

Worksheet A for Forms CT-3 and CT-3-A filers

Worksheet A

Directions	Amount
1 Add the amounts on federal Form 1120, lines 3 through 7, and 10 (<i>see instructions</i>)	1. _____
2 Add the gain (not loss) amounts on federal Schedule D (Form 1120), column (h), lines 1a through 5, 8a, 8b, 9, 10, 12, 13, and 14 (<i>see instructions</i>)	2. _____
3 Add the gain (not loss) amounts on federal Form 4797, column (g), lines 2 through 6, 10, and 13 through 16. However, when federal Form 4797 is not filed, but you have amounts reported on federal Form 4684, line 31 or line 38a, include the total gain amount (without netting losses) from those lines. (<i>see instructions</i>)	3. _____
4 Enter the code B and C amounts shown in box 14 of federal Schedule K-1 (Form 1065) (minus any partnership items included on lines 1 through 3)	4. _____
5 Federal gross income (add lines 1 through 4)	5. _____
6 Excess federal gross income (subtract \$30,000 from line 5)	6. _____
7 Gross profit from farming included on federal Form 1120, line 3 (<i>see instructions</i>)	7. _____
8 Gross rents from certain rentals of farm property included on federal Form 1120, line 6 (<i>see instructions</i>)	8. _____
9 Add the amounts on federal Form 4797, column (g), that represent gains from the sale of livestock used for draft, breeding, sport, or dairy purposes (<i>see instructions</i>)	9. _____
10 Enter the code B amount shown in box 14 of federal Schedule K-1 (Form 1065) (<i>see instructions</i>)	10. _____
11 Gross income from farming (add lines 7 through 10)	11. _____
12 Divide line 11 by line 6, and round the result to four decimal places	12. _____

Instructions for Worksheet A

Line 1: If federal Form 1120, line 10, includes both income and loss items, include only the income amounts. In addition, do not include any partnership income included on federal Form 1120, line 10.

Line 2: Include only gains used in figuring the amounts reported in column (h) of federal Schedule D (Form 1120). You cannot net loss transactions against gain transactions.

Line 3: Include only gains used in figuring the amounts entered in column (g) for federal Form 4797 or on Form 4684, line 31 or line 38a. You cannot net loss transactions against gain transactions.

Line 7: If the corporation has both farm and non-farm income, include only the gross profit attributable to farming activities. In this situation, it may be helpful if the corporation completes a pro forma federal Schedule F (Form 1040), to determine its gross profit (income) from farming.

Line 8: Include only gross rents from the rental of farm property, and only if the rental arrangement meets one of the two conditions.

Line 9: Include only gains (not losses) reported on federal Form 4797 that represent gains from the sale of livestock used for draft, breeding, sport, or dairy purposes. Do not include any other gains reported on federal Form 4797 (such as gains from the sale of farm machinery) even though these gains may be related to your farming business.

Line 10: Do not include gross income from fishing included on federal Schedule K-1 (Form 1065), box 14, code B.