



STATE OF CONNECTICUT DEPARTMENT OF REVENUE SERVICES

Alert Regarding Instructions to Form CT-1120CU-NI, Part III, Line 7

Gains Adjustment

This Alert provides an amended Gains Adjustment Worksheet, which was updated for combined unitary taxpayers that report income or loss on federal Form 4797, Part II, Line 17. Use the worksheet below instead of the “Gains Adjustment Worksheet” on page 29 of the 2016 **Form CT-1120CU** Booklet. All taxpayers may use this updated worksheet.

If you have any questions, call DRS at 800-382-9463 (Connecticut calls outside the Greater Hartford calling area only); or 860-297-5962 (from anywhere).

Form CT-1120CU-NI, Part III, Line 7 Gains Adjustment - Updated Worksheet

Member #: _____

| | |
|---|----|
| 1. Enter the capital gain net income reported on Part I, <i>Combined Group Total</i> , Line 29.* | 1. |
| 2. Enter the net gain or (loss) from federal Form 4797, Part II, Line 17 reported on Part I, <i>Combined Group Total</i> , Line 30. | 2. |
| 3. Add Line 1 and Line 2. | 3. |
| 4. Enter the taxable member’s apportionment fraction from Part III, Line 4. | 4. |
| 5. Multiply Line 3 by Line 4. Enter the amount in the appropriate column of Part III, Line 7. | 5. |

*Capital losses should be carried forward in accordance with the rules illustrated in Example B of **Special Notice 2016(1)**.

*Corporation Business Tax – Alert
Form CT-1120CU Booklet
Issued: 10/23/2017*