

CT-3A

New York State Department of Taxation and Finance

Combined Franchise Tax Return

Article 9-A, Tax Law

For calendar year **1987**
 or taxable period
 beginning
 ending

File with: Processing Unit P.O. Box 1909 Albany, NY 12201-1909 within 2½ months of the end of the taxable period.	Parent corporation's employer identification number <input type="text"/> File number <input type="text"/> <hr/> Name of parent corporation <input type="text"/> <hr/> Number and street <input type="text"/> <hr/> City or town <input type="text"/> State <input type="text"/> ZIP code <input type="text"/>	For office use only Date received <input type="text"/>
Federal return was filed on: <input type="checkbox"/> • 1120 <input type="checkbox"/> • 1120-A <input type="checkbox"/> • Consolidated basis <input type="checkbox"/> • Other		Business group code numbers from Federal return <input type="text"/> <hr/> Total combined receipts <input type="text"/> <hr/> Total combined assets <input type="text"/>

Special Instructions

You must get permission from the New York State Tax Department to file on a combined basis. Complete Form CT-3 for each member of the combined group and file the forms CT-3 and CT-3-ATT with this form.

A. Payment - pay amount shown on line 21. Make check payable to: New York State Corporation Tax	Payment enclosed \$ <input type="text"/>
B. Combined Issuer's allocation percentage (from Schedule M, line 78)	<input type="text"/> %

Schedule H — Computation of Combined Tax

1 Combined entire net income base (from Schedule L, Part I, line 59) <input type="text"/> , Tax (from Schedule L, Part I, line 60)	1		•
2 Combined capital base (from Schedule M, line 76) <input type="text"/> , Tax (from Schedule M, line 77)	2		•
3 Combined minimum taxable income base (from Schedule L, Part II, line 99) <input type="text"/> , Tax (from Schedule L, Part II, line 6)	3		•
4 Fixed dollar minimum tax (for the corporation filing this form only)	4		•
5 Amount from line 1, 2, 3, or 4, whichever is larger	5		
6 Combined subsidiary capital base (from Schedule M, line 72) <input type="text"/> , Tax (from Schedule M, line 73)	6		•
7 Combined tax before tax credits (add lines 5 and 6)	7		•
8 Tax credits (attach forms) <input type="checkbox"/> • CT-42 <input type="checkbox"/> • CT-43 <input type="checkbox"/> • CT-43.1 <input type="checkbox"/> • CT-45 <input type="checkbox"/> • CT-46 <input type="checkbox"/> • CT-46.1 <input type="checkbox"/> DTF-601 <input type="checkbox"/> DTF-602 <input type="checkbox"/> DTF-603	8		
9 Balance (subtract line 8 from 7)	9		•
10 Amount from line 3 or line 4, whichever is larger	10		
11 Tax (amount from line 9 or 10, whichever is larger)	11		
12 Combined minimum tax for subsidiaries — number of subsidiaries <input type="text"/> × \$250.00	12		
13 Total combined tax (add lines 11 and 12)	13		
14 a. First installment for next period. If Form CT-5 was filed, enter amount from line 3 of that form	14a		
b. If Form CT-5 was not filed and line 13 is over \$1,000, enter 25% of line 13	14b		
15 Add line 13 and line 14a or 14b	15		
16 Prepayments (see worksheet - Composition of Prepayments, page 4)	16		
17 Balance (if line 16 is smaller than line 15, subtract line 16 from line 15, if larger go to line 22)	17		
18 Interest, if applicable (compute on line 13 or line 17, whichever is smaller)	18		
19 Late filing and late payment penalties, if applicable (compute on line 13 or line 17 whichever is smaller)	19		
20 Penalty for underpayment of estimated tax, <input type="checkbox"/> Form CT-222 attached	20		
21 Balance due (add lines 17, 18, 19 and 20)	21		
22 Overpayment (if line 15 is smaller than line 16, subtract line 15 from line 16)	22		
23 Amount of overpayment to be credited to next period	23		
24 Balance of overpayment (subtract line 23 from line 22)	24		
25 Amount of overpayment to be credited to Form CT-3M/4M	25		
26 Refund (subtract line 25 from line 24)	26		
27 Refund of tax credits from CT-43.1 and CT-46.1	27		

Certification by an Elected Officer of the Corporation

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

Date	Signature of officer	Official title
Date	Signature of individual or firm preparing this return	Preparer's address

Information required in Schedules I through M below, can be found in the separate Forms CT-3 and CT-3-ATT prepared for each member of the combined group.

Parent

Schedule I, Part I - Computation of Combined Business Allocation Percentage

28	New York property (Schedule B, Part I, line 9, column A)	28
29	Property everywhere (Schedule B, Part I, line 9, column B)	29
30	Combined New York State property factor (divide Schedule I, Part I, column (c), line 28 by line 29)	30
31	New York receipts (Schedule B, Part I, line 12, column A)	31
32	Receipts everywhere (Schedule B, Part I, line 12, column B)	32
33	Combined New York State receipts factor (divide Schedule I, Part I, column (c), line 31 by line 32)	33
34	Additional receipts factor (Schedule I, Part I, line 33, column (c))	34
35	New York wages (Schedule B, Part I, line 15, column A)	35
36	Wages everywhere (Schedule B, Part I, line 15, column B)	36
37	Combined New York State payroll factor (divide Schedule I, Part I, column (c), line 35 by line 36)	37
38	Total New York State factors (add Schedule I, Part I, column (c), lines 30, 33, 34 and 37)	38
39	Combined business allocation percentage (divide Schedule I, Part I, line 38, column (c), by 4 or by the number of factors)	39

Schedule I, Part II - Computation of Combined Business Allocation Percentage for Minimum Taxable Income Base

40	Total New York State factors (add Schedule I, Part I, column (c), lines 30, 33 and 37)	40
41	Combined business allocation percentage for minimum taxable income base (divide line 40 by 3 or by the number of factors)	41

Schedule J - Computation of the combined Investment Allocation Percentage

42	Investment capital allocated to New York State (Schedule D, line 29, column (G))	42
43	Total investment capital (Schedule D, line 29, column (E))	43
44	Combined investment allocation percentage (divide Schedule J, column (c), line 42 by line 43)	44

Schedule K - Computation of Combined Subsidiary Allocation Percentage

45	Subsidiary capital allocated to New York State (Schedule C, line 27)	45
46	Total subsidiary capital (Schedule C, line 26)	46
47	Combined subsidiary allocation percentage (divide Schedule K, column (c), line 45 by line 46)	47

Schedule L, Part I - Computation of Combined Entire Net Income Base

48	Entire net income before net operating loss deduction	48
49	Combined New York net operating loss deduction (attach rider)	49
50	Combined entire net income (subtract line 49 from line 48)	50
51	Investment income before NOL apportionment (Schedule E, line 40)	51
52	Net operating loss apportionment (see instructions)	52
53	Combined investment income (subtract line 52 from line 51)	53
54	Combined business income (subtract line 53 from line 50)	54
55	Allocated investment income (multiply Schedule L, Part I, line 53 by Schedule J, line 44)	55
56	Allocated business income (multiply Schedule L, Part I, line 54 by Schedule I, Part I, line 39)	56
57	Total (add Schedule L, Part I, line 55 and line 56)	57
58	Optional depreciation adjustment (Form CT-3, line 24)	58
59	Combined entire net income base (line 57 plus or minus line 58, enter on Schedule H, line 1)	59
60	Combined entire net income base tax computation (multiply line 59 by tax rate, enter on Schedule H, line 1, see instructions)	60

Schedule L, Part II - Computation of Allocation of Combined Minimum Taxable Income Base and Tax

61	Combined business income for allocation (Schedule L, Part I, line 54, column (c))	61
62	Allocated business income (multiply line 61 by Schedule I, Part II, line 41)	62
63	Allocated investment income (Schedule L, Part I, line 55, column (c))	63
64	Total allocated income (add lines 62 and 63)	64
65	Optional depreciation adjustment (Form CT-3, line 24)	65
66	Combined minimum taxable income base (line 64 plus or minus line 65, enter on Schedule H, line 3)	66
67	Combined minimum taxable income base tax computation (multiply line 66 by 3.5%, enter on Schedule H, line 3, see instructions)	67

Schedule M - Computation of Combined Capital Base

68	Total capital (Form CT-3, line 33)	68
69	Subsidiary capital (Form CT-3, line 34)	69
70	Investment capital (Form CT-3, line 36)	70
71	Business capital (Form CT-3, line 37)	71
72	Allocated combined subsidiary capital base (multiply Schedule M, column (c), line 69 by Schedule K, line 47, enter on Schedule H, line 6)	72
73	Combined subsidiary capital base tax computation (multiply line 72 by .0009, enter on Schedule H, line 6)	73
74	Allocated combined investment capital (multiply Schedule M, line 70, column (c), by Schedule J, line 44)	74
75	Allocated combined business capital (multiply Schedule M, line 71, column (c), by Schedule I, Part I, line 39)	75
76	Combined capital base (add Schedule M, column (c), line 74 and line 75, enter on Schedule H, line 2)	76
77	Combined capital base tax computation (multiply line 76 by .00178, enter on Schedule H, line 2, see instructions)	77
78	Issuer's allocation percentage (see instructions, enter on page 1, line B)	78

Worksheet - Composition of Prepayments Claimed on Schedule H, Line 16

	Date	Amount	Deposit Serial Number
a. Mandatory first installment		\$	
b. CT-400 installments	(1)		
	(2)		
	(3)		
c. Payment with extension application, Form CT-5			
d. Credit from prior years			
e. Total (add lines a through d; enter on Schedule H, line 16)		\$	

List complete names and employer identification numbers for all members of this group (attach additional pages, if necessary).

Names	Beginning date in combined group	Employer Identification Number
Parent		
Subsidiary # 1		
Subsidiary # 2		
Subsidiary # 3		
Subsidiary # 4		

General Information

You must get permission from the New York State Tax Department before you may file as a combined group. You must also get permission to include in your combined report corporations not previously included or to exclude corporations previously included.

You must request permission within 30 days after the close of the taxable year.

The following requirements must be met:

- There must be 80% or more, direct or indirect, stock ownership or control.
- The corporations in the combined group must be operating a unitary business.
- Filing on an individual basis would distort New York activities, business, income or capital.

See New York State Codes, Rules and Regulations, Title 20, Sections 6-2.1 through 6-2.7, for complete details.

An Application for Permission to File as a Combined Group (Form AU-2.1) may be obtained from:

New York State Tax Department
 Taxpayer Assistance Bureau
 W. A. Harriman Campus
 Albany, New York 12227

You may also get forms by calling toll free 1 800 462-8100. From areas outside New York State, call (518) 438-1073.

Other forms required - Form CT-3

As a result of tax reform and form simplification, Form CT-3 has been substantially changed. Although the forms should be easier to use, they are different from previous years' forms and we urge you to be careful in completing them. Please refer to the instructions for Form CT-3 and CT-3-ATT for complete information.

Every corporation included in a combined report must file a separate report on Form CT-3. Lines 1 through 41, CT-3-ATT, Schedules B through E and all questions on page 2 of Form CT-3 must be completed and the appropriate information transferred to Schedules I through M to compute the combined tax. When a member of the group is also a stockholder in a tax-exempt DISC, Form CT-3C must be completed and the consolidated data transferred to the appropriate CT-3A schedules.

Taxable DISC

A parent corporation may elect to file a combined report with a taxable domestic international sales corporation (DISC) if it beneficially owns substantially all of the DISC's voting capital stock. The entire net income of a taxable DISC is zero.

"Substantially all" is ordinarily considered the ownership or control of 80 percent or more of the voting capital stock of the issuing corporation throughout the taxable year.

Schedule H - Computation of Combined Tax

The combined group is required to compute the combined tax in this schedule. Do not use Form CT-3, lines 42 through 73.

Each corporation included in the combined report (other than a foreign corporation not doing business or otherwise not subject to tax in New York State and the corporation paying the combined tax) is required to pay a fixed dollar minimum tax.

Schedules I and J - Combined Business and Investment Allocation Percentages

The election to allocate entire net income or total business and investment capital by either the business or investment allocation percentage are not available to corporations included in a combined report (Tax Law 210.6). Therefore, such corporations claiming allocation must complete Form CT-3-ATT, Schedules B and D.

Schedule L, Part I - Combined Entire Net Income Base and Tax

Line 49. The combined net operating loss deduction is subject to the same limitations which apply for purposes of the Federal income tax as if the same corporations filed a consolidated federal return.

Line 52. A net operating loss deduction must be apportioned between combined business income and combined investment income. The amount apportioned to investment income is computed by multiplying the combined net operating loss deduction by a ratio. This ratio is a fraction whose numerator is combined investment income (line 51, column (c)) and whose denominator is combined entire net income (line 48, column (c)). The ratio may be expressed as a percentage.

Line 60. The 1987 tax reform legislation reduced the tax rate and created a new class of taxpayers called "small business taxpayers".

In order for a small business taxpayer to be included in a combined group all members must qualify as a small business taxpayer. See instructions for Form CT-3, line 26 for the complete description of a small business taxpayer and the special reduced tax rate.

The tax rate for all other corporations is 9%.

Schedule L, Part II - Computation of Combined Capital Base

The 1987 tax reform legislation created this new tax base effective for taxable years beginning after 1986. Until 1990 the minimum taxable income base will be determined by recomputing business income allocated to New York State (see Schedule I, Part II).

The minimum taxable income base tax rate is 3.5%.

Schedule M - Combined Group Issuer's Allocation Percentage

Line 77. The maximum tax liability for the combined capital tax computation is limited to \$350,000.

Line 78. Each group must compute its combined group issuer's allocation percentage. The percentage is computed by dividing the total of the combined capital base (Schedule M, line 76, column (c)) and the allocated combined subsidiary capital (Schedule M, line 72, column (c)) by total combined capital (Schedule M, line 68, column (e)).