



# CT-3-C Consolidated Franchise Tax Return

Tax Law — Article 9-A

See instructions on back

beginning  
ending


Name of stockholder	Stockholder	DISC 1 % owned	DISC 2 % owned	A Total	B Intercompany Eliminations (explain on attached sheet)	C Total (less Intercompany Eliminations) A minus B
Employer identification number						
File number *						
<b>Schedule I, Part 1 — Business Allocation</b>						
1	New York property (from CT-3-ATT, line 13, column A)					1
2	Property everywhere (from CT-3-ATT, line 13, column B)					2
3	New York State property factor (divide line 1 by line 2)					3 %
4	New York receipts (from CT-3-ATT, line 21, column A)					4
5	Receipts everywhere (from CT-3-ATT, line 21, column B)					5
6	New York State receipts factor (divide line 4 by line 5)					6 %
7	Additional receipts factor (enter percentage from line 6)					7 %
8	New York wages (from CT-3-ATT, line 24, column A)					8
9	Wages everywhere (from CT-3-ATT, line 24, column B)					9
10	New York State payroll factor (divide line 8 by line 9)					10 %
11	Total New York State factors (add lines 3, 6, 7 and 10)					11 %
12	Business allocation (divide line 11 by four or by the number of factors)					12 %
<b>Schedule I, Part 2 — Business Allocation for Minimum Taxable Income Base</b>						
13	Total New York State factors (add lines 3, 6 and 10)					13 %
14	Business allocation for minimum taxable income (divide line 13 by three or by the number of factors)					14 %
<b>Schedule J — Subsidiary Allocation</b>						
15	Subsidiary capital allocated to New York State (from CT-3-ATT, line 44)					15
16	Total subsidiary capital (from CT-3-ATT, line 43)					16
17	Subsidiary allocation (divide line 15 by line 16)					17 %
<b>Schedule K — Investment Allocation</b>						
18	Investment capital allocated to New York State (from CT-3-ATT, line 46G)					18
19	Total investment capital (from CT-3-ATT, line 46E)					19
20	Investment allocation (divide line 18 by line 19)					20 %
<b>Schedule L, Part 1 — Entire Net Income</b>						
21	Entire net income (from CT-3 and CT-3-B, line 18)					21
22	Investment income (from CT-3 and CT-3-B, line 19)					22
23	Business income (from CT-3 and CT-3-B, line 20)					23
24	Optional depreciation (from CT-3 and CT-3-B, line 24)					24
<b>Schedule L, Part 2 — Capital</b>						
25	Total capital (from CT-3 and CT-3-B, line 33)					25
26	Subsidiary capital (from CT-3 and CT-3-B, line 34)					26
27	Investment capital (from CT-3 and CT-3-B, line 36)					27
28	Business capital (from CT-3 and CT-3-B, line 37)					28

Name	Employee Identification Number
DISC 1	
DISC 2	

**Schedule M, Part 1 — Entire Net Income Base Tax Computation**

29	Business income (from line 23, column C)	29		
30	Business allocation percentage (from line 12)	30		%
31	Allocated business income (multiply line 29 by line 30)			31
32	Investment income (from line 22, column C)	32		
33	Investment allocation percentage (from line 20)	33		%
34	Allocated investment income (multiply line 32 by line 33)			34
35	Total allocated income (add line 31 and line 34)			35
36	Optional depreciation adjustment (from line 24, column C)			36
37	Entire net income base (line 35 plus or minus line 36)			37
38	Tax on entire net income base (see CT-3 instructions for tax rates - Enter on CT-3, line 42)			38

**Schedule M, Part 2 — Capital Base Tax Computation**

39	Business capital (from line 28, column C)	39		
40	Business allocation percentage (from line 12)	40		%
41	Allocated business capital (multiply line 39 by line 40)			41
42	Investment capital (from line 27, column C)	42		
43	Investment allocation percentage (from line 20)	43		%
44	Allocated investment capital (multiply line 42 by line 43)			44
45	Capital base (add line 41 and line 44)			45
46	Tax on capital base (multiply line 45 by .00178 - Enter on CT-3, line 43)			46

**Schedule M, Part 3 — Minimum Taxable Income Base Tax Computation**

47	Business income for allocation (from line 29)	47		
48	Business allocation percentage for minimum taxable income (from line 14)	48		%
49	Allocated business income (multiply line 47 by line 48)			49
50	Allocated investment income (from line 34)			50
51	Total allocated income (add line 49 and line 50)			51
52	Optional depreciation adjustment (from line 24, column C)			52
53	Minimum taxable income base (line 51 plus or minus line 52)			53
54	Minimum taxable income base tax (multiply line 53 by 5% - Enter on CT-3, line 44b)			54

**Schedule M, Part 4 — Subsidiary Capital Base Tax Computation**

55	Subsidiary capital base (from line 26, column C)	55		
56	Tax on subsidiary capital base (multiply line 55 by .0009 - enter on CT-3, line 47)			56

**Instructions**

**Who Must File Form CT-3-C**

All corporate stockholders in domestic international sales corporations (DISCs) must file this consolidated return when the DISC is exempt from tax under Article 9-A of the Tax Law. The return must include information about the stockholder and tax-exempt DISCs in which the stockholders own stock.

**Required Forms**

The tax-exempt DISC must complete and file Form CT-3-B. The stockholder must complete and file Form CT-3 and CT-3-C. Copies of the information return for tax-exempt DISCs, Form CT-3-B, must accompany the stockholder's consolidated franchise tax return, Form CT-3-C.

The 1987 tax reform legislation eliminated the DISC export credit and made many other changes. Form CT-3-C has been revised to reflect the changes made to Forms CT-3 and CT-3-B.

**General Instructions**

List names and employer identification numbers of the stockholder and DISCs in the space provided.

The information requested on this form will be found on Form CT-3 and CT-3-ATT, filed by the stockholder, and Form CT-3-B, filed by the tax-exempt DISC. When the tax period of the DISC differs from that of its stockholders, the period of the DISC which ends within the period of the stockholder is consolidated on Form CT-3-C.

**Specific Instructions**

**DISC columns** - Enter at the top of each column the percentage owned, based on issued and outstanding capital stock. Enter the stockholder's attributable share of amounts reported by the DISC on Form CT-3-B.

**Column B - Intercorporate Eliminations**

Intercorporate eliminations must be based on the respective reporting periods of the stockholders and the DISCs. Attach a statement explaining all intercorporate eliminations.

- **Schedule I** - Eliminate intercorporate business receipts and the capitalized value of real property rented if the lessor and lessee are included in this return.
- **Schedule L** - Eliminate deemed and actual dividends received from DISCs to the extent included in entire net income. Also eliminate intercorporate assets and liabilities.

**Schedule M** - For the tax rates, read the instructions for Form CT-3.

Compute a tax for each taxable base (Parts 1 through 4) and transfer the amounts to Form CT-3, where the tax due before credits will be determined on line 48.

- **Part 1** - line 38. For the tax rates, read the instructions for Form CT-3, line 26. Enter amount from this line on Form CT-3, line 42.
- **Part 2** - line 46. Enter the amount from this line on Form CT-3, line 43.
- **Part 3** - line 54. For complete details, read the Form CT-3-ATT instructions for Schedule A. Enter the amount from this line on Form CT-3, line 44b.
- **Part 4** - line 56. Enter the amount from this line on Form CT-3, line 47.

To determine the tax due, complete Form CT-3, lines 42 through 52.