

Form CT-1120 FCIC

Fixed Capital Investment Tax Credit

2024

For Income Year Beginning: _____, **2024** and Ending: _____.

Corporation name	Connecticut Tax Registration Number
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Complete this form in blue or black ink only. Do not use staples.
 Please note that each form is year specific. The correct year's form **must** be used.
 Use **Form CT-1120 FCIC** to claim the credit allowed under Conn. Gen. Stat. § 12-217w.

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, class life, 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 IRC § 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 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 must 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 must recapture 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

See the *Guide to Connecticut Business Tax Credits* available on the Department of Revenue Services (DRS) website at portal.ct.gov/DRS.

Part I - Credit Computation			
1.	Enter fixed capital investment expenditures made during the 2024 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.	3.	
4.	Tax credit: Multiply Line 3 by 5% (.05). Enter here and on Form CT-1120K , Part I-C, Column B.	4.	

Part II - Computation of Carryforward - Credit may be carried forward to five succeeding income years. See instructions below.						
		A Total Credit Earned	B Credit Applied 2019 Through 2023	C Carryforward to 2024 Subtract Column B from Column A.	D Credit Applied to 2024	E Carryforward to 2025
1.	2019 Form CT-1120 FCIC, Part I, Line 4					
2.	2020 Form CT-1120 FCIC, Part I, Line 4					
3.	2021 Form CT-1120 FCIC, Part I, Line 4					
4.	2022 Form CT-1120 FCIC, Part I, Line 4					
5.	2023 Form CT-1120 FCIC, Part I, Line 4					
6.	2024 Form CT-1120 FCIC, Part I, Line 4					
7.	Total Fixed Capital Investment tax credit applied to 2024: Add Lines 1 through 6, Column D.					
8.	Total Fixed Capital Investment tax credit carryforward to 2025: Add Lines 2 through 6, Column E.					

Computation of Carryforward Instructions

Lines 1 through 6, Columns A through D - Enter the amount for each corresponding year.

Lines 2 through 5, Column E - Subtract Column D from Column C.

Line 6, Column E - Subtract Line 6, Column D from Line 6, Column A.

Members included in 2024 Form CT-1120CU, *Combined Unitary Corporation Business Tax Return*:

Include in Column D credits shared to and used by another member of the combined group.

Part III - Computation of Recapture - See instructions below.			
1.	Enter the amount of Fixed Capital Investment tax credit to be recaptured at 50%. Attach detailed schedule.	1.	
2.	Multiply Line 1 by 50% (.50).	2.	
3.	Enter the amount of Fixed Capital Investment tax credit to be recaptured at 100%. Attach detailed schedule.	3.	
4.	Total recapture amount: Add Line 2 and Line 3. Enter total here and on Form CT-1120, Schedule C , Line 1c or Form CT-1120CU , Part I, Line 8.	4.	

Computation of Recapture Instructions

The corporation is required to recapture 50% of the credit allowed if the fixed capital for which the credit was applied 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.

The corporation is required to recapture 100% of the credit allowed if the fixed capital for which the credit was applied 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.

Recapture is required in the income year following the income year during which the three-year or five-year period expires. A corporation may also elect to recapture earlier than is required.

The corporation should include the amount of the credit to be recaptured for capital held at least three years, but less than five years in Line 1 and the amount of the credit to be recaptured for capital held for less than three years in Line 3.