



Commonwealth of Massachusetts

Department of Revenue

General Information	2
Filing Requirements	3
Instructions	4

2015 Massachusetts Security Corporation Excise Return **355SC**

Schedules and Instructions

General Information

Who May File Form 355SC?

Any foreign or domestic corporation organized or doing business in Massachusetts and which is classified and operating as a valid security corporation under Massachusetts law may file Form 355SC. Under Massachusetts General Laws (MGL) Ch. 63, sec. 38B, a security corporation is any corporation:

- engaged **exclusively** in buying, selling, dealing in or holding securities on its own behalf and not as a broker; **and**
- classified as a security corporation by the Commissioner of Revenue. Depending on the nature of its business, a corporation may be classified as either a Class 1 or Class 2 security corporation.

Corporations which do not meet the above qualifications **may not** file Form 355SC. Nonqualifying corporations doing business in Massachusetts must file Form 355. Nonqualifying corporations which file Form 355SC are subject to penalties.

For further information regarding the taxation of security corporations, please refer to DOR Directive 86-33.

What Is a Class 1 Security Corporation?

Under MGL Ch. 63, sec. 38B(b), a Class 1 security corporation is any foreign or domestic corporation which is engaged **exclusively** in buying, selling, dealing in or holding securities on its own behalf and **not** as a broker and is a bank holding company as defined under sec. 1103 of the Internal Revenue Code (IRC).

Class 1 security corporations pay an excise of .33% of Massachusetts gross income or the minimum excise of \$456, whichever is greater.

What Is a Class 2 Security Corporation?

Under MGL Ch. 63, sec. 38B(a), a Class 2 security corporation is any foreign or domestic corporation which is engaged **exclusively** in buying, selling, dealing in or holding securities on its own behalf and **not** as a broker, and is not a bank holding company as defined under the IRC.

Class 2 security corporations pay an excise of 1.32% of Massachusetts gross income or the minimum excise of \$456, whichever is greater.

What Are the Differences Between the Security Corporation Excise and the Business Corporation Excise?

Unlike business corporations, security corporations pay an excise based exclusively on gross income. Gross income for security corporations is equal to U.S. gross income **plus** tax-exempt interest from state and local obligations, including Massachusetts. In addition, security corporation gross income may include a deduction for capital losses sustained during the taxable year to the extent they are allowable for federal tax purposes. This deduction may not be used to offset dividend or interest income, nor be carried over to other taxable years. It may only be applied to reduce capital gains realized in the year during which the capital losses are sustained. Also, security corporations may not:

- participate in the filing of a Massachusetts combined return under MGL Ch. 63, sec. 32B;
- apportion or allocate income to other states or jurisdictions; or

- take any investment research or Economic Opportunity Area tax credits against the security corporation excise.

How Does a Corporation Apply for Security Corporation Classification?

Any corporation wishing to apply for security corporation classification must submit a written application to the Commissioner of Revenue before the end of the corporation's taxable year. **Applications received by DOR after the close of the corporation's taxable year are invalid.** Applications must contain the following information:

- The name, legal address and Federal Identification number of the corporation;
- The taxable year for which classification is being sought;
- A balance sheet as of the first day of the corporation's taxable year;
- A balance sheet as of (or as near to as possible) the date of application. **Note:** General balance sheet accounts, such as "Investments," "Accounts Receivable" or "Marketable Securities," **must** be accompanied by a detailed schedule listing the type of assets held by the corporation;
- An income statement for the period from the first day of the taxable year to the date of application;
- A statement that the corporation's income for the rest of the taxable year will be exclusively from the buying, selling, dealing in or holding of securities on its own behalf and not as a broker;
- A statement that the corporation has (or has not) qualified as a bank holding company under the IRC; and
- The name and telephone number of the corporate officer or representative who may be contacted if additional information is needed. If applying on behalf of the appropriate corporate officer submit a completed Form M-2848, Power of Attorney.

Applications should be sent to: **Massachusetts Department of Revenue, 200 Arlington Street, Attn: BODA, Security Corporation Unit, Room 4300, Chelsea, MA 02150.**

For further information on applying for security corporation classification, please call the Security Corporation Unit at (617) 887-6990.

How Often Must a Security Corporation Obtain Classification?

Once a corporation has received security corporation classification from the Commissioner of Revenue, it is not required to be classified again unless:

- it has been notified by the Commissioner that its classification has been revoked; or
- it is reapplying for security corporation status after electing to have its classification withdrawn.

How May a Security Corporation Elect to Have Its Classification Withdrawn?

A corporation which has been classified as a security corporation may elect to have its classification withdrawn by notifying the Commissioner of Revenue of its election in writing. This election may be made even if the corporation is still engaged exclusively in buying, selling, dealing in or holding securities on its own behalf and not as a broker. The notice must be on corporate letterhead and signed by

the president, vice-president or clerk of the corporation. The notice of withdrawal must be filed and received by DOR before the end of the corporation's taxable year. This election should be sent to the Security Corporation Unit address listed in the "How Does a Corporation Apply for Security Corporation Classification?" section.

For further information on electing to withdraw your security corporation classification refer to DOR Directive 86-36.

What If the Corporation Changes Activities During the Year?

A security corporation which has a material change in its activities (e.g., merger with another corporation) during the year must notify the Commissioner of Revenue in writing of the change before the end of the taxable year in which the change occurs. Any classified security corporation engaging in disallowed activities during the taxable year will have its security classification revoked and any additional amounts due under the Massachusetts corporation excise for the year will be assessed.

For further information on a security corporation's responsibilities when changing activities, refer to DOR Directive 86-37.

Filing Requirements

When Is Form 355SC Due?

Form 355SC, together with payment in full of any tax due, must be filed on or before the 15th day of the third month after the close of the corporation's taxable year. Security corporation filers should review TIR 04-30, Revised Electronic Filing Requirements, for information regarding the electronic filing mandate.

Note: Under Massachusetts corporate law, all corporations in the Commonwealth are required to file an annual report form with the Secretary of State within a limited time after the close of their fiscal year. Annual Report forms and instructions can be obtained by calling (617) 727-9440. For further information on this requirement, call the Secretary of State's Corporate Information Line at (617) 727-9640.

Filing Amended Returns and Applications for Abatement for Business Taxes

The Department of Revenue is implementing a new computerized tax system that will make filing returns, submitting payments, and managing taxpayer accounts simpler, quicker, and more efficient than ever before. With this new online tax system, called MassTaxConnect, the amended return process will be automated, and in most cases will be separated from the abatement application process. For further information, see TIR 15-13.

New Electronic Filing and Payment Requirements

Effective January 1, 2016, businesses with combined annual liability for wage withholding, sales and use tax, and other transactional taxes at or exceeding \$5,000 will be required to file and pay their taxes electronically. In addition, certain businesses and organizations, including financial institutions, urban redevelopment excise filers and 501(c) corporations, reporting annual gross income of \$100,000 or more on their corporate excise returns, will also be required to file electronically. For further information, see TIR 15-9.

Can a Security Corporation Get an Extension of Time to File?

The Department is implementing a new automated process for extensions of time to file tax returns for corporate excise taxpayers, beginning with all returns due on or after November 30, 2015, as part of the new MassTaxConnect system. Consistent with current rules, taxpayers meeting certain requirements will be given a seven-month extension in the case of corporate excise taxpayers filing combined reports and a six-month extension for other corporate excise taxpayers. Taxpayers filing unrelated business income tax returns will be given an eight-month extension. For further information, see TIR 15-15.

Note: An extension of time to file is not valid if the corporation fails to pay at least 50% of the total tax liability or \$456, whichever is greater, through estimated payments or with Form 355-7004.

What Are the Penalties for Late Returns?

Security corporation returns which are not filed on or before the due date are subject to interest and penalty charges. The penalty for failure to pay the total payment due with this form is 1% of the tax due per month (or fraction thereof), up to a maximum of 25%. A late payment penalty does not apply to amended returns when the amount shown on the original return was paid.

The penalty for failure to file a return by the due date is 1% of the tax due per month (or fraction thereof), up to a maximum of 25%.

Any tax not paid on or before the due date — without regard to the extension — is subject to interest charges.

Should the Corporation Be Making Estimated Tax Payments?

All corporations which reasonably estimate their corporate excise tax to be in excess of \$1,000 for the taxable year are required to make estimated tax payments to the Commonwealth. Estimated taxes may be paid in full on or before the 15th day of the third month of the corporation's taxable year or in four installments according to the following schedule. Corporations making estimated payments, if not required to file electronically, must use Form 355-ES.

Corporations with \$100,000 or more in receipts or sales must submit their estimated payments electronically. See TIR 04-30 for further information.

Corporate estimated tax payments must be made in quarterly installments of 40%, 25%, 25% and 10% of the estimated annual tax liability.

Note: New corporations in their first full taxable year with less than 10 employees have different estimated payment percentages for each installment — 30%, 25%, 25% and 20% respectively.

To avoid a possible underpayment penalty on its taxes, a corporation should, when filing its first payment, estimate its tax to be at least equal to the prior year's tax. Corporations are required to pay the lesser of 100% of the corporation's prior year tax, 90% of the current year's tax or 90% of the current year's tax using the prior year's apportionment percentage. If the prior year's tax was the minimum tax, the corporation should make a payment or payments equal to the minimum tax to safeguard against a possible underpayment penalty.

Note: Any corporation with \$1 million or more of federal taxable income in any of its three preceding taxable years (“large corporations”) may not use the prior year’s tax except in calculating their first installment payment. Any reduction in a large corporation’s first installment caused by using the prior year’s tax must be added to the corporation’s second installment.

For more information on corporate estimated taxes, refer to Regulation 830 CMR 63B.2.2.

What Is a Valid Return?

A valid return is a return upon which all required amounts have been entered in all appropriate lines on the return. To be valid, **an exact, signed copy** of U.S. Form 1120 or 1120RIC as filed must be available upon request. Copies of all applicable schedules, forms and supplemental statements must also be available.

Supplements enclosed with the return to substantiate or support lines must be standard business size, 8½" × 11". A separate page need not be enclosed for each supporting document and several supplements may be typed on one page as space permits.

Failure to meet any of the requirements in this section may result in a penalty for filing an insufficient return. Such penalty may be assessed at double the amount of tax due.

What if the Taxpayer Is a Fiscal or Short Year Filer?

File the 2015 return for calendar year 2015 and fiscal years that began in 2015 and ended in 2016. For a fiscal year return, fill in the tax year space at the top of page 1. Short year filers should file using the tax form for the calendar year within which the short year falls. If the short year spans more than one calendar year, the filer should file use the tax form for the calendar year in which the short year began. If the current form is not available at the time the short year filer must file, the filer should follow the rules explained in TIR 11-12.

Line Instructions

Registration Information

Enter the corporation’s principal business code and Federal Identification number above the name and address of the corporation.

Amended Return

If you need to change a line item on your return, complete a new return with the corrected information and fill in the “Amended Return” oval. Generally, an amended return must be filed within three years of the date that your original return was filed. By filling in the amended return oval, you are giving your consent for the Commissioner of Revenue to act upon your amended return after six months from the date of filing. If you choose not to consent, you must do so in writing and attach it to this amended return. If you do not consent, any requested reduction in tax will be deemed denied at the expiration of six months from the date of filing.

If this is an amended Massachusetts return and it does not report changes that result from the filing of a federal amended return or from a federal audit (for example, if the amended Massachusetts return is reporting only a change in the apportionment calculation or an additional tax credit), check only the “amended return” box. If this is an amended return that includes changes you have reported on an amended federal return filed with the IRS for the same tax year, check both the “amended return” box and the “federal amendment”

box. If the amended Massachusetts return incorporates changes that are the result of an IRS audit, check both the “amended return” box and the “federal audit” box; attach a complete copy of the federal audit report and supporting schedules.

If you are disputing an assessment resulting from an audit, or are requesting an abatement of penalties, do not file an amended return. Rather, you must file a Form ABT, Application for Abatement. Visit mass.gov/dor/amend for additional information about filing an amended return, or filing an application for abatement.

Line 3

Check if the corporation is a Class 1 or Class 2 security corporation as classified by the Commissioner of Revenue. For an explanation of the differences between Class 1 and Class 2 security corporations, please refer to the General Information section of the instructions.

Line 11

Any corporation undergoing a voluntary dissolution should notify the DOR within 30 days of the vote to dissolve by writing to: Massachusetts Department of Revenue, Customer Service Bureau, PO Box 7010, Boston, MA 02204.

Line 12

If there have been significant changes in your corporation’s activities during the taxable year, enclose a statement explaining these changes. Security corporations **must** notify the Commissioner of Revenue of any change in their activities before the end of their taxable year.

Computation of Excise

A provision applies to security corporations, effective for tax years that end on or after October 1, 2004, stating that qualified securities only include instruments that were initially acquired through a public exchange or another arms length secondary market. See TIR 04-21 for further information.

The Computation of Excise section is used to calculate either the Class 1 or Class 2 security corporation excise. The respective excise rates are:

- Class 1 security corporation: .33% of Massachusetts gross income; and
- Class 2 security corporation: 1.32% of Massachusetts gross income.

Massachusetts law also provides for a minimum security corporation excise of \$456.

Line 1

Enter the corporation’s U.S. total income from the appropriate U.S. form.

Line 2

Enter all interest received on state and municipal bond obligations not reported in line 1.

Line 3

Massachusetts law does not allow security corporations to take deductions for ordinary losses in the course of business or for capital losses carried over from other taxable years. Consequently, any of the following lines which have been deducted from total U.S. income must be entered in line 3 and added back into income:

- any losses from U.S. Form 4797, lines 7 and 17, column g; and

- any capital losses carried over from other taxable years, and deducted on U.S. Schedule D.

Any amount required to be added to income in line 3 must be accompanied by an explanatory schedule.

Credit Manager Schedule

The Credit Manager Schedule reports in Part 1 the taxpayer's credits available (including credits carried over from prior years) and the credits taken. Credits are shown in a table format and may be listed in any order. Taxpayers with more than one credit available may choose how much of each credit to take in the current year. A taxpayer participating in a combined report and allowing other members of the combined group to use its credits as allowed in 830 CMR 63.32B.2(9), also reports the amount of each credit shared on this schedule.

Some credits are identified on the credit manager schedule by a certificate number. The certificate number for the credit is assigned by the issuing agency (which may be the Department of Revenue) and must always be reported to claim the credit. A taxpayer with multiple certificates for the same type of credit will enter each separately, with the available (unused) balance associated with that certificate in column (e) and the amount of the credit used in the current year in column (f). Taxpayer's claiming the EDIP Credit for a Certified Jobs Creation Project must enter a certificate number but are only required to complete the header section of schedule EDIP.

Some credits are identified by the period end date which refers to the period in which the credit originated. This may be the current taxable year or a prior year if the credit is being carried forward from a prior year. If the period of origin is the current year, a schedule detailing the calculation of the amount of credit must be enclosed with the return. If the period of origin is a prior year, only the amount carried over to and available in the current year is shown in column (e) and no calculation schedule is required.

If, by operation of M.G.L. c. 63, s. 32C or another provision of law, a credit normally identified by period of origin is eligible for indefinite carryover, the credit should be reported as "non-expiring"; the taxpayer is not required to identify the period of origin on the credit manager schedule. (Non-expiring credits were formerly referred to as "unlimited.")

The abbreviation in the enumeration column is used to identify the credit type on the credit manager schedule (in column a. in both Part 1 and Part 2).

Part 2 of the Credit Manager Schedule reports any refundable credits claimed in the current year. Certain credits are refundable only if specifically authorized or, in the case of the Film Credit, if the original recipient has not transferred the credit to another. Other conditions may apply depending on the terms applicable to the specific credit. Credits are identified separately. The amount in column (f) is the amount of the refund requested, which may be 100% or 90% of the amount reported in column (e).

For more information and examples, see the Credit Manager Schedule instructions.

Credit Recapture Schedule

Certain Massachusetts tax credits are subject to recapture as specified in the statute authorizing the credit (e.g. investment tax is subject to recapture under M.G.L. c 63, s 31A(e) if an asset for which the credit was taken is disposed of before the end of its useful life). Recapture may also be triggered if the corporation no longer qualifies for the credit (as when a manufacturing corporation ceases to qualify as such or a corporation's status as a Life Sciences Company is terminated as discussed in TIR 13-6).

If a recapture calculation is required, the amount of the credit allowed is redetermined and the reduction in the amount of credit allowable is recaptured to the extent the credit was taken or used in a prior year. See DOR Directive 89-7. Taxpayers who have a recapture calculation must complete this schedule whether or not a recapture tax is determined to be due.

The Credit Recapture Schedule lists each credit for which a recapture calculation must be made. For credits tracked by certificate numbers that must be reported on the return to claim the credit, enter each certificate number and the associated credits separately. For credits not tracked by certificate number, enter credits separately by type and the year to which they relate. List only those credits and certificate numbers or tax years for which a reduction in the credit is being calculated.

For more information and examples, see the Credit Recapture Schedule example.

Line 8

Any foreign or domestic security corporation which purchases or leases shuttle vans as part of an employer-sponsored ridesharing program is eligible for the Massachusetts Vanpool Credit. The credit is equal to 30% of the total purchase or lease costs for qualifying vans used in the Commonwealth. To take the Vanpool Credit, complete Schedule VP, Vanpool Credit. For further information on this credit, refer to Schedule VP or MGL, Ch. 63, sec. 31E.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 9

For taxable years beginning on or after January 1, 2006 and before January 1, 2023, Massachusetts allows two credits for motion picture production companies who meet certain qualification requirements. Production companies who incur at least \$50,000 of production costs in Massachusetts are eligible for income and corporate excise tax credits equal to 50% of the total Massachusetts payroll for the production, excluding salaries of \$1 million and higher. In addition, production companies whose Massachusetts production expenses exceed 50% of the total production cost receive an income and corporate excise tax credit of 25% of the total Massachusetts production expense. The total credit for any one production is capped at \$7 million. Supporting documentation must be available to the Department of Revenue upon request. To claim the Film Incentive Credit, enter the Certificate Number issued by the Department of Revenue. For further information on the Film Incentive Credit, see TIR 06-1. Certificate application forms and additional information are available at www.mass.gov/dor.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 10

Under the provisions of the Economic Development Incentive Program (EDIP) established pursuant to M.G.L. Ch. 23A, the Economic Assistance Coordination Council (EACC) may authorize taxpayers participating in certified projects to claim tax credits under M.G.L. Ch. 62 sec. 6(g) and M.G.L. Ch. 63 sec. 38N. Taxpayers authorized by the EACC to claim tax credits for projects certified on or after January 1, 2010 must use Form EDIP, Refundable Economic Development Incentive Program Credit, to claim such credits. Taxpayers seeking to claim credits for projects certified prior to January 1, 2010 must use Schedule EOAC. See TIR 10-01 for further information.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 11

Effective for years beginning on or after January 1, 2005 and ending on or before December 31, 2017, taxpayers may be eligible for the Historic Rehabilitation Credit (HRC). To claim this credit, a historic rehabilitation project must be complete and have been certified by the Massachusetts Historical Commission. Unused portions of the credit may be carried forward for a maximum of five years. This credit may be sold or transferred to another taxpayer. The HRC is not subject to the 50% limitation rule for corporate taxpayers. If the taxpayer disposes of the property generating the HRC, a portion of the credit may be subject to recapture.

To claim the credit, supporting documentation must be enclosed with the return.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 12

For taxable years beginning on or after January 1, 2006, the Medical Device Credit is equal to 100% of the user fees actually paid to the United States Food and Drug Administration (USFDA) by a medical device company during the taxable year for which the tax is due for pre-market submissions (e.g., applications, supplements, or 510(k) submissions) to market new technologies or upgrades, changes, or enhancements to existing technologies, developed or manufactured in Massachusetts. To claim the Medical Device Credit, enter the Certificate Number issued by the Department of Revenue. For further information on the Medical Device Credit, see TIR 06-22. Certificate application forms and additional information are available at www.mass.gov/dor.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 13

Taxpayers are allowed a credit for amounts expended to rehabilitate contaminated property owned or leased for business purposes and located within an economically distressed area.

The eligibility period for the Brownfields credit has been lengthened. The environmental response action commencement cut-off date has been extended from August 5, 2013 to August 5, 2018 and the time for incurring eligible costs that qualify for the credit has been extended to January 1, 2019.

The Brownfields Credit may be transferred, sold or assigned to another taxpayer with a liability chapter 62 or chapter 63, or to a non-profit organization.

The Department will issue a certificate to the party receiving the Brownfields Credit reflecting the amount of the credit received. The party receiving the credit must enclose the certificate with each tax return to which the credits are being applied.

The Brownfields Credit cannot offset more than 50% of the excise due nor reduce the excise below the minimum tax. Any unused credit may be carried forward for five years.

See TIR 13-15 for further information. Certificate application forms and additional information are available at www.mass.gov/dor.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 14

This credit is administered through the Massachusetts Department of Housing and Community Development (DHCD). The Low-Income Housing Credit is available to taxpayers that claim a U.S. credit for the construction or development of low-income housing. The state credit is taken over five years. The amount of credit a taxpayer may claim for a qualified Massachusetts project is allocated by the DHCD and is based on a total pool of money awarded to the Commonwealth. In order to claim the credit, a copy of the eligibility statement issued by DHCD must be available upon request. To claim the Low-Income Housing Credit, supporting documentation must be enclosed with the return.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 15

Effective for tax years beginning on or after January 1, 2013, a Massachusetts business that employs 200 or fewer workers may qualify for a tax credit for up to 25% of the cost of implementing a "certified wellness program" for its employees. A taxpayer seeking to claim the credit must apply to the Department of Public Health (DPH) for certification of its wellness program. DPH will approve a dollar amount of credit for a qualifying taxpayer and issue a certificate number to be provided in connection with filing a tax return in order to claim the credit. The amount of the credit that may be claimed by a taxpayer cannot exceed \$10,000 in any tax year. DPH has promulgated a regulation, 105 CMR 216.000, entitled Massachusetts Wellness Tax Credit Incentive, which sets forth criteria for authorizing and certifying the credit. The credit is set to expire on December 31, 2017.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 16

Effective for tax years beginning on or after January 1, 2011, taxpayers may receive a tax credit of up to ten percent of the costs of qualified substantial rehabilitation expenditures, as defined in G.L. c 40V sec. 1, of the market rate units within certified housing development projects. The credit is administered by the Massachusetts Department of Housing and Community Development. See TIR 10-14 for further information.

The amount of this credit must be entered on the Credit Manager Schedule.

Line 18

The minimum excise for a security corporation is \$456. The minimum excise **cannot** be prorated under **any** circumstance, as Massachusetts law makes no provision for the proration of the minimum tax.

Line 20

All security corporations that wish to contribute to Endangered Wildlife Conservation may do so on their corporation excise return. This amount is added to the excise due. It increases the amount of the corporation's payment or reduces the amount of their refund.

The Natural Heritage and Endangered Species Fund is administered by the Massachusetts Department of Fisheries, Wildlife and Environmental Law Enforcement to provide for conservation programs for rare, endangered and nongame wildlife and plants in the Commonwealth.

Refunds

If the total of lines 22 through 24 exceed line 21, enter the amount overpaid in line 25.

The overpayment may be applied in part or in full to 2015 estimated taxes by entering in line 26 the amount to be credited to 2015 estimated taxes. Enter in line 27 the amount of the overpayment to be refunded.

Balance Due

If line 21 exceeds the total of lines 22 through 24 the balance due should be entered in line 28. Payment is due on or before the 15th day of the third month after the close of the corporation's taxable year.

Line 29

The following penalties apply:

Penalty for late payment: The penalty for failure to pay the total payment due with this form is 1% of the tax due per month (or fraction thereof), up to a maximum of 25%. A late payment penalty does not apply to amended returns when the amount shown on the original return was paid.

Penalty for failure to file: The penalty for failure to file a tax return by the due date is 1% of the tax due per month (or fraction thereof), up to a maximum of 25%.

Penalty for underpayment of estimated tax: An additional charge may be imposed on corporations which underpay their estimated taxes or fail to pay estimated taxes. Form M-2220, Underpayment of Massachusetts Estimated Tax by Corporations, is used to compute any underpayment penalty.

Any corporation which fails to pay its tax when due will be subject to interest charges.

Line 31

Enter the total payment due. Checks for this amount should be made payable to the Commonwealth of Massachusetts. Checks should have the corporation's Federal Identification number written in the lower left corner.

Signature

When Form 355SC is complete, it must be signed by the treasurer or assistant treasurer or, in their absence or incapacity, by any other principal corporate officer. If you are signing as an authorized delegate of the appropriate corporate officer, check the box below the signature line on Form 355SC and attach Form M-2848, Power of Attorney. The form must also be signed by any paid preparer of the form. The form should be mailed to: **Massachusetts Department of Revenue, PO Box 7067, Boston, MA 02204.**

Schedule A. Balance Sheet

Enter the beginning and end-of-year balance sheet amounts for the taxable year covered by this return. All values entered on Schedule A must be in accordance with values on U.S. Form 1120 or 1120RIC, Part III. All corporations are required to complete both columns A and B. All items in Schedule A should be accompanied by a separate schedule if an explanation is required.

Ownership Information

Line 1

If your corporation owned 50% or more of the voting stock of another corporation **or** if any single entity, e.g., corporation, individual, trust, partnership or estate, owned 50% or more of your corporation's voting stock, attach a schedule showing name, address, Federal Identification or Social Security number, and percentage of ownership amount.

Line 2

Include the highest amount **owed to** your corporation during the taxable year and/or the highest amount **owed by** your corporation during the taxable year, whichever is applicable.