



Important Notice

November 2006

**Important Information for Corporate Partners Who Filed the 2004 or 2005
Form CT-47, *Claim for Farmers' School Tax Credit***

The 2004 and 2005 versions of Form CT-47-I, *Instructions for Form CT-47*, contain an error on Worksheet B, line 10.

The instruction for line 10 for these years reads as follows: *Enter the code B and C amounts shown in box 14 of federal Schedule K-1 (Form 1065).*

The instruction **should** read: *Enter the code B amount shown in box 14 of federal Schedule K-1 (Form 1065).*

As a result of the error, corporate partners who included code C amounts (gross non-farm income) in line 10 would have overstated their Worksheet B, line 11 (gross income from farming) amounts. As gross income from farming is used in one of the tests to determine eligibility for the farmer's school tax credit, the overstated line 11 amount *may* have caused corporate partners who included the code C amounts to erroneously conclude they were eligible for the farmers' school tax credit.

Therefore, those corporate partners who included code C amounts in line 10 of Worksheet B of the 2004 or 2005 Form CT-47-I should recompute Worksheet B without including gross non-farm income in line 10.

As the Worksheet B computation is also used in Worksheet C of Form CT-47-I, those corporate partners who completed Worksheet C of the 2004 or 2005 Form CT-47-I should also recompute Worksheet C to ensure that the error did not lead to an erroneous conclusion that the taxpayer was eligible for the credit.

If the error did *not* result in a corporate partner mistakenly claiming the credit, then no further action by the corporate partner is required.

If the error did result in a corporate partner mistakenly claiming the credit, then the corporate partner must file an amended return.