

Form CT-1120A-SBC

Corporation Business Tax Return

Apportionment Computation - Securities Brokerage Services

Enter Income Year Beginning _____, _____, and Ending _____, _____

Corporation Name	Connecticut Tax Registration Number
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Complete this form in blue or black ink only.

See instructions on reverse.

Schedule R-SBC – Net Income Apportionment

1.	Brokerage commissions and total margin interest paid on behalf of brokerage accounts owned by taxpayer's customers who are domiciled in Connecticut	1.	
2.	Brokerage commissions and total margin interest paid on behalf of brokerage accounts owned by taxpayer's customers wherever domiciled	2.	
3.	Apportionment fraction for securities brokerage services company: Divide Line 1 by Line 2. Carry to six places.	3.	0.

Schedule A-1 – Computation of Connecticut Net Income

		Column A Net income derived from securities brokerage services	Column B Net income derived from financial services other than securities brokerage services	Column C Net income derived from sources other than securities brokerage services or financial services
4. Net income from Form CT-1120, Schedule A, Line 1. Form CT-1120CU filers only: Enter in Column A the net income from securities brokerage services. Do not complete Column B and Column C.	4.			
5. Securities brokerage service company apportionment fraction from Schedule R-SBC, Line 3. Carry to six places.	5.	0.		
6. Financial service company apportionment fraction from Form CT-1120A-FS, Line 15. Carry to six places.	6.		0.	
7. Securities brokerage service company apportionment fraction from the applicable apportionment form. Carry to six places.	7.			0.
8. Balances after apportionment: Multiply Line 4, Column A, by Line 5, Column A. Multiply Line 4, Column B, by Line 6, Column B. Multiply Line 4, Column C, by Line 7, Column C. Form CT-1120CU filers only: Enter the amount in Column A in the appropriate column on Form CT-1120CU-NI, Tax on Combined Group Net Income , Part III, Line 6.	8.			
9. Securities brokerage service company Connecticut net income: Add Line 8, Columns A through C. Enter the total here and on Form CT-1120, Schedule A, Line 3. Make no entries on Form CT-1120, Schedule A, Line 1 and Line 2.	9.			

Form CT-1120A-SBC

Instructions

Complete this form in blue or black ink only.

Use **Form CT-1120A-SBC** to apportion net income from **securities brokerage services**. A corporation must apportion income from securities brokerage services separately using Form CT-1120A-SBC. If the corporation qualifies as a financial service company, all other income will be apportioned using **Form CT-1120A-FS**, Corporation Business Tax Return Apportionment Computation of Income From Financial Service Company Activities. If the company does not qualify as a financial service company, all other income must be apportioned in accordance with the appropriate schedule.

Schedule R-SBC – Net Income Apportionment

Complete Schedule R-SBC and enter the resulting apportionment fraction from Line 3 on **Form CT-1120**, Corporation Business Tax Return, Schedule A, Line 2, only if the corporation's entire net income is derived from securities brokerage services. If the corporation's net income is derived in part from sources other than securities brokerage services, complete Schedule R-SBC and Schedule A-1.

Corporations that provide securities brokerage services that file as part of **Form CT-1120CU**, *Combined Corporation Business Tax Return*, may apportion their income if any member of the combined group carries on or does business outside of Connecticut or is a financial service company.

Schedule A-1 – Computation of Connecticut Net Income

Complete Schedule A-1 if the taxable net income for a securities brokerage services company is derived in part from sources other than securities brokerage services.

Form CT-1120CU filers: Combined group members that are subject to securities brokerage services apportionment should complete *Schedule A-1*, Column A. **Do not complete Column B and Column C.** Enter the amount on Line 5 in Column A in the appropriate column on **Form CT-1120CU-NI**, *Tax on Combined Group Net Income*, Part III, Line 6.

Receipts derived from financial services, other than securities brokerage services, should be included in the combined group's apportionment calculation on **Form CT-1120A-CU**, *Apportionment Computation for Combined Unitary Filers*.

Definitions

Securities brokerage services means services and activities including all aspects of purchasing and selling of securities rendered by a broker or dealer as defined in 15 USC §78c(a)(4), and registered under the provisions of 15 USC §§78a-78kk, inclusive. Securities brokerage services do not include services rendered by a bank or any other person buying and selling securities for a person's own account either individually or in a fiduciary capacity.

Securities means security as defined in 15 USC §78c(a)(10).

Brokerage commissions include but are not limited to all sales fees on agency or principal transactions, whether charged explicitly or implicitly.

Domicile of a customer shall be presumed to be the customer's mailing address on the records of the corporation.