

(Rev. 12/99)

**Tax Credit for Research and Development Grants  
to Institutions of Higher Education**

FOR INCOME YEAR	
Beginning	1999, and Ending

Corporation Name	CT TAX REGISTRATION NUMBER									

**PURPOSE OF FORM**

Complete **Form CT-1120GC**, *Tax Credit For Research and Development Grants to Institutions of Higher Education*, to claim the credit 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. The credit equals 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 (Conn. Gen. Stat. §12-217I). 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.

For further information, see **Informational Publication 95(2.1)**, *A Guide to Connecticut Corporation Business Tax Credits* or contact the Department of Revenue Services, Taxpayer Services Division, 1-800-382-9463 (toll-free from within Connecticut) or 860-297-5962 (from anywhere).

–This form must be attached to **Form CT-1120** or **Form CT-1120S**–

GRANTS TO INSTITUTIONS OF HIGHER EDUCATION CREDIT			
1. Amount of research and development grants to institutions of higher education in Connecticut for the 1996 income year (Attach detailed schedule)	1		
2. Amount of research and development grants to institutions of higher education in Connecticut for the 1997 income year (Attach detailed schedule)	2		
3. Amount of research and development grants to institutions of higher education in Connecticut for the 1998 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 1999 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. <b>TAX CREDIT:</b> Multiply Line 7 by 25% (.25) Enter here and on <b>Form CT-1120K</b> , Part I-C, Line 9, or <b>Form CT-1120SK</b> , Part I-C, Line 9	8		