

New York State Department of Taxation and Finance

or taxable period

Franchise Tax Return for Banking Corporations

Article 32, Tax Law

beginning

ending

Mail to: New York State Tax Department Processing Unit P.O. Box 1909 Albany, NY 12201-1909 within 2 1/2 months after close of return period.

A copy of your federal return must accompany this return

Please read instructions on Form CT-32-1

Attach Mailing Label Here

Employer identification number, File number, Name, Number and Street, City or town, State, ZIP Code

For official use only

Date received

Type of Bank, Telephone number, State or country of incorporation, Date of incorporation, Location of headquarters, Date began business in New York State

For audit only

Federal return was filed on, Have you been audited by the Internal Revenue Service in the past 5 years?, New York assets, Total assets everywhere

Business group code number (from federal return)

Important - Complete all lines. Use zeros where applicable.

A. Payment - pay amount shown on line 14. Make check payable to: New York State Corporation Tax

Schedule A - Computation of Tax and Installment Payments of Estimated Tax

Table with 16 rows and 4 columns: Description, Multiplier, Line Number, Amount. Includes items like Allocated taxable entire net income, Fixed Minimum Tax, Net Tax, Balance Due, etc.

Certification by an Elected Officer of the Corporation

I hereby certify that this report and any attachments are to the best of my knowledge and belief true, correct and complete.

Signature lines for Officer and Preparer, including Date, Signature, and Official title/Address.

Schedule B – Computation and Allocation of Entire Net Income

17. Federal taxable income before net operating loss and special deductions..... 17

**Additions**

18. a. Dividends and interest effectively connected with the conduct of a trade or business not included on line 17..... 18a

b. Income effectively connected with the conduct of a trade or business not included on line 17..... 18b

19. Dividends and interest not included on line 17..... 19

20. Income taxes paid to the United States, its possessions or foreign countries deducted on federal return..... 20

21. New York State franchise taxes deducted on federal return..... 21

22. Total amount of federal depreciation from Schedule E, lines 68 and 70. (Corporations that have only property placed in service in New York State in taxable periods beginning after December 31, 1984 or that have property subject to the limitations under IRC Sec. 280-F, enter zero)..... 22

23. New York State gains (losses) on disposition of property (from Schedule F, line 72)..... 23

24. a. Amount deducted on your federal return as a result of a Safe Harbor Lease..... 24a

b. Amount which would have been required to be included on your federal return except for a Safe Harbor Lease..... 24b

25. Amount of special additional mortgage recording tax deducted on your federal return and claimed as a tax credit..... 25

26. Any other federal deduction previously allowable as a deduction under Articles 9-B or 9-C – attach explanation..... 26

27. Bad debt deduction allowed pursuant to IRC Section 593(b)(1)(B)..... 27

28. Bad debt deduction allowed pursuant to IRC Section 166 for IRC Section 585(c) taxpayers..... 28

29. 20 percent excess of bad debt deduction – see instructions (attach computation)..... 29

30. Other additions to federal taxable income (attach list)..... 30

31. Total additions (add lines 18 through 30)..... 31

**Subtractions**

32. Interest and other expenses not deducted on federal return which are applicable to lines 18 and 19..... 32

33. Enter total amount of allowable New York depreciation from Schedule E, line 71 (Corporations that have only property placed in service in New York State in taxable periods beginning after December 31, 1984 or that have property subject to the limitations under IRC, Sec. 280-F, enter zero)..... 33

34. Federal gains (losses) on disposition of property (from Schedule F, lines 73 and 75)..... 34

35. Federal income or gain from installment method transactions under Articles 9-B or 9-C..... 35

36. IRC Section 78 dividends included in the computation of lines 17, 18 and 19..... 36

37. a. Amount included on your federal return as a result of a Safe Harbor Lease..... 37a

b. Amount which could have been deducted on your federal return except for Safe Harbor Lease..... 37b

38. Amount of wages not deducted on the federal return due to the jobs credit..... 38

39. Amount of money received from the FDIC or FSLIC..... 39

40. Interest income from subsidiary capital (attach statement)..... \$ \_\_\_\_\_ x 17%..... 40

41. Dividend income, gains (losses) from subsidiary capital (not included on line 36 – attach list)..... \$ \_\_\_\_\_ x 60%..... 41

42. Interest income on obligations of N.Y. State, its political subdivisions or the United States (attach list)..... \$ \_\_\_\_\_ x 22½%..... 42

43. Adjusted eligible net income of an I.B.F. (from Schedule G, line 99)..... 43

44. Recaptured reserve for losses on loans for IRC Section 585(c) taxpayers included on line 17..... 44

45. Recoveries of charged-off loans included on line 17 for IRC, Section 585 taxpayers..... 45

46. a. Bad debt deduction pursuant to Section 1453(h) (attach computation)..... 46a

b. Bad debt deduction pursuant to Section 1453(i) (attach computation)..... 46b

47. Other subtractions from federal taxable income (attach list)..... 47

48. Total subtractions (add lines 32 through 47)..... 48

49. Entire net income – (add line 17 and line 31; subtract line 48)..... 49

50. Allocated entire net income – line 49 x \_\_\_\_\_ % (from Schedule H, Part I line 7)..... 50

51. Optional depreciation adjustments (Schedules E and F, lines 69 and 74)..... 51

52. Allocated taxable entire net income (line 50 plus or minus line 51 – enter on Schedule A, line 1)..... 52

**Schedule C – Computation and Allocation of Alternative Entire Net Income**

53. Entire Net Income (from Schedule B, line 49) .....	53	
54. Interest income from subsidiary capital (from Schedule B, line 40) .....	54	
55. Dividend income, gains, (losses) from subsidiary capital (from Schedule B, line 41) .....	55	
56. Interest income on obligations of New York State, its political subdivisions, or the United States (from Schedule B, line 42) .....	56	
57. Alternative entire net income (add lines 53 through 56) .....	57	⊗
58. Allocated alternative net income, line 57 x _____ % (from Schedule H, Part II, line 5) .....	58	⊗
59. Optional depreciation adjustments (from Schedule B, line 51) .....	59	
60. Allocated taxable alternative net income (line 58 plus or minus line 59 – enter on Schedule A, line 2) .....	60	

**Schedule D – Computation of Taxable Assets and Tax Rate**  
 (Read instructions before completing this Schedule)

61. Average value of total assets .....	61	⊗
62. Money or other property received from the FDIC or FSLIC .....	62	⊗
63. Interbank placements, not to exceed \$500 million. (See instructions for qualifications – attach list) .....	63	⊗
64. Taxable assets (subtract lines 62 and 63 from line 61) .....	64	⊗
65. Allocated taxable assets – line 64 x _____ % (from Schedule H, Part III, Line 7 – enter on schedule A, line 3) .....	65	
66. Compute Net Worth Ratio	$\frac{\text{Net Worth on last day of the taxable year}}{\text{Total Assets on last day of the taxable year}}$	66 % ⊗
67. Compute Percentage of Mortgages Included in Total Assets	$\frac{\text{Average Quarterly Balance – Mortgages}}{\text{Average Quarterly Balance – Total Assets}}$	67 % ⊗

**Tax Rates**

Use the chart below to determine your tax rate. This rate must be used to compute the alternative minimum tax measured by taxable assets. You must meet both the net worth ratio and percentage of mortgages included in the total assets requirements to qualify for the lower tax rates.

Check the appropriate box in the last column and enter on Schedule A, line 3.

	If the Net Worth Ratio (from line 66 above) is:	And the % of Mortgages Included in Total Assets (From line 67 above) is:	The Tax Rate is:	Check Appropriate Rate
1.	Less than 4%	33% or more	.00002	
2.	At least 4% but less than 5%	33% or more	.00004	
3.	All others	All others	.0001	



**Schedule G – Computation of International Banking Facility Adjusted Eligible Net Income or Loss**

Pursuant to Tax Law, Article 32, Section 1454(b)(2) an Election has been made to use the IBF Formula Allocation Method  • Yes  • No  
 If election has been made, complete lines 76 through 80 only.

**Computation of Eligible Gross Income**

76. Interest income from eligible loans .....	76	•
77. Interest income from eligible deposits.....	77	•
78. Income from foreign exchange trading and hedging transactions.....	78	•
79. Fee income from eligible transactions.....	79	•
80. Eligible gross income (add lines 76 through 79).....	80	•

**Computation of Applicable Expenses**

81. Direct expenses.....	81	•
82. Indirect expenses.....	82	•
83. Total applicable expenses (add lines 81 and 82).....	83	•

**Computation of Ineligible Funding Amount**

84. Eligible net income (subtract line 83 from line 80) .....	84	•
85. Average aggregate liabilities and other sources of funds of the IBF which are not owed to or received from foreign persons.....	85	•
86. Average aggregate liabilities and other sources of funds of the IBF.....	86	•
87. Divide line 85 by line 86 .....	87	% •
88. Ineligible funding amount (multiply line 84 by line 87).....	88	•
89. Remaining amount (subtract line 88 from line 84, enter on line 97, below).....	89	

**Computation of Floor Amount and Adjusted Eligible Net Income or Loss**

90. Average aggregate amount of loans to and deposits with foreign persons in financial accounts within New York State for taxable years 1975, 1976, 1977.....	90	•
91. Statutory percentage for the current taxable year .....	91	% •
92. Multiply line 90 by line 91 .....	92	•
93. Average aggregate amount of loans to and deposits with foreign persons in financial accounts within New York State (other than IBF) for the current taxable year.....	93	•
94. Balance (subtract line 93 from line 92).....	94	•
95. Average aggregate amount of loans to and deposits with foreign persons in financial accounts of the IBF for the current taxable year.....	95	•
96. Enter the number 1 or line 94 divided by line 95 whichever is less.....	96	•
97. Remaining amount (enter amount from line 89) .....	97	•
98. Floor amount (multiply line 96 by line 97) .....	98	•
99. Adjusted eligible net income or loss (subtract line 98 from line 97 – enter on Schedule B, line 43) .....	99	

**Schedule H – Allocation Percentages (Parts I, II, and III)**

**PART I – Computation of Entire Net Income Allocation – IBF Election has been made**

Yes  No

If you are claiming an allocation outside New York, attach an explanation of the business carried on outside New York that gives you the right to allocate.

If an election has been made you must include in Column B certain IBF activities

		Column A New York State	Column B Everywhere
1. a. Wages, salaries and other compensation of employees, except general executive officers.....	1a	⊙	⊙
b. Multiply line 1a. Column A by 80%.....	1b	⊙	⊙
c. Percentage in New York (Divide line 1b, Column A by line 1a, Column B).....	1c		% ⊙
2. Receipts arising during the taxable period from:			
a. Interest income from loans and financing leases.....	2a	⊙	⊙
b. Other income from loans and financing leases.....	2b	⊙	⊙
c. Lease transactions and rents.....	2c	⊙	⊙
d. Interest from bank, credit, travel, entertainment and other credit card receivables.....	2d	⊙	⊙
e. Service charges and fees from bank, credit, travel, entertainment and other credit cards.....	2e	⊙	⊙
f. Receipts from merchant discounts.....	2f	⊙	⊙
g. Income from trading activities and investment activities.....	2g	⊙	⊙
h. Fees or charges from letters of credit, traveler's checks and money orders.....	2h	⊙	⊙
i. Performance of services.....	2i	⊙	⊙
j. Royalties.....	2j	⊙	⊙
k. All other business receipts.....	2k	⊙	⊙
l. Total (add lines 2a through 2k).....	2l	⊙	⊙
m. Percentage in New York (divide line 2-l, Column A, by line 2-l, Column B).....	2m		% ⊙
3. Additional Receipts Factor (enter percentage from line 2m).....	3		%
4. Deposits maintained in Branches			
a. Deposits of \$100,000 or more.....	4a	⊙	⊙
b. Deposits of less than \$100,000.....	4b	⊙	⊙
c. Add line 4a and line 4b.....	4c	⊙	⊙
d. Percentage in New York (divide line 4c, Column A, by line 4c, Column B).....	4d		% ⊙
5. Additional Deposits Factor (enter percentage from line 4d).....	5		%
6. Total of New York percentages (add lines 1c, 2m, 3, 4d and 5).....	6		%
7. Allocation percentage (divide line 6 by five or by the number of percentages – enter on Schedule B, line 50).....	7		% ⊙

**Schedule H – PART II – Computation of Alternative Entire Net Income Allocation**

1. a. Wages, salaries and other compensation of employees, except general executive officers.....	1a	⊙	⊙
b. Percentage in New York State – (divide line 1a column A by line 1a column B).....	1b		% ⊙
2. Receipts Factor (enter percentage from Schedule H, Part I, line 2m).....	2		%
3. Deposit Factor (enter percentage from Schedule H, Part I, line 4d).....	3		%
4. Add lines 1b, 2 and 3.....	4		%
5. Alternative entire net income allocation percentage (divide line 4 by three or by the number of percentages – enter on Schedule C, line 58).....	5		% ⊙

**Schedule H – PART III – Computation of Taxable Assets Allocation**

All activities of an IBF are to be included in both the numerator (column A) and denominator (column B) when computing the taxable asset allocation		Column A New York State	Column B Everywhere
1. a. Wages, salaries and other compensation of employees, except general executive officers .....	1a	•	•
b. Multiply line 1a, Column A by 80%.....	1b	•	•
c. Percentage in New York (divide line 1b, Column A by line 1a, Column B).....	1c		% •
2. Receipts arising during the taxable period from:			
a. Interest income from loans and financing leases .....	2a	•	•
b. Other income from loans and financing leases.....	2b	•	•
c. Lease transactions and rents .....	2c	•	•
d. Interest from bank, credit, travel, entertainment and other credit card receivables .....	2d	•	•
e. Service charges and fees from bank, credit, travel, entertainment and other credit cards.....	2e	•	•
f. Receipts from merchant discounts .....	2f	•	•
g. Income from trading activities and investment activities.....	2g	•	•
h. Fees or charges from letters of credit, traveler's checks and money orders.....	2h	•	•
i. Performance of services .....	2i	•	•
j. Royalties.....	2j	•	•
k. All other business receipts.....	2k	•	•
l. Total (add lines 2a through 2k).....	2l	•	•
m. Percentage in New York (divide line 2-l, Column A, by line 2-l, Column B) .....	2m		% •
3. Additional Receipts Factor (enter percentage from line 2m).....	3		%
4. Deposits maintained in branches			
a. Deposits of \$100,000 or more .....	4a	•	•
b. Deposits of less than \$100,000 .....	4b	•	•
c. Add line 4a and line 4b .....	4c	•	•
d. Percentage in New York (divide line 4c, Column A, by line 4c, Column B) .....	4d		% •
5. Additional Deposits Factor (enter percentage from line 4d).....	5		%
6. Total of New York percentages (add lines 1c, 2m, 3, 4d and 5) .....	6		%
7. Allocation percentage (divide line 6 by five or by the number of percentages – enter on Schedule D, line 65).....	7		% •

**Composition of prepayments claimed on line 10, Schedule A**

	Date	Amount	Deposit Serial Number
A. Mandatory first installment .....			
B. CT-400 installments .....	(1)		
	(2)		
	(3)		
C. Payment with extension – CT-5 .....			
D. Credit from prior years .....			
E. Credit from Form CT-32M .....			
F. Add A, B, C, D, and E (enter here and on Schedule A, line 10).....			

Additional Information Required

Are you a member of a federal consolidated group?  Yes  No

Are you a member of a New York State combined group?  Yes  No

If you answered yes to either question, complete items A through D.

A. Number of corporations included in the federal consolidated group .....	•
B. Total consolidated federal taxable income before the net operating loss deduction .....	•
C. Total consolidated federal taxable income before the net operating loss deduction of corporations that are included in the federal consolidated return but that are not included in a combined return for New York State tax purposes.....	•
D. Total consolidated federal taxable income before the net operating loss deduction of corporations not included in the federal consolidated return but are included in the combined return for New York State tax purposes .....	•

E. If 65% or more of the voting stock of this corporation is owned or controlled, directly or indirectly, by another corporation, give the name and employer identification number of such corporation.

Name	Employer identification number
	-

Article 31-B Information

Does this corporation have an interest in real property located in New York State?  Yes  No

Has the controlling interest in the corporation's stock changed during the period covered in this return?  Yes  No

If you answered yes to both questions, attach a statement with complete details (see instructions).