

Form CT-1120 CAF

2007

(Rev. 12/07)

Clean Alternative Fuel – Vehicles, Equipment, and Related Filling or Recharging Stations Credit

For Income Year	
Beginning	2007, and Ending

Corporation Name	Connecticut Tax Registration Number
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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% of the expenditures paid or incurred for the incremental cost of purchasing vehicles exclusively powered by clean alternative fuel.

A 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, reflecting the details of the computations including the dates on which expenses were paid or incurred, 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

See **Informational Publication 2006(15)**, *Guide to Connecticut Business Tax Credits*, or contact the Department of Revenue Services, Taxpayer Services Division at **1-800-382-9463** (Connecticut calls outside the Greater Hartford calling area only) or **860-297-5962** (from anywhere).

Complete this form in blue or black ink only.

Part I – Credit Computation			
1.	Enter the cost of vehicles purchased for use in Connecticut exclusively powered by clean alternative fuel.	1.	
2.	Enter the cost of the vehicles if the modifications were not purchased.	2.	
3.	Incremental Cost: Subtract Line 2 from Line 1.	3.	
4.	Multiply Line 3 by 10% (.10).	4.	
5.	Enter the cost of equipment used in a compressed natural gas, liquefied petroleum gas or liquefied natural gas filling, or electric recharging station.	5.	
6.	Enter the cost of equipment used to convert a vehicle to clean alternative fuel.	6.	
7.	Enter the 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 19, Column B.	10.	

Part II – Computation of Carryforward

Credit may be carried forward to three succeeding income years.

		A Total Credit Earned	B Credit Applied 2004 through 2006	C Carryforward to 2007 (Subtract Column B from Column A.)	D Credit Applied to 2007	E Carryforward to 2008 (See instructions below.)
1.	2004 Clean Alternative Fuel Credit					
2.	2005 Clean Alternative Fuel Credit					
3.	2006 Clean Alternative Fuel Credit					
4.	2007 Clean Alternative Fuel Credit, Part I, Line 10					
5.	Total Clean Alternative Fuel Credit applied to 2007: Add Lines 1 through 4, Column D. Enter here and on Form CT-1120K , Part I-D, Line 19, Column C.					
6.	Total Clean Alternative Fuel Credit carryforward to 2008: Add Lines 2 through 4, Column E. Enter here and on Form CT-1120K , Part I-D, Line 19, 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 and enter the result.**Line 4, Column E** - Subtract Line 4, Column D, from Line 4, Column A and enter the result.**Line 5 and Line 6** - Complete as indicated.