

New York State Department of Taxation and Finance
Taxpayer Services Division
Technical Services Bureau

TSB-M-78 (5)C
Corporation Tax
Instructions and Interpretations Section
May 15, 1978

- Subject: Market Makers Credit
1. Computation of entire net income of a taxpayer claiming the credit.
 2. Limitation of interest on a refund of the market makers credit.

On April 14, 1978, Chapter 65 of the Laws of 1978 was signed by the Governor. It amends Article 9-A of the Business Corporation Tax Law as follows:

1. Section 208.9(a)(5) and Section 208.9(b)(4-a)(A) were amended applicable to taxable years beginning on or after August 1, 1977 to limit the deduction for stock transfer tax to the stock transfer tax actually paid. A market maker will eliminate from federal taxable income, deductions for New York State stock transfer tax on market making transactions and the New York State refund received or accrued on market making transactions, to arrive at its entire net income.
2. Section 210.14(c) was amended applicable to taxable years beginning on or after August 1, 1976 to provide that interest on a refund of the market-makers credit shall be paid from either the first day of the eleventh month following the close of the taxable year or three months after the refund claim was filed, whichever is later.