sale, the purchaser must also include a bill of sale so indicating, and a copy of **Form AU-524, Assignment of Retailer's Rights for Refund**, signed by the retailer.

Notice to Purchasers and Retailers: Keep a copy of this certificate and all attachments for six years after the date of purchase.

For More Information: Call Taxpayer Services at **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere). **TTY, TDD, and Text Telephone users only may transmit inquiries 24 hours a day by calling 860-297-4911.** Preview and download forms and publications from the DRS Web site: www.drs.state.ct.us

To Be Completed by the Purchaser

Name of Purchaser _____ CT Tax Reg. No. _____

Address of Purchaser _____

Name of Retailer _____ CT Tax Reg. No. _____

Address of Retailer _____

Name of Lessor _____ CT Tax Reg. No. _____

Address of Lessor _____

Description of Property Purchased _____

Date of Original Sale _____ Date of Sale and Leaseback Contract or Binding Agreement _____

(The sale and leaseback contract or binding agreement must be signed within 120 days of the original sale.)

Date of Sale by Purchaser to Lessor _____ Sale: Has Has Not Occurred

Date of Leaseback Commencement _____ Leaseback Has Has Not Commenced

(The sale and leaseback must begin within one year of the original sale.)

Attached: Sale and Leaseback Contract Binding Purchaser/Lessor Letter Bill of Sale (if needed)

Declaration by the Purchaser

The item described above is tangible personal property that is being or has been purchased under the sale and leaseback exclusion or refund provisions of Conn. Gen. Stat. §12-407(a)(3)(B). Check one of the following:

- The sale of this item is excluded from sales and use taxes because at the time of the original sale the purchaser provided the retailer with the required evidence that within 120 days from the sale date the purchaser will enter into a sale and leaseback agreement with a lessor;
- The sales and use taxes paid on the sale of this item are being refunded to the purchaser by the retailer because the purchaser provided the retailer with the required evidence that within 120 days from the sale date the purchaser will or has entered into a sale and leaseback agreement with a lessor; or
- The purchaser claims a refund from DRS of the sales and use taxes paid on the sale of this item because the purchaser provided DRS with the required evidence that within 120 days from the sale date the purchaser will or has entered into a sale and leaseback agreement with a lessor.

The sale of the item and the commencement of the leaseback have occurred or will occur within one year of the date of the original sale.

I, the authorized representative of the **purchaser** named above, declare under penalty of law that I have examined the information in this certificate and to the best of my knowledge and belief it is true, complete, and correct. I understand that the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

By: _____
Signature of Authorized Person Title Date



STATE OF CONNECTICUT
DEPARTMENT OF REVENUE SERVICES

SALES & USE TAX RESALE CERTIFICATE

Issued to (Seller)

Address

I certify that Name of Firm (Buyer)

is engaged as a registered

Street Address or P.O. Box No.

- () Wholesaler
- () Retailer
- () Manufacturer
- () Lessor
- () Other (specify)

City State Zip

and is registered with the below listed states and cities within which your firm would deliver purchases to us and that any such purchases are for wholesale, resale, ingredients or components of a new product to be resold, leased, or rented in the normal course of our business. We are in the business of wholesaling, retailing, manufacturing, leasing (renting) the following:

.....
.....

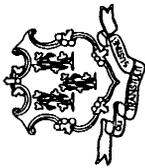
City or state	State Registration or I.D. No.	City or State	State Registration or I.D. No.
_____	_____	_____	_____
City or state	State Registration or I.D. No.	City or State	State Registration or I.D. No.
_____	_____	_____	_____
City or state	State Registration or I.D. No.	City or State	State Registration or I.D. No.
_____	_____	_____	_____

I further certify that if any property so purchased tax free is used or consumed by the firm as to make it subject to a sales or use tax we will pay the tax due direct to the proper taxing authority when state law so provides or inform the seller for added tax billing. This certificate shall be part of each order which we may hereafter give to you, unless otherwise specified, and shall be valid until cancelled by us in writing or revoked by the city or state.

General description of products to be purchased from the seller:

I declare under the penalties of false statement that this certificate has been examined by me and to the best of my knowledge and belief is a true, correct and complete certificate.

Authorized Signature _____
(Owner, Partner or Corporate Officer) Title Date



REGULATIONS 1 & 23

Regulation No. 1 RESALE CERTIFICATES

Section 12-426-1

(a) The burden of proving that the sale, lease or rental of tangible personal property pursuant to Regulation 12-426-25 or a sale of a service taxable pursuant to Regulations 12-426 and 12-426-27 is not a sale at retail is upon the seller/lessor unless he takes a certificate from the purchaser that the property or service is purchased for resale.

The certificate shall be taken in good faith from a person engaged in selling or leasing tangible personal property or taxable services, who, at the time of purchase, intends to sell the property or services in the regular course of business or cannot then ascertain whether it will be so sold or not.

The certificate shall be substantially in the form prescribed in subsection (b). It shall in all cases be signed by the purchaser, bear his name and address and indicate the general character of the property or service sold by the purchaser in the regular course of his business. It shall also bear the number of the seller's permit held by the purchaser, but, if he is not required to hold a permit because he sells only property of a kind the sale of which is not taxable, e.g., food products for human consumption, or because he makes no

sales in this state, he should make an appropriate notation to that effect on the certificate in lieu of his seller's permit number.

(b) The form of the resale certificate* is prescribed by the Commissioner of Revenue Services and copies of the same may be made and used by any seller of tangible personal property or services in accordance with this section:

Under "General Description of products to be purchased from the seller" there may appear (1) Either an itemized list of the particular property/service(s) to be purchased or leased for resale or (2) A general description of the kind of property to be purchased for resale. This certificate may be used for the purpose of a single purchase of commodities/services for resale; in such case (1) above applies, or it may be used as a blanket certificate for the purpose of a continuing line of purchases of commodities for resale in the regular course of business; in the latter case (2) above applies, and the certificate should be plainly marked "Blanket Certificate".

(c) The good faith of the seller will be questioned if he has knowledge of facts which give rise to a reasonable inference that the purchaser does not intend to resell the property, as, for example, knowledge that a purchaser of particular merchandise is not engaged in the business of selling that kind of merchandise.

(d) Resale certificates shall be valid only for the period in which the purchaser is a reseller of the items covered in such certificate but should be renewed at least every three years from the date of issue.

(e) The terms "selling" and "purchasing" of tangible personal property or commodities also encompass leases or rentals of tangible personal property or commodities.

(f) Services may only be "sold" or "purchased" and not rented or leased.

* The text of the certificate is reprinted in its entirety on the reverse side.

Regulation No. 23

RECORDS

Section 12-426-23

(a) Each seller and retailer as defined in Chapter 219 of the General Statutes shall keep adequate and complete records of his business in this State showing:

(1) The gross receipts from the sale or lease of tangible personal property or from sale of services, including both taxable and nontaxable items and any services that are part of a sale.

(2) All deductions allowed by law and claimed in filing return.

(3) Total purchase price of all tangible personal property or services purchased or leased for resale or sublease, and the total purchased or leased for use and consumption in this State.

Such records shall include the normal books of account ordinarily maintained by the average prudent business man engaged in the activity in question, together with all bills, receipts, invoices, cash register tapes or other documents of original entry supporting the entries in the books of account as well as all schedules or working papers used in connection with the preparation of tax returns.

Failure to maintain such records will be considered evidence of negligence or intent to evade the tax and will result in the imposition of appropriate penalties.

(b) In the case of meals under one dollar, the retailer shall maintain such records to prove the actual sales of individual meals costing less than one dollar to support his claim for exemption; otherwise he will have to pay the tax on the gross receipts from all such meals.

(c) All such records shall be maintained for the Department of Revenue Services audits for a period of at least three years unless the destruction or other disposal of the sale is authorized by the Commissioner of Revenue Services, or his authorized representative in writing.

*There is no longer an exemption from sales and use tax for meals under \$1.00.

REG-19

Low and Moderate Income Housing Facilities Application for a Facility Approval Letter

Statutory Authority: Conn. Gen. Stat. §12-412(29)

Purpose: Use REG-19 to apply with the Department of Revenue Services (DRS) for qualification as an exempt low and moderate income housing facility.

1. Identification of the Facility:

Name and address of facility _____

Attach a description of the housing facility including the number of dwelling units, the number of units occupied by low and moderate income persons or families, the policies instituted that ensure the facility will continue to qualify for the exemption, its location, its dates of construction, and commencement of operation.

2. Identification of Sponsoring Organization:

Full name of the organization (as shown on organizing document)	Name and daytime telephone number of person to be contacted for information ()
-----------------------------------------------------------------	------------------------------------------------------------------------------------

Sponsoring organization's address: number and street, city or town, state, and ZIP code

Date incorporated or formed	State of incorporation or formation
-----------------------------	-------------------------------------

Organizing documents: Submit a copy of the sponsoring organization's organizing document that states it has as one of its purposes the development, construction, sponsorship, or ownership of housing for low and moderate income families. The copy may be a photocopy of the signed and dated original document. (Do not send originals because all documents submitted become part of the application file.)

Corporation: Attach a copy of the articles of incorporation (including amendments and restatements) showing the stamp or seal of the Secretary of the State.

Unincorporated: Attach a copy of the constitution and bylaws.

3. Identification of Operating Organization:

If the operating organization is different from the sponsoring organization, provide the information requested in addition to the full name and address of the operating organization.

Full name of the organization (as shown on organizing document)	Name and daytime telephone number of person to be contacted for information ()
-----------------------------------------------------------------	------------------------------------------------------------------------------------

Operating organization's address: number and street, city or town, state, and ZIP code

Date incorporated or formed	State of incorporation or formation
-----------------------------	-------------------------------------

Organizing documents. Submit a copy of the operating organization's organizing document. If the operating organization is a nonprofit housing organization, submit a copy of the organization's organizing document that states it has as one of its purposes the development, construction, sponsorship, or ownership of housing for low and moderate income families. The copy may be a photocopy of the signed and dated original document. (Do not send originals because all documents submitted become part of the application file.)

Corporation: Attach a copy of the articles of incorporation (including amendments and restatements) showing the stamp or seal of the Secretary of the State.

Unincorporated: Attach a copy of the constitution and bylaws.

4. Identification of Owner

If the owner of the housing facility is different from the sponsoring or operating organization, provide the information requested in addition to the full name and address of the owner's organization.

Full name of the owner (as shown on organizing document)	Name and daytime telephone number of person to be contacted for information ()
----------------------------------------------------------	------------------------------------------------------------------------------------

Owner's address: number and street, city or town, state, and ZIP code

Date incorporated or formed	State of incorporation or formation
-----------------------------	-------------------------------------

Continued on Reverse

Organizing documents: Submit a copy of the owner's organizing document. If the owner is a nonprofit housing organization, submit a copy of the owner's organizing document that states it has as one of its purposes the development, construction, sponsorship, or ownership of housing for low and moderate income families. The copy may be a photocopy of the signed and dated original document. (Do not send originals because all documents submitted become part of the application file.)

Corporation: Attach a copy of the articles of incorporation (including amendments and restatements) showing the stamp or seal of the Secretary of State.

Unincorporated: Attach a copy of the constitution and bylaws.

5. Internal Revenue Service determination letter: Attach the IRS determination letter(s) issued to the nonprofit housing organization(s) identified above.

6. Management and regulatory agreements: Attach documents that describe and establish the sponsorship and arrangements for financing, construction, and operation of the facility, such as management contracts, construction, or regulatory agreements with federal or state housing authorities. All attachments should be copies of signed and dated documents.

7. Declaration: An officer or other authorized signatory from the sponsoring organization named in Section 2 must sign this declaration.

I declare under penalty of law that I have examined this application and, to the best of my knowledge and belief, it is true, complete, and correct. I understand that the penalty for willfully delivering a false application to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Name of sponsoring organization _____

By: _____
Authorized Signature Title Date

You must submit the required information and appropriate documents, or all documents may be returned to you.

Have you enclosed the following documents?

1. This form signed by an authorized person.
2. Description of the housing facility.
3. Organizing documents.
4. IRS determination letter(s)
5. Management or other agreements or contracts.

Mail the completed application and all required information to:

Department of Revenue Services
Exemption Unit
Taxpayer Services Division
25 Sigourney Street
Hartford CT 06106-5032



DEPARTMENT OF REVENUE SERVICES

AUDIT DIVISION
25 SIGOURNEY STREET
HARTFORD, CONNECTICUT 06106

ASSIGNMENT OF RETAILER'S RIGHTS FOR REFUND

SCHEDULE NO.

Form with fields: NAME OF CLAIMANT, SALES TAX PERMIT NO., NAME OF RETAILER, SALES TAX PERMIT NO., STREET ADDRESS, CITY OR TOWN

Table with 6 columns: DATE, INVOICE NUMBER, GROSS AMOUNT OF SALES EXCLUDING TAX, PORTION OF SALE SUBJECT TO REFUND CLAIM, TAX COLLECTED AND PAID ON PORTION SUBJECT TO REFUND CLAIM, ITEM SOLD

ATTACH ADDITIONAL WORKSHEETS AS NEEDED.

DECLARATION BY RETAILER

I am the authorized representative of the retailer listed above. I declare under penalty of false statement that the figures above are true and correct for the sales indicated; that the sales tax shown was collected from this claimant and was remitted to the Department of Revenue Services; and that this retailer disclaims any interest in these sales taxes remitted to the Department of Revenue Services for the period / / through / / . Any refunds due are assigned to the claimant. The retailer understands that by signing this declaration it does not necessarily agree with the refund claim. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

NAME OF RETAILER (PLEASE PRINT)

SIGNATURE OF AUTHORIZED REPRESENTATIVE

DATE

NAME OF AUTHORIZED REPRESENTATIVE (PLEASE PRINT)

TITLE (PLEASE PRINT)

THIS SCHEDULE SHALL BE ATTACHED AND MADE A PART OF SALES TAX CLAIM OF CLAIMANT

Form AU-526
Sales and Use Tax Refund Application
for Purchases Made Under the
"Buy Connecticut" Provision

Name	Connecticut Tax Registration Number	Federal Employer ID Number
Address	Number and Street	
		PO Box
City or Town	State	ZIP Code

General Instructions

Purpose: Use this form to claim a refund of sales and use taxes paid on tangible personal property that is purchased from Connecticut retailers under Conn. Gen. Stat. §12-408c (the "Buy Connecticut" provision) and is eventually shipped out of Connecticut for exclusive use outside the state. Any person carrying on a trade, occupation, business, or profession in Connecticut who purchases from a retailer tangible personal property for use or consumption in carrying on a trade, occupation, business, or profession can file a refund claim. For more information, see **Special Notice 2001(5), The "Buy Connecticut" Provision.**

Complete **Schedule A** on Page 2 of this form. For each item listed, provide a copy of the purchase invoice or bill of sale along with documentation substantiating that the qualifying tangible personal property has been shipped outside the state by common or contract carrier. Attach additional sheets if necessary. If the tangible personal property has not been shipped outside Connecticut at the time the refund claim is filed, your signature on this claim attests to the fact that the property will be shipped outside the state by common or contract carrier within three years from the date of purchase for use solely outside Connecticut.

Due Date: All claims for refund of taxes paid on tangible personal property purchased under the "Buy Connecticut" provision during a calendar year **must** be filed by April 1 of the next calendar year. No extensions are allowed by law. A refund claim is considered timely if the date shown by the U. S. Post Office cancellation mark is on or before the due date. If April 1 is a Saturday, Sunday, or legal holiday, the refund claim must be filed by the next succeeding day that is not a Saturday, Sunday, or legal holiday.

Complete all other lines on the face of this return. Sign and date the form.

Mail all refund applications to:

Department of Revenue Services
Refunds, Clearances, and Adjustments Unit
25 Sigourney Street
Hartford CT 06106

Special Note

Documentation: All applicants must supply substantiating documentation supporting the fact that the tangible personal property purchased under the "Buy Connecticut" provision has been shipped outside the State of Connecticut. If any of the tangible personal property has not been shipped outside

Connecticut when a refund claim is filed, the taxpayer must still complete this form attesting to that fact that the property will be shipped outside Connecticut within three years of the date the property was purchased.

For Further Information

Call the Department of Revenue Services Refunds, Clearances, and Adjustments Unit at **860-541-3253** during business hours, Monday through Friday, 8:00 a.m. to 5:00 p.m.,

Declaration: I certify under the penalty of false statement that the tangible personal property described in this refund application has been, or will be, shipped outside Connecticut by common or contract carrier, to be used or consumed solely outside the state thereafter, and that no other claim for refund or credit has been filed with the Commissioner of Revenue Services for this tangible personal property. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Sign Here	Print Name of Taxpayer	Date
	Authorized Signature	Title

Department of Revenue Services
 State of Connecticut
 Attn: Discovery Unit
 25 Sigourney Street
 Hartford CT 06106-5032
 (New 09/03)

Form AU-764
Deposit by a Person Doing Business
With a Nonresident Contractor



Purpose: A person doing business with a nonresident contractor uses **Form AU-764** to deposit 5% of the total contract price with the Department of Revenue Services (DRS) for a specific project in the state. The deposit ensures all taxes due to the State of Connecticut from the contractor are paid to DRS. Read the instructions on the reverse side before you complete this form. If you need help, call **860-541-3280**, Monday through Friday, 8:00 a.m. to 5:00 p.m., and choose Option 7.

Part I: Nonresident Contractor Information			
Name		Connecticut Tax Registration No.	
Address (Street or PO Box, City, State, and ZIP Code)			
Part II: Person Doing Business With a Nonresident Contractor Information			
Name		Connecticut Tax Registration No., Federal ID No., or SSN	
Address (Street or PO Box, City, State, and ZIP Code)			
Part III: Project Information			
Physical Location of Project (Street, City or Town)		Name of Project	
Commencement Date	Completion Date for Nonresident Contractor	Total Contract Price or Amount of Change Order <input type="checkbox"/> Check the box if this deposit is for a change order	Amount of Deposit
Conditions of the deposit for the project detailed above: <ul style="list-style-type: none"> • The nonresident contractor has entered into a contract related to real property at a Connecticut location. • The person doing business with the nonresident contractor is depositing 5% of the total contract price with DRS to ensure all taxes that become due and owing during the period of the contract will be paid. • The deposit is made within 30 days of the completion of the project. • The deposit will be returned to the nonresident contractor upon written request by the contractor after DRS has examined its records and determined all taxes, interest, and penalties due during the term of the contract have been paid. • The person doing business with the nonresident contractor must attach a copy of the final periodic billing to Form AU-764. 			
Declaration: I, an authorized agent of the person doing business with a nonresident contractor named above, declare under the penalty of law that I have examined Form AU-764 and, to the best of my knowledge and belief it is true, complete, and correct. I understand the penalty for willfully delivering a false document or return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.			
Print Name		Title	
Authorized Signature		Date	
Receipt of Deposit: DRS acknowledges receipt of \$ _____ from the person named above as doing business with a nonresident contractor related to real property at the Connecticut location noted above.			
Signature of Authorized DRS Representative		Telephone	Date

General Instructions

A person doing business with a nonresident contractor working in Connecticut must submit **Form AU-764, *Deposit by a Person Doing Business With a Nonresident Contractor***, with a deposit of 5% of the total contract price, including change orders and add-ons, not later than 30 days after the completion of the contract. This applies to all contracts with nonresident contractors, regardless of the nature of the real property affected or the tax-exempt status of the property owner. For more information, see **Special Notice 2003(20), *Legislation Affecting Contracts With Nonresident Contractors***.

A **nonresident contractor** is a contractor who does not maintain a regular place of business in this state. A **regular place of business** means any bona fide office, factory, warehouse, or other space in Connecticut at which a contractor is doing business in its own name in a regular and systematic manner, and which place is continuously maintained, occupied, and used by the contractor in carrying on its business through its employees regularly in attendance to carry on the contractor's business in the contractor's own name. A regular place of business does not include a place of business for a statutory agent for service of process or a temporary office whether or not it is located at the site of construction. A regular place of business also does not include locations used by the contractor only for the duration of the contract, such as short-term leased offices, warehouses, storage facilities, or facilities that do not have full time staff with regular business hours. An office maintained, occupied and used by a person affiliated with a contractor is not a regular place of business of the contractor.

Specific Instructions

Part I: Enter the name and complete address of the nonresident contractor on whose behalf the deposit is being made. Include the nonresident contractor's Connecticut tax registration number.

Part II: Enter the name and complete address of the person doing business with the nonresident contractor. If the nonresident contractor is the general contractor, enter the name and address of the owner of the property. If the nonresident contractor is a subcontractor, enter the name and address of the general contractor.

Enter the Connecticut tax registration number of the person doing business with the nonresident contractor. If the person doing business with the nonresident contractor does not have a Connecticut tax registration number, enter that person's Federal Employer Identification Number or Social Security Number.

Part III: Enter the name of the project and the complete address, including the street address and the city or town where the project is physically located.

Enter the commencement date of this project. The commencement date is the date the contract is signed or the date the nonresident contractor begins work on the project, but it is never later than the date the nonresident contractor begins work.

Enter the date on which work on this project was completed, which is the date the final periodic billing for the contract was made by the nonresident contractor. Note the final periodic billing may be due before payment of any retainage becomes due. The person making the deposit must attach a copy of the final periodic billing to **Form AU-764**.

If this is a deposit for a change order occurring after the deposit for the initial contract has been remitted to DRS, enter the additional amount being deposited for the change order and check the box. For a change order made after the final periodic billing for the original contract, the change order is deemed complete when it is billed by the nonresident contractor. Attach a copy of the final billing for the change order.

Enter, in words and figures, the total amount paid to the nonresident contractor under the contract or for the change order. Check the box if the deposit is for a change order.

Multiply the total contract price or the amount of the change order by 5% (.05) and enter the result on this line.

Declaration: An authorized representative of the person doing business with a nonresident contractor must sign and date the declaration. Return **Form AU-764**, with the copy of the final periodic billing, to:

Department of Revenue Services
State of Connecticut
Discovery Unit
25 Sigourney Street
Hartford CT 06106

Receipt: DRS will acknowledge receipt of the deposit by completing the bottom of Form AU-764 and returning a copy of it to the person making the deposit. Unless indicated otherwise, the person doing business with the nonresident contractor will not be liable for any claim of the nonresident contractor for the amount or for any claim of DRS for any taxes arising from the activities of the nonresident contractor on the project for which the bond deposit was made, once DRS has verified that total deposits represent 5% of the total contract price paid to the nonresident contractor for this project, including any change orders, and that the deposit is made within 30 days of completion of the project.

Department of Revenue Services
 State of Connecticut
 Attn: Discovery Unit
 25 Sigourney Street
 Hartford CT 06106-5032
 (New 09/03)

Form AU-766 Guarantee Bond



Purpose: A nonresident contractor working in Connecticut and a surety company licensed to do business in Connecticut use **Form AU-766** to post a guarantee bond with the Department of Revenue Services (DRS) for a specific project in the state. The guarantee bond ensures that all taxes due to the State of Connecticut from the contractor are paid to DRS. Read the instructions on the reverse side before you complete this form. If you need help, call **860-541-3280**, Monday through Friday, 8:00 a.m. to 5:00 p.m., and choose Option 7.

Part I: Nonresident Contractor Information			
Name		Connecticut Tax Registration No.	
Address (Street or PO Box, City, State, and ZIP Code)			
Part II: Person Doing Business With a Nonresident Contractor Information			
Name		Connecticut Tax Registration No., Federal ID No., or SSN	
Address (Street or PO Box, City, State, and ZIP Code)			
Part III: Surety Company Information			
Name		Bond No.	Amount of Bond
Address (Street or PO Box, City, State, and ZIP Code)			
Part IV: Project Information			
<input type="checkbox"/> Check the box if this bond is for a change order			
Physical Location of Project (Street, City or Town)		Name of Project	
Commencement Date	Completion Date for Nonresident Contractor	Total Contract Price or Amount of Change Order	Amount of Deposit
Conditions of the obligation for the project detailed above: <ul style="list-style-type: none"> The nonresident contractor has entered into a contract related to real property at a Connecticut location. The nonresident contractor and the surety company are posting a bond of 5% of the total contract price, including any change orders and add-ons, with DRS to ensure that all taxes that become due and owing during the period of the contract will be paid. A bond must be posted within 120 days of the commencement of the contract for contracts lasting 120 days or more. If the deadline for the person doing business with a nonresident contractor to withhold and remit a deposit to DRS is before the deadline for the nonresident contractor to post a bond, DRS will accept the earlier of the deposit or the bond. If the nonresident contractor pays all taxes, interest, and penalties within three years, one month, and one day after completion of the contract, the bond expires; otherwise the obligation remains in full force. This bond jointly and severally binds the nonresident contractor and the surety company, their heirs, executors, administrators, successors, and assigns for payment of this obligation. 			
Declaration: I, the nonresident contractor named above or its authorized agent, declare under the penalty of law that I have examined Form AU-766 and, to the best of my knowledge and belief it is true, complete, and correct. I understand that the penalty for willfully delivering a false document or return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.			
Print Name		Title	
Authorized Signature		Date	
Declaration: I, an authorized agent of the surety company named above, declare under the penalty of law that I have examined this Form AU-766 and, to the best of my knowledge and belief it is true, complete, and correct. I understand that the penalty for willfully delivering a false document or return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.			
Print Name		Title	
Authorized Signature		Date	

Seal:

General Instructions

Form AU-766, Guarantee Bond, must be executed by a nonresident contractor and a surety company licensed to do business in Connecticut. A power of attorney for the person signing the bond on behalf of the surety company **must** be attached to the bond, carry the corporate seal of the surety company, and bear the same date as the execution date of the bond.

A nonresident contractor has the option of filing a guarantee bond with DRS instead of the customer making a deposit with DRS under Conn. Gen. Stat. §12-430(7)(b)(i). Under this option, the nonresident contractor has 120 days from the commencement of the contract to file a guarantee bond with DRS.

If the deadline for the customer to withhold and remit a deposit to DRS is before the deadline for the nonresident contractor to post a bond, DRS will accept the earlier of the deposit or the bond. See **Special Notice 2003(20), Legislation Affecting Contracts With Nonresident Contractors**, for more information.

A *nonresident contractor* is a contractor who does not maintain a regular place of business in this state. A *regular place of business* means any bona fide office, factory, warehouse or other space in Connecticut at which a contractor is doing business in its own name in a regular and systematic manner, and which place is continuously maintained, occupied, and used by the contractor in carrying on its business through its employees regularly in attendance to carry on such contractor's business in the contractor's own name. A regular place of business does not include a place of business for a statutory agent for service of process or a temporary office whether or not it is located at the site of construction. A regular place of business also does not include locations used by the contractor only for the duration of the contract, such as short-term leased offices, warehouses, storage facilities, or facilities that do not have full time staff with regular business hours. An office maintained, occupied, and used by a person affiliated with a contractor is not a regular place of business of the contractor.

Any bond that bears an erasure or alteration, regardless of its nature, must have the change authenticated by a notation in the margin. The notation should describe the correction and be signed in the name of the surety company by the officer who executed the bond and must bear the corporate seal of the surety company.

Specific Instructions

Part I: Enter the name and complete address of the nonresident contractor furnishing the bond. Include the nonresident contractor's Connecticut tax registration number. The name and address of the nonresident contractor appearing on the bond must agree with the name and address on **Form REG-1, Business Taxes Registration Application**, filed with the Department of Revenue Services (DRS). (If the information originally provided on Form REG-1 is now incorrect, you must notify the DRS Registration Unit in writing of the correct information.) If the nonresident contractor is a corporation, the corporate name

appearing on the bond must be the same shown in the records of the Office of the Secretary of State, or similar agency of another state if the nonresident contractor is not a Connecticut corporation.

Part II: Enter the name and complete address of the person doing business with the nonresident contractor. If the nonresident contractor is the general contractor, enter the name and address of the owner of the property. If the nonresident contractor is a subcontractor, enter the name and address of the general contractor.

Enter the Connecticut tax registration number of the person doing business with the nonresident contractor. If the person doing business with the nonresident contractor does not have a Connecticut tax registration number, enter that person's Federal Employer Identification Number or Social Security Number.

Part III: Enter the name and complete address of the surety company that guarantees this bond. Include the bond number.

Part IV: Check the box if the deposit is for a change order occurring after the bond for the initial contract has been furnished to DRS.

Enter the name of the project and the complete address, including the street address and the city or town where the project is physically located.

Enter the commencement date of this project or change order. The commencement date is the date the contract is signed or the date the nonresident contractor begins work, but it is never later than the date the nonresident contractor begins work.

Enter the date by which the nonresident contractor is expected to complete work on this project or change order.

Enter, in words and figures, the total amount to be paid to the nonresident contractor under the contract. Indicate if this amount is an estimate. If this is a bond for a change order, enter the additional amount of the bond for the change order.

Multiply the total contract price or the amount of the change order by 5% (.05) and enter the result on this line.

Declarations: An authorized representative for the nonresident contractor and the surety company must sign and date the declaration on Form AU-766. The name of the nonresident contractor and the surety company must be exactly as it appears on the bond. The corporate seal of the surety company must be affixed by its signature on Form AU-766.

Return **Form AU-766** to:

Department of Revenue Services
State of Connecticut
Discovery Unit
25 Sigourney Street
Hartford CT 06106

Form REG-1

Business Taxes Registration Application

1. Reason for Filing Form REG-1

DRS Use Only Connecticut Tax Registration Number

Please check the applicable box:

- Opening a new business, including:
 - a. An existing out-of-state business opening a location in Connecticut, or
 - b. Selling at a craft show, flea market, fair, or other venue in Connecticut, or selling over the Internet.
- Opening a new location. Enter your Connecticut Tax Registration No.: _____
- Registering for additional taxes. Enter your Connecticut Tax Registration No.: _____
- Reopening a closed business.
Enter Connecticut Tax Registration No. of the closed business: _____
- Purchasing an ongoing business (The buyer of an existing business may be responsible for tax liabilities of the previous owner. See **Informational Publication 2002(16), Successor Liability for Sales and Use Taxes and Admissions and Dues Tax.**)
Enter Connecticut Tax Registration No. of the previous owner: _____
- Operating a Passive Investment Company (PIC).
- Changing organization type. Enter your current Connecticut Tax Registration No.: _____
- Hiring household employees and intend to withhold Connecticut income tax.
- Other (explain) _____

2. Business Information

Type of Organization:

- | | | |
|----------------------------------------------|----------------------------------------------------------------------------------------------------------------------|-------------------------------------------------|
| <input type="checkbox"/> Sole Proprietorship | <input type="checkbox"/> Limited Liability Company (LLC)
<input type="checkbox"/> Check if taxed as a corporation | <input type="checkbox"/> S Corporation |
| <input type="checkbox"/> General Partnership | <input type="checkbox"/> Single Member LLC (SMLLC)
<input type="checkbox"/> Check if taxed as a corporation | <input type="checkbox"/> Corporation |
| <input type="checkbox"/> Limited Partnership | <input type="checkbox"/> Limited Liability Partnership (LLP) | <input type="checkbox"/> Other (explain): _____ |

3. Nature of Business Activity

Check the box(es) that best describe your business:

- Retailer Wholesaler Manufacturer Service Provider Other (explain): _____

4. Major Business Activity

Describe your major business activities: _____

5. Business Name and Address

Organization Name (Enter Name of Sole Proprietor, Partnership, Corporation, or LLC)		FEIN
Business Trade Name		
Business Location: Enter physical address of the business. A post office box or rural route number is not acceptable. Home-based businesses and flea market or craft show vendors must enter home address.		
Address Line 1		Address Line 2
City	State	ZIP Code
Mailing Address Line 1 (Street or PO Box)		Address Line 2
City	State	ZIP Code
Business Telephone Number ()	E-mail Address	Bank Name

6. List All Owners, Partners, Corporate Officers, or LLC Members (attach a separate sheet if needed)

Name (Last, First, Middle Initial)			Title
Home Address Line 1 (Street)		Home Address Line 2	
City	State	ZIP Code	Home Telephone Number ()
SSN	Date of Birth / /	Bank Name	
Name (Last, First, Middle Initial)			Title
Home Address Line 1 (Street)		Home Address Line 2	
City	State	ZIP Code	Home Telephone Number ()
SSN	Date of Birth / /	Bank Name	
Name (Last, First, Middle Initial)			Title
Home Address Line 1 (Street)		Home Address Line 2	
City	State	ZIP Code	Home Telephone Number ()
SSN	Date of Birth / /	Bank Name	
Name (Last, First, Middle Initial)			Title
Home Address Line 1 (Street)		Home Address Line 2	
City	State	ZIP Code	Home Telephone Number ()
SSN	Date of Birth / /	Bank Name	

7. Income Tax Withholding

Are you an employer that transacts business or maintains an office in Connecticut and intends to pay wages? Yes No

If you have a Connecticut tax registration number for withholding for another location and intend to file withholding for this new location under that number, enter that number: _____ and skip to Section 8; otherwise continue.

Are you an out-of-state company voluntarily registering to withhold Connecticut income tax for your Connecticut resident employees? Yes No

Do you intend to withhold Connecticut income tax from pension plans, annuity plans, retirement distributions, or gambling distributions? Yes No

Do you pay nonresident athletes or entertainers for services they render in Connecticut? Yes No

Do you only have household employees and wish to withhold Connecticut income tax? Yes No

Do you only have agricultural employees and wish to withhold Connecticut income tax? Yes No

If Yes, do you file federal Form 943, Employer's Annual Tax Return for Agricultural Employees, and wish to file **Form CT-941, Connecticut Quarterly Reconciliation of Withholding**, annually? Yes No

If you answered **Yes** to any of the income tax withholding questions, enter the date you will start withholding Connecticut income tax: / - /

If you use a payroll service, enter the name of the payroll company: _____

8. Sales and Use Taxes

Do you sell, or will you be selling, goods in Connecticut (either wholesale or retail)? Yes No

Do you rent equipment or other tangible personal property to individuals or businesses in Connecticut? Yes No

Do you serve meals or beverages in Connecticut? Yes No

Do you provide a taxable service in Connecticut? (See the Informational Publication, *Getting Started in Business*, for a list of taxable services.) Yes No

If you answered **Yes** to any of the sales and use taxes questions, enter the date you will start selling or leasing goods or taxable services: - -

9. Room Occupancy Tax

Do you rent lodging rooms in a hotel, motel, or rooming house in Connecticut for 30 consecutive days or less? Yes No

If you answered **Yes**, enter the date you will start to rent rooms for lodging purposes in Connecticut: - -

10. Business Entity Tax

The **business entity tax** applies to the following business types that are required to file an annual report with the Connecticut Secretary of the State:

- S corporations;
- Limited liability companies (LLCs or SMLLCs) — any limited liability company that is, 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).

Are you a **business entity as described above**? Yes No

If you answered **Yes** to the business entity tax question, enter the date of organization: - -

Enter the month of your fiscal year end: _____

11. Corporation and Unrelated Business Taxes

Corporation Business Tax

Are you a corporation or other association taxed as a corporation? Yes No

Do you have a federal corporate income tax exemption? Yes No

If **Yes**, enclose a copy of your Internal Revenue Services (IRS) letter of determination.

Enter state you are organized under: _____ Enter date of organization: - -

If not a Connecticut corporation, enter date registered with Connecticut Secretary of the State: - -

Enter the month the corporate year closes: _____

Unrelated Business Income Tax

Are you a federally exempt organization that has unrelated business income attributable to a trade or business in Connecticut? Yes No

If you answered **Yes** to the unrelated business income tax question, enter the tax liability start date: - -

Passive Investment Company (PIC)

Are you a passive investment company as defined in Conn. Gen. Stat. §12-213(a)(27)? Yes No

If you answered **Yes** to the passive investment company question, enter tax liability start date: - -

Enter Connecticut tax registration number of the related financial service or insurance company: _____

12. Business Use Tax

If you are registered for or are registering for sales and use taxes, you do not need to complete this section.

Business use tax is due when a business purchases taxable goods or services, including the purchase or lease of assets, consumable goods, and promotional items, for use in Connecticut without paying Connecticut sales tax.

Will you be purchasing taxable goods or services for use in Connecticut without paying Connecticut sales tax? Yes No

If you answered **Yes** to the business use tax question, **enter the tax liability start date:** / / - / / - / / - / /

If you answered **No**, you must complete the Business Use Tax Declaration section below.

Business Use Tax Declaration: By registering for any of the taxes listed in this application, you have indicated to DRS that you may have a business use tax liability. Therefore, based on your application, you will be automatically registered for the business use tax unless you complete the following declaration.

I, _____ (name of taxpayer or authorized representative of taxpayer), acknowledge I have read and understand the information concerning the business use tax and declare I will not be liable for business use tax. Please initial here. _____

13. Registration Fee Schedule

Complete this section after you have reviewed Sections 7 through 12 of this registration application and any applicable addendum. Enter the registration fee amount indicated in the amount due column. You must include the total registration fee due with Form REG-1 or your registration application **will not be processed** and will be returned.

Make your check payable to: **Commissioner of Revenue Services**. If you are registering by mail, send Form REG-1 with your payment to: Department of Revenue Services, PO Box 2937, Hartford CT 06104-2937

		Amount Due
a.	If registering for Sales and Use Taxes or Room Occupancy Tax , * enter \$50.00	a.
b.	If registering for Cigarette Tax , see Addendum A	b.
c.	Total Registration Fee Due (add Line a and Line b)	c.

* No fee is required for room occupancy tax if you are registered or are registering for sales and use taxes.

14. All Applicants Must Sign the Following Declaration

I declare under penalty of law that I have examined this application and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false application to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Sign Here Keep a copy for your records.	Signature of Owner, Partner, LLC Member, or Corporate Officer	Date	Telephone Number ()
	Print Name of Owner, Partner, LLC Member, or Corporate Officer	Title	

Instructions for Form REG-1 Business Taxes Registration Application

How to Register

On-line Registration

Save time and register for a Connecticut tax registration number at your convenience when you file **Form REG-1, Business Taxes Registration Application**, on-line at the Department of Revenue Services (DRS) Web site at www.ct.gov/DRS. You will receive your tax registration number in the mail in about **six days**. If you owe a registration fee, you must pay the fee electronically by entering the account number and routing number for your checking or savings account.

If you are registering for a tax type that requires you attach Addendum B to the REG-1 or if you are registering as a cigarette retailer (included on Addendum A), you may register on-line. If you are registering for another tax type that requires you attach Addendum A, C, D, or E to the REG-1, you must register by mail or in person at any DRS office.

Mail in Registration

Complete Form REG-1 and mail it to DRS at:

Department of Revenue Services
PO Box 2937
Hartford CT 06104-2937

If you owe a registration fee, you must include payment by check or money order with the application. You will receive your Connecticut tax registration number in the mail in **5 to 6 weeks**.

Walk-in Registration

You may file Form REG-1 in person at any DRS office. You will be issued a Connecticut tax registration number **immediately**. Bring a photo identification, such as a driver's license, and a check or money order if you owe a registration fee. (Cash is accepted at the Hartford location only.)

DRS offices are located in:

Bridgeport 10 Middle St. 203-336-7890	Hamden 3074 Whitney Ave. 203-287-8243	Hartford 25 Sigourney St. 860-297-5962
Norwich 2 Cliff St. 860-889-2669	Waterbury 55 West Main St., Suite 100 203-805-6789	

The application must be signed by the individual owner, partner, officer of the corporation, member of the limited liability company, or another who has written authorization to sign in the form of a Power of Attorney. If anyone other than the owner brings the signed application to the office and wants to obtain the registration for the owner, he or she must have written authorization from the owner to obtain the registration on his or her behalf.

Purpose of Form REG-1

Use Form REG-1 to obtain a Connecticut tax registration number or to register for additional tax types under your current Connecticut tax registration number.

Use Form REG-1 to register for any of these taxes:

- Business entity tax
- Business use tax
- Corporation business tax (including PIC)
- Income tax withholding
- Room occupancy tax
- Sales and use taxes
- Unrelated business income tax

In addition to Form REG-1, you must complete and attach the appropriate addendum as noted to Form REG-1 to register for any of these taxes. The forms are available on the DRS Web site at www.ct.gov/DRS

REG-1 Addendum A:

- Cigarette taxes
- Tobacco products tax

REG-1 Addendum B:

- Admissions and dues taxes
- Dry cleaning surcharge
- Motor vehicle rental surcharge
- Tourism surcharge

REG-1 Addendum C:

- Motor fuels tax
- Petroleum products gross earnings tax

REG-1 Addendum D:

- Alcoholic beverages tax

REG-1 Addendum E:

- Community antenna television system companies tax
- Railroad companies tax
- Satellite companies tax
- Solid waste assessment
- Suppliers of natural gas
- Utility companies tax

Registering for Other Tax Types

To register for these taxes, use the form listed:

- Authority to Collect Use Tax **REG-7**
- International Fuel Tax Agreement (IFTA) **CT-IFTA-2**
- Motor Carrier Road Tax **REG-3MC**

For more information on registering with the Department of Revenue Services (DRS), visit DRS Web site at www.ct.gov/DRS or call **1-800-382-9463** (in-state) or **860-297-5962** (from anywhere).

Who Needs to Complete Form REG-1

Businesses must register with the Connecticut DRS if they:

- Have people working in Connecticut
- Withhold Connecticut income tax
- Operate a business in Connecticut
- Are required to file an annual report with the Connecticut Secretary of the State and are subject to the business entity tax
- Provide taxable services in Connecticut
- Sell, rent, or lease goods in Connecticut (wholesale or retail)
- Furnish space for storage of tangible personal property
- Have a manufacturing facility in Connecticut
- Serve meals or beverages in Connecticut
- Purchase taxable goods or services for use in Connecticut
- Provide lodgings in Connecticut subject to the room occupancy tax
- Carry on a business as a corporation in Connecticut
- Distribute alcoholic beverages in Connecticut
- Distribute motor fuel used to propel motor vehicles on public highways or roads in Connecticut
- Sell petroleum products in Connecticut
- Operate a place of amusement, entertainment, or recreation in Connecticut
- Operate a social, health, athletic, or sporting club in Connecticut
- Sell or distribute cigarettes or tobacco products in Connecticut
- Own, lease, maintain, operate, manage, or control a community antenna television system in Connecticut
- Provide satellite television services to Connecticut
- Operate a railroad in Connecticut on a for-profit basis
- Are a resources recovery facility in Connecticut
- Market natural gas to an end user in Connecticut
- Provide distribution or transmission services for electricity in Connecticut
- Sell electricity as a municipality to customers in Connecticut
- Manufacture, sell, or distribute gas to be used for light, heat, or power in Connecticut
- Operate a dry cleaning establishment in Connecticut

Registration Fees

Sales and use taxes	\$ 50
Room occupancy tax*	\$ 50
Cigarette dealer's license	\$ 25
Cigarette distributor's license	\$ 1,000
Cigarette distributor chain operator	
5 to 14 retail locations	\$ 250
15 to 24 retail locations	\$ 500
25 or more retail locations	\$1,000
Cigarette manufacturer/importer	\$5,000
Distributor of tobacco products	\$100

* No fee is required for room occupancy tax if you are registered or are registering for sales and use taxes.

Electronic Filing Methods for Certain Tax Forms

Once you are registered with DRS, you may file certain tax forms by Internet or telephone using the DRS *Fast-File* program. Look for this logo.



Filing Requirements for State Taxes

See **Informational Publication 2003(28)**, *Getting Started in Business*, available on the DRS Web site at www.ct.gov/DRS

Other Connecticut Licensing Requirements

For information on other Connecticut licensing requirements, visit: www.ct-clic.com

How to Get Help

Visit the DRS Web site at www.ct.gov/DRS and click on *Businesses*.

Personal assistance is available by telephone or at any DRS office locations, Monday through Friday, during business hours.

CONN-TAX, the DRS telephone information line, is available anytime.

- **1-800-382-9463** (in-state) or
- **860-297-5962** (from anywhere).

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

Additional forms and publications are available anytime:

- **Internet:** Visit the DRS Web site at www.ct.gov/DRS
- **DRS TAX-FAX:** Call **860-297-5698** from the handset attached to your fax machine and select from the menu. Only forms (not publications) are available through TAX-FAX; or
- **Telephone:** Call **1-800-382-9463** (in-state) and select **Option 2** from a touch-tone telephone, or **860-297-4753** (from anywhere).

Application Instructions

Complete the entire application unless the section instructions indicate otherwise. Answering **Yes** to any question in Sections 7 through 12 means you may have a Connecticut tax liability for that tax. In each section where you answer Yes to any question, you must indicate the date you first incurred a tax liability in Connecticut for that tax type.

Exceptions:

- Taxpayers with a valid Connecticut tax registration number who wish to register for another tax must complete Sections 1 through 6, Section 14, and the section for the specific tax type(s) for which you wish to register. See the section *Purpose of Form REG-1* on Page 1 of these instructions to determine if you have to complete an addendum to Form REG-1.
- Household employers who pay wages to and intend to withhold Connecticut income tax for housekeepers, nannies, health aides, caretakers, etc. – complete Sections 1 through 7 and 14 only.

REG-1 Addendum A Cigarette and Tobacco Products Taxes

Connecticut Tax Registration Number

Instructions

1. This addendum must be submitted with **Form REG-1, Business Taxes Registration Application**.
2. If you have previously been issued a Connecticut Tax Registration Number by the Department of Revenue Services (DRS), enter the number in the space provided and only complete Sections 1 through 6 and Section 14 of **Form REG-1**.
3. If you are applying for a cigarette distributor license and will be purchasing cigarettes to which Connecticut cigarette tax stamps are not affixed, you will be required to provide additional information.
Contact the DRS Registration Unit at **860-297-5770** during business hours.
4. See the back of this form for fee information. This application will not be processed without the correct accompanying fees.

Definitions: Read the definitions below and check all the boxes that apply to you.

Part I: Cigarettes

 Cigarette licenses expire September 30 of each year.

Dealer

Over-the-counter retailer: Any person selling cigarettes at a retail store, such as a grocery or drug store

Retailer

Vending machine dealer: Any person operating and servicing 24 or less cigarette vending machines

Vending machine dealer

If you check the box for vending machine dealer, enter the number of vending machines you will own and operate. Exclude any vending machines in storage. *(Complete Schedule A on the back of this form.)*

No. of machines: _____

Distributor

Do you intend to purchase cigarettes to which you will affix Connecticut cigarette tax stamps?

Yes No

Address at which stamps are to be affixed or cigarettes stored: _____

Wholesaler: Any person, other than a buying pool, who purchases cigarettes at wholesale from manufacturers or other distributors for sale to licensed dealers and who maintains an established place of business which has facilities in which a substantial stock of cigarettes and related merchandise for resale can be kept at all times, and who sells at least 75% of the cigarettes to retailers who, at no time will own any interest in the business of the distributor as a partner, stockholder, or trustee

Wholesaler

Chain operator: Any person operating five or more retail stores in this state for the sale of cigarettes. Chain operators must attach a list showing the physical location of all retail stores operated in Connecticut. *(Complete Schedule B on the back of this form.)*

Chain operator

Vending machine operator: Any person operating and servicing 25 or more cigarette vending machines in this state who buys the cigarettes at wholesale and sells them in vending machines. Vending machine operators must attach a list giving the description and location of all vending machines owned and operated within Connecticut.

Vending machine operator

If you check the box for vending machine operator, enter the number of vending machines you will own and operate. Exclude any vending machines in storage. *(Complete Schedule A on the back of this form.)*

No. of machines: _____

Importer: Any person who imports into this state unstamped cigarettes, at least 75% of which are to be sold to others for resale

Importer

Storage facility operator: Any person operating storage facilities for unstamped cigarettes in this state

Storage facility operator

Manufacturer

Manufacturer: Any person in Connecticut engaged in the business of manufacturing cigarettes or any person who is a tobacco products manufacturer as defined in Conn. Gen. Stat. §4-28h(9)

Manufacturer

If you check any of the boxes in Part I, **enter the date** that you will start selling cigarettes:

____ - ____ - ____

Part II: Tobacco Products

 Tobacco products licenses expire June 30 of each year.

Distributor: Any person in this state (a) engaged in the business of manufacturing tobacco products, (b) who purchases tobacco products at wholesale from manufacturers or other distributors for sale, or (c) imports into this state tobacco products, at least 75% of which are to be sold

Distributor

Unclassified importer: Any person, other than a distributor, who imports, receives, or acquires tobacco products from outside this state for use or consumption in this state

Unclassified importer

If you check any of the boxes in Part II, **enter the date** that you will start selling tobacco products:

____ - ____ - ____

For DRS Use Only

Authorized Signature

Date

Effective Date

Bond Amount

Schedule A: Schedule of Vending Machine Locations (Attach list if necessary)

Make of Machine	Model Number	Name and Address of Premises Where Machines Are Located

Schedule B: Schedule of Retail Store Locations of Chain Operators (Attach list if necessary)

Tax Registration Number	Location

Declaration for Cigarette Distributors Who Will Not Purchase Unstamped Cigarettes: In accordance with the provisions of Conn. Agencies Regs. §12-293a(a)-1, the undersigned applicant for a cigarette distributor's license requests permission from DRS to be exempted from filing **Form CT-15, Monthly Tax Stamp and Cigarette Report, Resident Distributor**, or **Form CT-15a, Monthly Tax Stamp and Cigarette Report, Nonresident Distributor**, for a period corresponding with the license.

I attest: (a) I will not acquire unstamped cigarettes or cigarettes bearing tax stamps of other states in the conduct of my business; and (b) should I desire to acquire unstamped cigarettes or cigarettes bearing tax stamps of other states during the period this declaration is in effect, I know that I must immediately notify the Commissioner of Revenue Services, and that any privileges granted to me by this declaration will become null and void and I will be required to file monthly distributor's reports.

Authorized Signature _____ Title _____ Date _____

Declaration for Tobacco Products Distributors Who Will Only Purchase Tax-Paid Tobacco Products: I declare under penalty of law that, to the best of my knowledge and belief, the Connecticut tobacco products tax has previously been paid on all tobacco products to be sold by the applicant.

Authorized Signature _____ Title _____ Date _____

Declaration for All Taxpayers: I declare under penalty of law that I have examined this application (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I agree to comply, and I attest that I have complied with, the provisions of Chapter 214 of the Connecticut General Statutes, including the prohibition against selling cigarettes below cost, placement of vending machines where accessible to minors, and with all rules and regulations made under Chapter 214, and have complied with all laws of the State of Connecticut related to cigarette taxes. I understand the penalty for willfully delivering a false application to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Authorized Signature _____ Title _____ Date _____

Fee Information			Fee	Remitted
	Cigarette Dealer's License - retailer		\$25.00	\$
Cigarette Dealer's License - vending machine dealer (1 to 24 vending machines)		\$25.00	\$	
Cigarette Distributor's License - vending machine operator (25 or more vending machines)		\$1,000.00	\$	
Cigarette Distributor's License - wholesaler, importer, storage facility operator		\$1,000.00	\$	
Cigarette Distributor Chain Operator	5 to 14 retail locations under same ownership	\$250.00	\$	
	15 to 24 retail locations under same ownership	\$500.00	\$	
	25 or more retail locations under same ownership	\$1,000.00	\$	
Penalty for failure to secure cigarette license \$5 per day X _____ days		\$5 per day	\$	
Cigarette Manufacturer as defined in Conn. Gen. Stat. §4-28h(9)		\$5,000.00	\$	
Distributor of Tobacco Products		\$100.00	\$	
Tobacco Products Unclassified Importer		\$0.00	\$	
Total Remitted (Carry total amount due to Section 13 of REG-1)			\$	

REG-1 Addendum B
Admissions and Dues Tax
Dry Cleaning Surcharge
Tourism Surcharge
Motor Vehicle Rental Surcharge

Connecticut Tax Registration Number

Instructions

1. This addendum must be submitted with **Form REG-1, Business Taxes Registration Application.**
2. If you have previously been issued a Connecticut Tax Registration Number by the Department of Revenue Services (DRS), enter the number in the space provided and only complete Sections 1 through 6 and Section 14 of **Form REG-1.**
3. Fee information: There is no fee to register for any of the following taxes.

Part I: Admissions and Dues Taxes

Admissions Tax

Do you operate a place of amusement, entertainment, or recreation in Connecticut and charge an admission fee? Yes No

Dues Tax

Are you a social, athletic, or sporting club (owned or operated by its members) in Connecticut and impose dues on each member of more than \$100 annually? Yes No

Are you a social, athletic, or sporting club (owned or operated by its members) in Connecticut and impose an initiation fee on each member of more than \$100 annually? Yes No

If you answered **Yes** to either of the admissions or dues tax questions, enter tax liability start date: - -

For admissions and dues taxes, check the appropriate box. Business is active: All Year Seasonal One Time

Months of year business is active (if **Seasonal** or **One Time**): Check all appropriate boxes:

- Jan Feb Mar Apr May Jun Jul Aug Sep Oct Nov Dec

Part II: Dry Cleaning Surcharge

Are you a dry cleaning establishment in Connecticut and use chemicals to dry clean clothes or other fabrics? Yes No

Do you accept clothing or other fabrics to be cleaned by other establishments using chemicals? Yes No

If you answered **Yes** to either of the dry cleaning surcharge questions, enter the date you started or will start to operate a dry cleaning establishment in Connecticut: - -

Part III: Tourism Surcharge

A tourism surcharge is imposed, by the rental or leasing company, on the rental or lease of a passenger motor vehicle in Connecticut (regardless of where the vehicle is used) for 30 consecutive days or less.

Do you rent or lease passenger motor vehicles in Connecticut for 30 consecutive days or less? Yes No

If you answered **Yes** to the tourism surcharge question above, enter the date you started or will start renting or leasing passenger motor vehicles in Connecticut: - -

Part IV: Motor Vehicle Rental Surcharge

A motor vehicle rental surcharge is imposed, by the rental or leasing company, on the rental or lease of a passenger motor vehicle or rental truck in Connecticut (regardless of where the vehicle is used) for 30 consecutive days or less when the company is **primarily** engaged in renting or leasing of passenger motor vehicles or rental trucks.

Are you **primarily** engaged in the business of renting or leasing passenger motor vehicles or rental trucks in Connecticut for 30 consecutive days or less? Yes No

If you answered **Yes** to the motor vehicle rental surcharge question, enter the date you started or will start renting or leasing passenger motor vehicles or rental trucks in Connecticut: - -

REG-1 Addendum C
Motor Vehicle Fuels Tax
Petroleum Products Gross Earnings Tax

Connecticut Tax Registration Number

Instructions

1. This addendum must be submitted with **Form REG-1, Business Taxes Registration Application**.
2. If you have previously been issued a Connecticut Tax Registration Number by the Department of Revenue Services (DRS), enter the number in the space provided and only complete Sections 1 through 6 and Section 14 of **Form REG-1**.
3. If you are registering for the motor vehicle fuels tax, you may be required to provide additional information and post a surety bond. Contact the DRS Excise Taxes Unit at **860-541-3224** during business hours.
4. Fee information: There is no fee to register for motor vehicle fuel tax or petroleum gross earnings tax.

Definitions: Read the definitions below and check all the boxes that apply to you.

Part I: Motor Vehicles Fuels Tax

Distributor: Any person who:

- Wherever resident or located, imports fuels, or causes fuels to be imported into this state, for sale or use;
- Produces, refines, manufactures, or compounds fuels within this state;
- Distributes fuels by tank wagon in this state; or
- Stores fuels in this state in a tank or other container having a capacity equaling or exceeding 100,000 gallons.

Diesel Fuel Distributor: Any person distributing diesel fuel, propane, natural gas, jet fuel, kerosene, or biodiesel.

Diesel fuel distributor

Motor Vehicle Fuels Distributor: Any person distributing gasoline, aviation gas, ethanol, or ethanol based gasoline.

Motor vehicle fuels distributor

Tax-Paid Motor Vehicle Fuels Distributor (Purchase tax paid): Any person distributing motor vehicle fuels that includes the state excise tax at the point of purchase.

Tax-paid motor vehicle fuels distributor

Heating Oil Declaration Distributor: Any person who distributes number 2 heating oil exclusively, via tank wagon, to be sold for heating purposes only. **(You must sign this declaration.)**

Heating oil declaration distributor

Declaration for Heating Oil Only Distributor: I declare under penalty of law that, to the best of my knowledge and belief, all fuel sold by the applicant is used exclusively for heating purposes.

Authorized Signature

Title

Date

Exporter: Any person, not licensed as a distributor in Connecticut who purchases fuel exclusively for export outside the State of Connecticut and is licensed as a distributor in that state.

Motor Vehicle Fuels Exporter: Any person exporting diesel fuel, jet fuel, propane, natural gas, gasoline, aviation gas, or gasohol.

Motor vehicle fuels exporter

Provide state of destination: _____ Distributor's license no. in that state: _____

Aviation Fuel Dealer: Any person whose place of business is located upon an established airport within this state and who purchases fuel from a licensed distributor for sale directly into the fuel tank of any aircraft or aircraft engine.

Aviation fuel dealer

If you check any of the boxes in Part I, **enter the date** you will start selling motor vehicle fuels:

____ - ____ - ____
m m d d y y

Part II: Petroleum Products Gross Earning Tax

Petroleum Products Gross Earnings: Any company that sells petroleum products whose gross earnings are derived from the first sale of petroleum products in Connecticut, or any company that imports, or causes to be imported, petroleum products into Connecticut for sale, use, or consumption in Connecticut.

Petroleum products gross earnings

If you check the box in Part II, **enter the date** you will start selling petroleum products:

____ - ____ - ____
m m d d y y

Number of gallons of motor vehicle fuel or diesel fuel you expect to sell each month in Connecticut: _____

For DRS Use Only

Authorized Signature

Date

Effective Date

Bond Amount

REG-1 Addendum D
Alcoholic Beverages Tax

Connecticut Tax Registration Number

Instructions

1. This addendum must be submitted with **Form REG-1, Business Taxes Registration Application**.
2. If you have previously been issued a Connecticut Tax Registration Number by the Department of Revenue Services (DRS), enter the number in the space provided and only complete Sections 1 through 6 and Section 14 of **Form REG-1**.
3. If you are registering as an alcoholic beverage distributor, you will be required to provide additional information and post a surety bond. Contact the DRS Excise Taxes Unit at **860-541-3224** during business hours.
4. Fee information: There is no fee to register for an alcoholic beverages license.

Definitions: Read the definitions below and check all the boxes that apply to you.

Alcoholic Beverages Distributor Alcoholic beverages licenses expire June 30 of each year.

Class

Wholesale Distributor: Distributor means any person who holds a wholesaler's or manufacturer's permit under Title 30, Chapter 545, of the Liquor Control Act. Licensed distributor means a distributor holding a license issued by DRS. Such entity will receive product from manufacturers and importers and sell to retail establishments.

Wholesale distributor

Small Farm Winery: A winery that produces still wine containing not more than 21% alcohol, produced by a person who produces not more than 55,000 wine gallons of wine during a calendar year

Small farm winery

Brewpub: Any person allowed to manufacture, store, and bottle beer for consumption on premise. The retail sale of alcoholic beverages on the premise is allowed provided the holder of the permit produces at least 5,000 gallons of beer on premise annually

Brewpub

Microbrewer: Any person allowed to manufacture, store, and bottle beer provided the holder of the permit produces at least 5,000 gallons of beer on premise annually

Microbrewer

Manufacturer: Any person allowed to manufacture alcoholic beverages and to store, process, and distribute alcoholic beverage products on a wholesale level in the state

Manufacturer

Enter the date that you will start acquiring or manufacturing alcoholic beverages:

		-			-				
m	m		d	d		y	y		

Location of Connecticut business office:

Street address	City
----------------	------

Location of Connecticut warehouse:

Street address	City
----------------	------

Location of Connecticut bonded warehouse:
 (If applicable)

Street address	City
----------------	------

Approved by U.S. Treasury/Tax and Trade Board

Yes No

Approved by Connecticut Consumer Protection/Liquor Control Board

Yes No

Product tested at Connecticut Agricultural Experiment Station

Yes No

Declaration for Small Farm Wineries Only: I declare, under the penalty of false statement, that I have examined this application, and to the best of my knowledge and belief it is true, complete, and correct. The applicant named above will produce not more than 55,000 wine gallons of wine during the year. I understand the penalty for willfully delivering a false application to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both.

Authorized Signature

Title

Date

For DRS Use Only

Authorized Signature

Date

Effective Date

Bond Amount

REG-1 Addendum E
Community Antenna Television Company
Satellite Company
Railroad Companies
Solid Waste Assessment
Suppliers of Natural Gas
Utility Companies

Connecticut Tax Registration Number

Instructions

1. This addendum must be submitted with **Form REG-1, Business Taxes Registration Application.**
2. If you have previously been issued a Connecticut Tax Registration Number by the Department of Revenue Services (DRS), enter the number in the space provided and only complete Sections 1 through 6 and Section 14 of **Form REG-1.**
3. Fee information: There is no fee to register for any of the following taxes.

- Community Antenna Television Company:** Any person owning, leasing, maintaining, operating, managing, or controlling a community antenna television system for the purpose of providing the service for hire and includes any municipality which owns or operates one or more plants for the manufacture or distribution of electricity and seeks to obtain or obtains a certificate of public convenience and necessity to construct or operate a community antenna television system. Community Antenna Television Company
- Satellite Company:** Any person that transmits video programming by satellite to Connecticut. Satellite Company
- Railroad Companies:** Any person owning, leasing, maintaining, operating, managing, or controlling any railroad, or any cars or other equipment employed on or connected with a railroad, for public or general use. Railroad Company
- Solid Waste Assessment:** Imposed on owners of mixed municipal solid waste landfills for all solid waste disposed of at the landfill. Solid Waste Assessment
- Suppliers of Natural Gas:** Any person that sells natural gas to an end user in Connecticut. Suppliers of Natural Gas
- Utility Companies**
- Electric Distribution Company:** Any person providing electric distribution services within Connecticut. Electric Distribution Company
- Participating Municipal Electric Utility:** A municipal electric utility or any other electric utility owned, leased, maintained, operated, managed, or controlled by any unit of local government to provide electric generation services to end use customers outside its service area. Municipal Electric Utility
- Gas Company:** Any person owning, leasing, maintaining, operating, managing, or controlling mains, pipes, or other fixtures, in public highways or streets, for the transmission or distribution of gas for sale for heat or power within Connecticut or engaged in the manufacture of gas to be transmitted or distributed. Gas Company

If you checked any of the boxes above, **enter the start date:** / / - / / - / / - / /

If you are registering for more than one tax type, complete and submit one Addendum E for each tax type.

**Power of Attorney
 Form LGL-001**

Part I: Who is Giving a Power of Attorney to Another Person?

Taxpayer's Name			Social Security Number
Spouse's Name <i>(Personal income tax only)</i>			Social Security Number
Mailing Address			CT Tax Registration Number
City	State	Zip Code	Federal Employer ID Number

Taxpayer is:

- Individual (for an income or individual use tax return filed by that individual or a joint income tax return filed by the individual and his or her spouse)
 Corporation Partnership Sole Proprietorship Trust (other than a business trust)
 Estate Business Trust Limited Liability Company Other (specify)

Part II: To Whom is a Power of Attorney Given?

The taxpayer(s) named above appoints the following individual(s) as attorney(s)-in-fact to represent the taxpayer(s) before the Department of Revenue Services (DRS) for the following tax matters. Specify all tax types and periods affected. Use the date of death for succession and estate taxes.

Name	Address	Telephone Number

Type of Tax (Corporation Business Tax, Admissions Tax, etc.)	Year(s) or Period(s)

Part III: What Powers Are Given to Another Person?

Any of the attorney(s)-in-fact are authorized, subject to revocation, to receive confidential information and to perform on behalf of the taxpayer(s) the following acts for the tax matters described above. The authority does not include the power to sign certain returns unless specifically stated below. *(See instructions.)*

Check the boxes for the powers given

- | | | |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------|-------|
| <input type="checkbox"/> To receive, but not to endorse and collect, checks (made payable to the taxpayer mentioned above) in payment of any refund of Connecticut taxes, penalties or interest. | _____ | _____ |
| <input type="checkbox"/> To execute waivers (including offers of waivers) of restrictions on assessment or collection of deficiencies in tax and waivers of notice of disallowance of a claim for credit or refund. | _____ | _____ |
| <input type="checkbox"/> To execute consents extending the statutory period for assessment or collection of tax. | _____ | _____ |
| <input type="checkbox"/> To execute closing agreements under Conn. Gen. Stat. §12-2e. | _____ | _____ |
| <input type="checkbox"/> To delegate authority or to substitute another representative. | _____ | _____ |
| <input type="checkbox"/> To represent the taxpayer(s) named above before DRS. | _____ | _____ |
| <input type="checkbox"/> To sign returns <i>(See instructions.)</i> | _____ | _____ |

This power of attorney revokes all previous powers of attorney on file with DRS for the same tax matters and years or periods covered by this power of attorney, except the following:

(Specify to whom granted and date, or refer to attached copies of previous powers)

Name	Date

Part IV: Declaration of Person Other Than the Taxpayer

I am not the taxpayer identified in Part I. I have been authorized by the taxpayer to execute this power of attorney on behalf of the taxpayer and I am permitted by the instructions on this **Form LGL-001** to execute this power of attorney.

I declare under the penalty of false statement that I have examined this document and that to the best of my knowledge and belief it is true, complete, and correct. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars, or both.)

Signature _____ Title _____ Date _____

Instructions

Use **Form LGL-001, Power of Attorney**, to authorize one or more individuals to represent you before the Department of Revenue Services (DRS). Your authorization allows your representative(s) to receive and inspect confidential tax information and to act on your behalf in matters before DRS.

Part I: Who is Giving a Power of Attorney to Another Person?

Provide your name and address, and either your Social Security Number or CT Tax Registration Number and Federal Employer Identification Number. Do not use your representative's address as your own. **Your spouse's name is not required except for personal income tax returns.** If you are filing a joint personal income tax return and you and your spouse have the same representative(s), include your spouse's name and Social Security Number in the space provided. Otherwise, each spouse is required to file an **LGL-001** on their own behalf.

Check the box that describes the taxpayer.

Part II: To Whom is a Power of Attorney Given?

Provide the name, address, and telephone number of the person(s) designated by you to be your attorney(s)-in-fact.

Enter the tax type and the tax periods or tax years that are the subject of this power of attorney. Be specific about the type of tax at issue. Please refer to the following examples:

- Withholding Tax
- Income Tax
- Sales and Use Taxes
- Corporation Business Tax
- Admissions, Dues, and Cabaret Tax
- Succession Tax
- Gift Tax
- Motor Vehicle Fuels Tax
- Gross Earnings Tax (petroleum, gas, hospital, CATV)
- Cigarette Tax Distributor
- Individual Use Tax

The terms *years* and *periods* can indicate various time frames. For example, a *tax year* may be a calendar year of 1/1/99 through 12/31/99 or a fiscal year of 7/1/98 through 6/30/99 for corporation tax. A *tax period* may have one or more monthly or quarterly periods. For example, a sales and use tax period of 1/1/97 through 12/31/99 may contain 36 monthly or 12 quarterly periods. Please be specific.

Part III: What Powers Are Given to Another Person?

You must check **each** act that you are granting your attorney-in-fact to perform in matters before DRS. You or an authorized

individual (for example, a principal officer in the case of a corporation) **must sign** the form in the space provided confirming each act that your attorney-in-fact will perform. If a tax matter concerns a joint return, **both** husband and wife must sign in the space provided if they wish the same representative(s).

Authority to sign your return: Conn. Agencies Regs. §12-725-1(b) allows an agent, or a fiduciary charged with the care of the person or property of the taxpayer to make and sign a return only when illness, absence, minority or other good cause prevents the person required or permitted to make or file any Connecticut return from doing so. You **must** state a reason why the taxpayer cannot sign the return.

Who may execute this Power of Attorney?

- Any individual, if the request pertains to a personal income or individual use tax return filed by that individual (or by an individual and his or her spouse if the request pertains to a joint income tax return);
- A limited liability company (LLC) member, if the taxpayer is an LLC and there is no manager, or a manager, if the taxpayer is an LLC and there are managers;
- The sole proprietor, if the taxpayer is a sole proprietorship;
- A general partner, if the taxpayer is a partnership or a limited partnership;
- The administrator or executor, if the taxpayer is an estate;
- The trustee, if the taxpayer is a trust;
- If the taxpayer is a corporation, a principal officer or corporate officer who has legal authority to bind the corporation; any person who is designated by the board of directors or other governing body of the corporation; any officer or employee of the corporation upon written request signed by a principal officer of the corporation and attested by the secretary or other officer of the corporation; or any other person who is authorized to receive or inspect the corporation's return or return information under I.R.C. §6103(e)(1)(D);
- The successor, receiver, guarantor or any assignee of the taxpayer;
- The authorized representative of any of the above.

Part IV: Declaration of Person Other Than the Taxpayer

This section must be signed only if the person **executing the power of attorney** in Part III is an individual other than the taxpayer identified in Part I. For example, the taxpayer is other than a natural person (an estate) and an individual is executing the power of attorney in Part III (the executor). In that case, DRS requires the signature of the individual who is the authorized representative of the taxpayer. Otherwise, no signature is required for this section.

LGL-002
Request for Disclosure of
Tax Return or Tax Return Information

Part 1 — Who Is Entitled to Make This Request?

- The sole proprietor, if the taxpayer is a sole proprietorship;
- A general partner, if the taxpayer is a partnership or a limited partnership;
- The administrator or executor, if the taxpayer is an estate;
- The trustee, if the taxpayer is a trust;
- A member, if the taxpayer is a limited liability company that is not managed by managers; or a manager, if the taxpayer is a limited liability company that is managed by managers;
- A principal officer, if the taxpayer is a corporation (See Part 6 below);
- The successor, receiver, guarantor or assignee of the taxpayer;
- The authorized representative of any of the above; and
- Any individual, if the request is for an income tax return filed by that individual (or filed by that individual and his or her spouse if the request is for a joint income tax return). (Check the applicable box in Part 2 and Part 3.)

Mail or hand-deliver this request to the address above, Attn: Director, Taxpayer Services Division. Please put the caption **Request for Tax Return or Tax Return Information** on the envelope.

Part 2 — Whose Returns Are You Requesting?

Taxpayer Name				Social Security Number
Business Name				CT Tax Registration Number
Street Address	City	State	ZIP Code	Federal Employer ID Number

Taxpayer is: (Check box)

- Corporation
 Partnership
 Sole Proprietorship
 Trust (other than a business trust)
 Estate
 Individual
 Limited Liability Company
 Business Trust
 Other (specify) _____

Part 3 — Information Requested: (Copy of Return) For Tax Periods: _____

- Income Tax
 Sales and Use Tax
 Corporation Tax
 Copy of Audit Workpapers
 Account Reconciliation
 Gift Tax
 Other Return Type _____
 Other (specify) _____

Part 4 — What is Your Status?

Check a box

- | | | |
|--------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------|
| <input type="checkbox"/> Sole Proprietor
(Check box in Part 2.) | <input type="checkbox"/> Partner (Check box for partnership in Part 2; attach partnership agreement.) | <input type="checkbox"/> Guarantor (Attach guaranty.) |
| <input type="checkbox"/> Receiver
(Attach certificate of appointment.) | <input type="checkbox"/> Trustee (Check appropriate box for trusts in Part 2; attach trust agreement.) | <input type="checkbox"/> Other (Specify) |
| <input type="checkbox"/> Successor
(Attach agreement.) | <input type="checkbox"/> Assignee
(Attach assignment.) | <input type="checkbox"/> Individual |
| <input type="checkbox"/> Authorized Representative
(Attach LGL-001, Power of Attorney.) | <input type="checkbox"/> Executor or Administrator
(Check box for estate in Part 2; attach Certificate of Appointment.) | <input type="checkbox"/> Principal Officer (Check box for corporation in Part 2; attach last annual report filed with Secretary of the State.) |
- Member of a limited liability company that is not managed by managers (Check box for limited liability company in Part 2.)
 Manager of a limited liability company that is managed by managers. (Check box for limited liability company in Part 2.)

Part 5 — What is Your Name and Mailing Address?

Name of Person Making Request		Telephone Number	Email Address, if available	
Street Address	City	State	ZIP Code	

Part 6 — Declaration

I declare that if I am not the taxpayer identified above, I have been authorized by that taxpayer to execute this request on behalf of the taxpayer, and I am permitted by the instructions on this form to make this request. (Attach LGL-001, Power of Attorney.)

I declare under penalty of law that I have examined this return (including any accompanying schedules and statements) and, to the best of my knowledge and belief, it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, or imprisonment for not more than five years, or both. The declaration of a paid preparer other than the taxpayer is based on all information of which the preparer has any knowledge.

Signature	Title	Date
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Instructions

Use **Form LGL-002, Request for Disclosure of Tax Return or Tax Return Information**, to request copies of tax returns, tax return information, or certain other documents, such as audit workpapers, from the Department of Revenue Services (DRS).

Part 1: Who Is Entitled to Make This Request?

- Any individual, if the request is for an income tax return filed by that individual (or filed by that individual and his or her spouse if the request is for a joint income tax return);
- A limited liability company (LLC) member, if the taxpayer is an LLC and has no manager, or a manager, if the taxpayer is an LLC and has managers;
- The sole proprietor, if the taxpayer is a sole proprietorship;
- A general partner, if the taxpayer is a partnership or a limited partnership;
- The administrator or executor, if the taxpayer is an estate;
- The trustee, if the taxpayer is a trust;
- If the taxpayer is a corporation, a principal officer or corporate officer who has legal authority to bind the corporation; any person who is designated by the board of directors or other governing body of the corporation; any officer or employee of the corporation upon written request signed by a principal officer of the corporation and attested by the secretary or other officer of the corporation; or any other person who is authorized to receive or inspect the corporation's return or return information under I.R.C. §6103(e)(1)(D);
- The successor, receiver, guarantor, or any assignee of the taxpayer; or
- The authorized representative of any of the above.

Part 2: Whose Returns Are You Requesting?

Provide the taxpayer's name, dba, address, Social Security Number, Connecticut Tax Registration Number, and Federal Employer Identification Number, if applicable.

Check the box that indicates the type of taxpayer for which a tax return or tax return information is being requested.

Part 3: Information Requested

Check the tax type and enter the tax periods or tax years for which you are requesting a tax return or tax return information. The terms *years* and *periods* can indicate various time frames. For example, a *tax year* may be a calendar year of 1/1/99 through 12/31/99 or a fiscal year of 7/1/98 through 6/30/99 for corporation tax. A *tax period* may have one or more monthly or quarterly periods. For example, a sales and use tax period of 1/1/97 through 12/31/99 may contain 36 monthly or 12 quarterly periods. Please be specific.

Part 4: What Is Your Status?

Check the box that indicates your relationship to the taxpayer for whom you are requesting a copy of a tax return or tax return information. You must also attach the requested documentation to support the status that entitles you to make this request.

Part 5: What Is Your Name and Mailing Address?

Provide the requested information so a DRS representative can contact you if we need additional information.

Part 6: Declaration

You must sign the declaration section of LGL-002. Only the taxpayer or an authorized representative listed in Part 1 can sign this section. For example, the taxpayer is other than a natural person (an estate), DRS requires the signature of the individual who is the authorized representative of the taxpayer.

Limited Power of Attorney LGL-003

LGL-003 gives another person authority to receive blank tax returns, return information and refund checks for a taxpayer.

Who is Giving a Limited Power of Attorney to Another Person?

Taxpayer's Name	Social Security Number
Spouse's Name	Social Security Number
Street Address	CT Tax Registration Number
City	State
Zip Code	Federal Employer Identification Number

Taxpayer is:

- Any individual (for an income or individual use tax return filed by that individual or a joint income tax return filed by the individual and his or her spouse)
- Corporation Partnership Sole Proprietorship Trust (other than a business trust)
 Estate Business Trust Limited Liability Company Other (specify)

To Whom is a Limited Power of Attorney Given?

The above-named taxpayer hereby appoints the following individual(s) as attorney(s)-in-fact to be mailed blank tax returns, return information, including notices of assessment, billing statements, credit notices, refund checks (made payable to the above-named taxpayer), and other items that pertain to the taxpayer and that would otherwise be mailed directly to the taxpayer.

Name	Address	Telephone Number
Type of Tax (Corporation Business Tax, Admissions Tax, etc.)	Year(s) or Period(s)	

Any of the attorney(s)-in-fact are authorized, subject to revocation, to receive blank returns and the information specified above, but are not authorized to represent the above-named taxpayer before any division of the Department of Revenue Services (DRS). This limited power of attorney revokes all earlier similar powers on file with DRS for the same tax matter and years or periods covered by this power of attorney.

Who May Execute This Limited Power of Attorney?

- Any individual, if the request pertains to an income or individual use tax return filed by that individual (or by an individual and his or her spouse if the request pertains to a joint income tax return)
- A limited liability company (LLC) member, if the taxpayer is an LLC that is not managed by managers, or a manager, if the taxpayer is an LLC that is managed by managers
- The sole proprietor, if the taxpayer is a sole proprietorship
- A general partner, if the taxpayer is a partnership or a limited partnership
- The administrator or executor, if the taxpayer is an estate
- The trustee, if the taxpayer is a trust
- A principal officer, if the taxpayer is a corporation
- The successor, receiver, guarantor or assignee of the taxpayer
- The authorized representative of any of the above

Declaration

I hereby declare that if I am not the taxpayer identified above, I have been authorized by that taxpayer to execute this power of attorney on behalf of the taxpayer and I am permitted by the instructions on this form (LGL-003) to execute this power of attorney.

I understand that I am authorizing DRS to mail blank tax returns, not to the taxpayer, but to the person(s) that I have appointed in this limited power of attorney, and I acknowledge that the taxpayer's duty to file timely tax returns is in no way diminished.

I understand that I am authorizing DRS to mail return information, including but not limited to notices of assessment and billing statements, and other correspondence, not to the taxpayer, but to the person(s) that I have appointed in this limited power of attorney. I acknowledge that the period within which the taxpayer is permitted to file any petition for reassessment begins to run once DRS mails the notice of assessment to the person(s) that I have appointed in this limited power of attorney.

I declare under the penalty of false statement that I have examined this document and, to the best of my knowledge and belief it is true, correct and complete. (The penalty for false statement is imprisonment not to exceed one year or a fine not to exceed two thousand dollars.)

Print your name

Print your title

Signature

Date



REQUEST FOR ISSUANCE OF A RULING

LGL-006

Name of taxpayer	
Address of taxpayer	
Connecticut tax registration number, if any	Federal employer identification number or social security number

- | | YES | NO |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------|--------------------------|
| 1. Does this request involve a prospective (as opposed to a consummated) transaction? | <input type="checkbox"/> | <input type="checkbox"/> |
| 2. Does this request involve an issue that is the same or similar to one: | | |
| A. being considered by the Department in connection with an audit examination of this taxpayer? | <input type="checkbox"/> | <input type="checkbox"/> |
| B. being appealed to the Appellate Division of the Department by this taxpayer? | <input type="checkbox"/> | <input type="checkbox"/> |
| C. being litigated in the Connecticut courts by this taxpayer? | <input type="checkbox"/> | <input type="checkbox"/> |
| D. being considered by the Department in connection with a claim for refund made by this taxpayer? | <input type="checkbox"/> | <input type="checkbox"/> |
| 3. Is this taxpayer undergoing an audit examination by the Department with respect to any issue or tax? | <input type="checkbox"/> | <input type="checkbox"/> |
| 4. Has this taxpayer been notified concerning a pending audit examination by the Department with respect to any issue or tax? | <input type="checkbox"/> | <input type="checkbox"/> |
| 5. Does this request involve an issue that is clearly and adequately addressed by a statute, regulation or decision of the Connecticut or federal courts or by a declaratory ruling, ruling, Special Notice, Policy Statement or tax return instruction that has been issued by the Department? | <input type="checkbox"/> | <input type="checkbox"/> |
| 6. Has the taxpayer previously been issued a ruling on the same or a similar issue by the Department?
<i>(If "yes", attach a copy of the ruling)</i> | <input type="checkbox"/> | <input type="checkbox"/> |
| 7. Has a representative been authorized to request the issuance of a ruling on behalf of this taxpayer? <i>(If "yes" enter the name and address of the representative. The representative must be an individual or individuals and may not sign declaration below.)</i> | <input type="checkbox"/> | <input type="checkbox"/> |

8. Enter name and address to which the original of the ruling and other correspondence is to be mailed.

DECLARATION

Only an individual having personal knowledge of the facts may sign the declaration below. An authorized representative may not sign the declaration. If this taxpayer is a corporation, partnership or trust or estate, the individual signing the declaration on behalf of the taxpayer must be a corporate officer, general partner or fiduciary, as the case may be.

Under the penalty of false statement, I declare that I have personal knowledge of the facts involved in this request and that I have examined this request, including accompanying documents, and, to the best of my knowledge and belief, the facts presented in support of this request are true, correct and complete.

Signature _____ Date _____

Print or Type Name _____ Print or Type Title _____

The procedures that a taxpayer or authorized representative must comply with in requesting the issuance of a ruling and the procedures that the Department follows in issuing a ruling are described in PS 91(6.2). To obtain a copy call 860-297-5962 or 1-800-382-9463 (in-state). Telecommunications Device for the Deaf (TDD/TT) users only call 860-297-4911.

Ordering 2004 Connecticut Package X

The **2004 Connecticut Package X** contains over 100 of the most frequently used Connecticut tax forms and instructions. Included in the Package X are year 2004 forms and instructions for the following Connecticut taxes: income tax, sales and use taxes, corporation business tax, business entity tax, and gift tax. Year 2005 withholding tax forms are also included.

New for 2004, the Connecticut Package X is also available on CD. The cost of the 2004 Connecticut Package X is \$15.25 for each mail-order paper copy and \$3.50 for each mail-order CD copy (Connecticut sales tax and postage included).

To order, fill out the information and mailing label below. Mail it and a check or money order for the total amount due to:

Department of Revenue Services
Forms Unit - Package X
25 Sigourney Street
Hartford CT 06106-5032

Connecticut Package X will be available in January 2005. For more information, contact the DRS Forms Unit at 860-297-4753.

Note: If you pick up the 2004 Connecticut Package X at the Department of Revenue Services, Registration Section, 25 Sigourney Street, Hartford CT, the cost is \$9.00 for each paper copy and \$2.50 for each CD copy (Connecticut sales tax included).

	(Quantity Ordered)		(Amount Due)
Paper copy	<input style="width: 100px; height: 25px;" type="text"/>	x \$15.25 =	<input style="width: 100px; height: 25px;" type="text"/>
CD copy	<input style="width: 100px; height: 25px;" type="text"/>	x \$3.50 =	<input style="width: 100px; height: 25px;" type="text"/>
Total amount due			<input style="width: 100px; height: 25px;" type="text"/>

Make check or money order payable to: DRS

Name: _____
Address: _____

FORM CT-8822

Change of Address

(Rev. 12/01)

Please type or print. See instructions on reverse. Do not attach this form to your return.

Part I Complete This Part to Change Individual Income Tax and Gift Tax Address Information

Check **ALL** boxes this change affects:

1. Connecticut individual income tax returns (Forms CT-1040, CT-1040EZ, and CT-1040NR/PY)
 If your last return was a joint return and you are now establishing a residence separate from the spouse with whom you filed that return, check here
2. Connecticut gift tax return (Form CT-709)

3a. Your First Name, Middle Initial, and Last Name	3b. Your Social Security Number
4a. Spouse's First Name, Middle Initial, and Last Name	4b. Spouse's Social Security Number

5. Prior Name(s). (See instructions)

6a. Your Old Address (No., Street, City or Town, State, and ZIP Code). If a PO Box or foreign address, see instructions. Apt. No.

6b. Spouse's Old Address, if different from Line 6a (No., Street, City or Town, State, and ZIP Code). If a PO Box or foreign address, see instructions. Apt. No.

7. New Address (No., Street, City or Town, State, and ZIP Code). If a PO Box or foreign address, see instructions.	Apt. No.
---------------------------------------------------------------------------------------------------------------------------	----------

8. Effective Date of Address Change: 9. Reason for Address Change:

Part II Complete This Part to Change Business Mailing Address or Business Location, Including Trusts and Estates

Check **ALL** boxes this change affects:

10. Other income tax returns (Forms CT-1041, CT-1065, CT-1120SI, etc.)
11. Business returns
12. Business location

13a. Business Name	13b. CT Tax Registration Number	13c. Federal Employer ID Number
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14. Old Mailing Address (No., Street, City or Town, State, and ZIP Code). If a PO Box or foreign address, see instructions. Room or Suite No.

15. Old Business Location (No., Street, City or Town, State, and ZIP Code). If a foreign address, see instructions. Room or Suite No.

16. New Mailing Address (No., Street, City or Town, State, and ZIP Code). If a PO Box or foreign address, see instructions.	Room or Suite No.
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17. New Business Location (No., Street, City or Town, State, and ZIP Code). If a foreign address, see instructions.	Room or Suite No.
----------------------------------------------------------------------------------------------------------------------------	-------------------

18. Effective Date of Address Change: 19. Reason for Address Change:

Part III Signature

Please Sign Here	Your Signature	Date	Spouse's Signature (if joint return)	Date
	(If Part II completed) Signature of Owner, Officer, or Representative	Date	Title	
	Daytime Telephone Number (Optional) ()			

FORM CT-8822

Instructions

Purpose

Use **Form CT-8822** to notify the Connecticut Department of Revenue Services (DRS) that you changed your home or business mailing address, or the physical location of your business.

If this change affects the mailing address of your children who filed Connecticut income tax returns, complete and file a separate **Form CT-8822** for each child.

If you received a Connecticut tax return with an incorrect address on the preprinted mailing label, and a return has not yet been filed, note the new address on the return. There is no need to file this form. If a return is not due at this time or a return with the corrected address information was not filed, use this form to notify DRS of the new address.

NOTE: If the change of address occurred after the return was filed and a refund is expected, also notify the post office serving the old address. This will help forward the refund to the proper address.

Prior Name(s)

If you or your spouse changed your name due to marriage, divorce, etc., complete Line 5.

PO Box

If the post office does not deliver mail to your street address, show the PO box number instead of the street address.

Apartment Number or Suite

Be sure to include any apartment, room, or suite number in the space provided.

Foreign Address

If the address is outside the United States or its possessions or territories, enter the information in the following order: Number, Street, City, Province or State, Postal Code, and Country. **Do not** abbreviate the country name.

Signature

If you are completing Part I, you must sign this form and in the case of a joint return, both you and your spouse must sign this form. In the case of gift tax, the donor must sign this form.

Part II requires the owner, an officer, or a representative of the business entity to sign this form. An officer is the president, vice president, treasurer, chief accounting officer, etc. A representative is a person who has a valid Power of Attorney to handle tax matters. If you are a representative signing for the taxpayer, attach a copy of your Power of Attorney to **Form CT-8822**. In the case of trusts and estates, the fiduciary or an officer representing the fiduciary must sign this form.

Where to File

Mail to: Department of Revenue Services
State of Connecticut
Registration Unit
PO Box 2937
Hartford CT 06104-2937

CONNECTICUT FAST-FILE PROGRAM

Did you know that businesses may be able to *Fast-File* their sales and use tax, business use tax, room occupancy tax, or income tax withholding returns?

DRS *Fast-File* is a fast, easy, secure, and paperless way to file and pay certain business taxes electronically over the Internet or by touch-tone telephone. For information about the Connecticut *Fast-File* Program, visit the DRS Web site at: www.drs.state.ct.us, or call 1-800-382-9463 (toll-free from within Connecticut) or 860-297-5962 (from anywhere). If you are already registered for sales and use tax, business use tax, income tax withholding, or room occupancy tax, you can make a change to your business name, trade name, mailing address, or physical location using *Fast-File* on the internet. Log on to the DRS Web site and click on the *Fast-File Program* button.





MISSION STATEMENT

The Mission of the
Connecticut Department of Revenue Services
is to administer the tax laws of the State of Connecticut
and collect the tax revenues
in the most cost effective manner;
achieve the highest level of voluntary compliance
through accurate, efficient and courteous customer services;
and perform in a manner
which instills public confidence in the integrity
and fairness of the state's tax programs.

State of Connecticut
Department of Revenue Services
25 Sigourney Street
Hartford CT 06106

**ELECTRONIC
FILING
OPTIONS**



File Form CT-1040 EXT over the internet using WebFile.
Visit: www.ct.gov/DRS

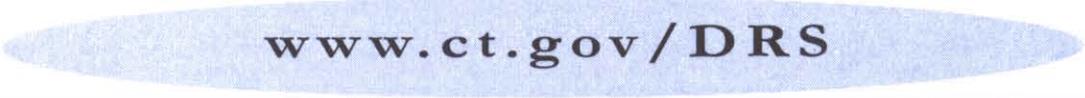
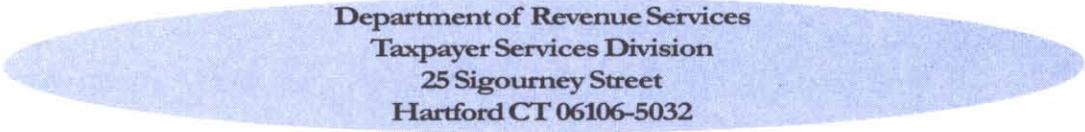
Check this booklet for additional details!



File your federal and Connecticut returns together using e-file!

Visit: www.irs.gov/efile

CONNECTICUT TAX ASSISTANCE

	FOR TAX INFORMATION	FORMS AND PUBLICATIONS	
Internet	DRS Web site: 		
Telephone	CONN-TAX 1-800-382-9463 (in-state) or 860-297-5962 (from anywhere) TTY, TDD, and Text Telephone users only may transmit inquiries anytime by calling 860-297-4911.		From a touch-tone phone call: 1-800-382-9463 (in-state) and select Option 2, or 860-297-4753 (from anywhere) DRS TaxFax - Call 860-297-5698 from the handset attached to your fax machine and select from the menu.
			
Write			
Walk-in Offices Free personal taxpayer assistance and forms are available by visiting our offices, Monday through Friday, 8:00 a.m. to 5:00 p.m. Call CONN-TAX for directions to DRS offices.	Location	Address	Phone
	Bridgeport	10 Middle Street	203-336-7890
	Hartford	25 Sigourney Street	860-297-5962
	Norwich	2 Cliff Street	860-425-4123
	Hamden	3074 Whitney Avenue, Building #2	203-287-8243
	Waterbury	55 West Main Street, Suite 100	203-805-6789
	* IF YOU REQUIRE SPECIAL ACCOMMODATIONS, PLEASE ADVISE THE DRS REPRESENTATIVE *		
FEDERAL TAX INFORMATION For questions about federal taxes , contact the Internal Revenue Service (IRS) at 1-800-829-1040 or visit: www.irs.gov To order federal tax forms , call: 1-800-829-3676.		STATE WIDE SERVICES For information on statewide services and programs, visit the ConneCT Web site at www.ct.gov	

Department of Revenue Services
 State of Connecticut
 25 Sigourney Street
 Hartford CT 06106-5032