



CT-3-C

New York State Department of Taxation and Finance

Staple forms here

Consolidated Franchise Tax Return For corporate shareholders of tax-exempt domestic international sales corporations (DISCs) Tax Law — Article 9-A

All filers must enter tax period:

beginning ending

Name <input type="text"/>	Employer identification number <input type="text"/>
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If stockholder files as part of a combined group, see instructions on page 4.

Schedule A, Part 1 — Computation of tax on consolidated entire net income (ENI) base

1 Business income before allocation from line 60, column C	1.	<input type="text"/>	
2 Business allocation percentage from line 47	2.	<input type="text"/> %	
3 Allocated business income (multiply line 1 by line 2)			3.
4 Investment income before allocation from line 59, column C	4.	<input type="text"/>	
5 Investment allocation percentage from line 57	5.	<input type="text"/> %	
6 Allocated investment income (multiply line 4 by line 5)			6.
7 Total allocated income (add lines 3 and 6)			7.
8 Optional depreciation adjustment from line 61, column C			8.
9 ENI base (line 7 plus or minus line 8)			9.
10 Tax on ENI base (multiply line 9 by the appropriate rate; see instructions; enter here and on Form CT-3, line 72)			10.

Schedule A, Part 2 — Computation of tax on consolidated capital base

11 Business capital from line 70, column C	11.	<input type="text"/>	
12 Business allocation percentage from line 47	12.	<input type="text"/> %	
13 Allocated business capital (multiply line 11 by line 12)			13.
14 Investment capital from line 69, column C	14.	<input type="text"/>	
15 Investment allocation percentage from line 57	15.	<input type="text"/> %	
16 Allocated investment capital (multiply line 14 by line 15)			16.
17 Capital base (add lines 13 and 16)			17.
18 Tax on capital base (multiply line 17 by 0.00178; see instructions)			18.

Schedule A, Part 3 — Computation of tax on consolidated minimum taxable income (MTI) base

19 Alternative business income before allocation from line 64, column C	19.	<input type="text"/>	
20 Allocated alternative business income (multiply line 19 by <input type="text"/> % from line 51)			20.
21 Alternative investment income before allocation from line 63, column C	21.	<input type="text"/>	
22 Allocated alternative investment income (multiply line 21 by <input type="text"/> % from line 57)			22.
23 Allocated MTI (add lines 20 and 22)			23.
24 Optional depreciation adjustment from line 61, column C			24.
25 MTI base (line 23 plus or minus line 24)			25.
26 Tax on MTI base (multiply line 25 by 1.5% (.015); enter here and on Form CT-3, line 71)			26.

Schedule A, Part 4 — Computation of adjusted minimum tax

27 Modified business income before allocation from line 66, column C	27.	<input type="text"/>	
28 Allocated modified business income (multiply line 27 by <input type="text"/> % from line 51)			28.
29 Investment income before allocation from line 65, column C	29.	<input type="text"/>	
30 Allocated investment income (multiply line 29 by <input type="text"/> % from line 57)			30.
31 Allocated modified minimum income (add lines 28 and 30)			31.
32 Optional depreciation adjustment from line 61, column C			32.
33 Modified MTI base (line 31 plus or minus line 32)			33.
34 Modified minimum tax (multiply line 33 by 1.5% (.015))			34.
35 Tax on MTI base from line 26			35.
36 Highest tax from Form CT-3, line 72, 73, or 74d			36.
37 Excess minimum tax (subtract line 36 from line 35; if less than zero, enter 0)			37.
38 Modified minimum tax from line 34	38.	<input type="text"/>	
39 Amount from line 36	39.	<input type="text"/>	
40 Excess modified minimum tax (subtract line 39 from line 38; if less than 0, enter 0)			40.
41 Adjusted minimum tax (subtract line 40 from line 37; enter here and on Form CT-38, line 18)			41.

Schedule A, Part 5 — Computation of tax on consolidated subsidiary capital base

42 Allocated subsidiary capital base from line 52, column C (enter here and on Form CT-3, line 76)	42.	<input type="text"/>	
43 Tax on subsidiary capital base (multiply amount on Form CT-3-ATT, line 31 by 0.0009; enter here and on Form CT-3, line 77)	43.	<input type="text"/>	

Attach a complete copy of Form CT-3-B to this form.

Name of stockholder		Stockholder
Employer identification number		
Schedule B, Part 1 — Computation of business allocation percentage		
44 New York State receipts (from Form CT-3 and CT-3-B, line 135, column A)	44.	
45 Receipts everywhere (from Form CT-3 and CT-3-B, line 135, column B)	45.	
46 New York State receipts factor (divide line 44 by line 45)	46.	
47 Business allocation percentage (enter line 46 here and on lines 2 and 12)	47.	
Schedule B, Part 2 — Computation of alternative business allocation percentage for MTI		
48 New York State receipts (from Form CT-3 and CT-3-B, line 155, column A)	48.	
49 Receipts everywhere (from Form CT-3 and CT-3-B, line 155, column B)	49.	
50 New York State receipts factor (divide line 48 by line 49)	50.	
51 Alternative business allocation percentage (enter line 50 here and in the first box on lines 20 and 28)	51.	
Schedule C — Computation of subsidiary allocation percentage		
52 Subsidiary capital allocated to NYS (from Form CT-3-ATT and CT-3-B, Schedule C, line 29)	52.	
53 Total subsidiary capital (from Form CT-3-ATT and CT-3-B, Schedule C, line 28)	53.	
54 Subsidiary allocation percentage (divide line 52 by line 53)	54.	
Schedule D — Computation of investment allocation percentage		
55 Investment capital allocated to NYS (from Form CT-3-ATT and CT-3-B, Schedule B, line 4, column G)	55.	
56 Investment capital (from Form CT-3-ATT and CT-3-B, Schedule B, line 4, column E)	56.	
57 Investment allocation percentage (divide line 55 by line 56)	57.	
Schedule E, Part 1 — ENI base		
58 ENI (from Form CT-3 and CT-3-B, line 17)	58.	
59 Investment income before allocation (from Form CT-3 and CT-3-B, line 18)	59.	
60 Business income before allocation (from Form CT-3 and CT-3-B, line 19)	60.	
61 Optional depreciation adjustment (from Form CT-3, line 23)	61.	
Schedule E, Part 2 — MTI base		
62 MTI (from Form CT-3 and CT-3-B, line 59)	62.	
63 Alternative investment income before allocation (from Form CT-3 and CT-3-B, line 64)	63.	
64 Alternative business income before allocation (from Form CT-3 and CT-3-B, line 65)	64.	
Schedule E, Part 3 — Modified minimum income		
65 Investment income before allocation (from Form CT-3 and CT-3-B, line 18)	65.	
66 Modified business income before allocation (from Form CT-38, line 5, and CT-3-B, Schedule E, line 5)	66.	
Schedule E, Part 4 — Capital		
67 Total capital (from Form CT-3 and CT-3-B, line 32)	67.	
68 Subsidiary capital (from Form CT-3 and CT-3-B, line 33)	68.	
69 Investment capital (from Form CT-3 and CT-3-B, line 35)	69.	
70 Business capital (from Form CT-3 and CT-3-B, line 36)	70.	
	Name	Employer identification number
	DISC 1	
	DISC 2	

	DISC 1 % owned	DISC 2 % owned	A Total	B Intercorporate eliminations <i>(explain on attached sheet)</i>	C Total minus intercorporate eliminations <i>(A minus B)</i>
44					44.
45					45.
46					46. %
47					47. %
48					48.
49					49.
50					50. %
51					51. %
52					52.
53					53.
54					54. %
55					55.
56					56.
57					57. %
58					58.
59					59.
60					60.
61					61.
62					62.
63					63.
64					64.
65					65.
66					66.
67					67.
68					68.
69					69.
70					70.

Instructions

Important reminder to file a complete return: You must complete all required schedules and forms that make up your return, and include **all pages** of those forms and schedules when you file. Returns that are missing required pages or that have pages with missing entries are considered incomplete and cannot be processed, and may subject taxpayers to penalty and interest.

Up-to-date information affecting your tax return — Visit our Web site for tax law changes or forms corrections that occurred after the forms and instructions were printed (see *Need help?* in Form CT-3/4-I, *Instructions for Forms CT-4, CT-3, and CT-3-ATT*).

Changes for 2007

Single receipts factor business allocation percentage (BAP) and alternative BAP for certain Article 9-A filers — The Tax Law was amended to provide certain Article 9-A filers a single factor BAP and single factor alternative BAP for use in allocating entire net income, alternative business income and business capital to New York State. For tax years beginning on or after January 1, 2007, the receipts factor will be the BAP and alternative BAP for certain Article 9-A filers. The single factor does not apply to the MCTD allocation percentage used to compute the MTA surcharge.

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 Tax Law Article 9-A. 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, *Tax-Exempt Domestic International Sales Corporation (DISC) Information Return*. The stockholder of the DISC must complete and file Form CT-3, *General Business Corporation Franchise Tax Return*, and Form CT-3-C. Copies of the information return for tax-exempt DISCs, Form CT-3-B, must accompany Form CT-3-C.

General instructions — List names and employer identification numbers of the stockholder and DISCs in the spaces provided.

The information requested on this form may be found on Forms CT-3, CT-3-ATT, *Schedules B, C, and D — Attachment to Form CT-3*, and CT-38, *Minimum Tax Credit*, 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 stockholder, the period of the DISC that ends within the period of the stockholder is consolidated on Form CT-3-C.

Stockholder of tax-exempt DISC included as part of combined return — If the stockholder of a tax-exempt DISC files as a part of a combined group, it will no longer be required to file Form CT-3. The DISC information for Schedules B through E on pages 2 and 3 may be obtained from the DISC information report, Form CT-3-B. The stockholder should record its information on Schedules B through E as if it had filed Form CT-3 (instructions for specific lines may be obtained from the instructions for combined returns on Form CT-3-A-I). It will only be necessary to carry information to Schedule A on page 1 for lines 1, 4, 8, 11, 14, 19, 21, 24, 27, 29, 32, and 42. Information from page 1 of Form CT-3-C will be listed on Form CT-3-A for the subsidiary/stockholder.

Reporting period — All filers must complete the beginning and ending tax period boxes in the upper right corner on page 1 of the form.

Entering dates — Unless you are specifically directed to use a different format, enter dates in the *mm-dd-yy* format (using dashes and not slashes).

Line instructions

Complete Schedules B through E before completing Schedule A.

Schedule A — The tax rates are listed in Form CT-3/4-I.

Compute a tax for each taxable base (Parts 1 through 5) and transfer the amounts to Form CT-3, where the tax due before credits is determined on line 78.

- **Part 1 — line 10. General business taxpayers** — The rate of tax on the entire net income (ENI) base is 7.1% (.071) for tax years beginning on or after January 1, 2007.

Qualified small business taxpayers — The tax rate is 6.5% (.065) for taxpayers with entire net income base of \$290,000 or less. For tax years beginning on or after January 1, 2007, the tax rate is a blended rate between 6.5% and 7.1% (.071) for taxpayers with ENI base greater than \$290,000 (see *Tax rates schedule* in Form CT-3/4-I, for the tax rates and line 25 of Form CT-3 for the proper computation).

Qualified New York manufacturers — The tax rate on the ENI base for a taxpayer that is a qualified New York manufacturer is 6.5% for tax years beginning on or after **January 31, 2007**. To see if you qualify as a qualified New York manufacturer, see Form CT-3/4-I, line 165.

Enter the amount from this line on Form CT-3, line 72.

- **Part 2 — line 18.** Enter the amount from this line on Form CT-3, line 73. Manufacturers do not enter more than \$350,000, and all other taxpayers do not enter more than \$1,000,000. See Form CT-3/4-I, line 164 instructions to see if you qualify as a manufacturer.
- **Part 3 — line 26.** The rate of tax on the minimum taxable income base is 1.5% (.015) for tax years beginning on or after January 1, 2007. Multiply the amount on line 25 by this rate. For complete details, see Form CT-3/4-I, lines 42 through 71 instructions. Enter the amount from this line on Form CT-3, line 71.
- **Part 4 — line 41.** For complete details, see Form CT-38, Schedule A instructions. Enter the amount from this line on Form CT-38, line 18.
- **Part 5 — line 43.** Enter the amount from this line on Form CT-3, line 77.

To determine the tax due, complete Form CT-3, lines 71 through 82.

Schedule B — Computation of business allocation and alternative business allocation percentage for MTI — For tax years beginning on or after January 1, 2007, the receipts factor is the BAP and the alternative BAP.

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.

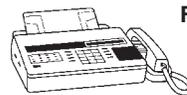
Column B — Intercorporate eliminations — You must base intercorporate eliminations on the respective reporting periods of the stockholders and the DISCs. Attach a statement explaining all intercorporate eliminations.

- **Schedule B** — Eliminate intercorporate business receipts.
- **Schedule E** — Eliminate deemed and actual dividends received from DISCs to the extent included in ENI. Also eliminate intercorporate assets and liabilities.

Need help?



Internet access: www.nystax.gov
(for information, forms, and publications)



Fax-on-demand forms: Forms are available 24 hours a day, 7 days a week. 1 800 748-3676



Telephone assistance is available from 8:00 A.M. to 5:00 P.M. (eastern time), Monday through Friday.
To order forms and publications: 1 800 462-8100
Corporation Tax Information Center: 1 888 698-2908
From areas outside the U.S. and outside Canada: (518) 485-6800



Hotline for the hearing and speech impaired: If you have access to a telecommunications device for the deaf (TDD), contact us at 1 800 634-2110. If you do not own a TDD, check with independent living centers or community action programs to find out where machines are available for public use.



Persons with disabilities: In compliance with the Americans with Disabilities Act, we will ensure that our lobbies, offices, meeting rooms, and other facilities are accessible to persons with disabilities. If you have questions about special accommodations for persons with disabilities, please call 1 800 972-1233.