



Instructions for Form IT-204-LL

IT-204-LL-1

Limited Liability Company/Limited Liability Partnership Filing Fee Payment Form

Change for 2007

Increased filing fees expired

The increased limited liability company (LLC) and limited liability partnership (LLP) filing fees, and the single-member disregarded entity filing fees enacted in 2003, have expired for tax years beginning after 2006.

Accordingly, the filing fee for LLCs and LLPs that are treated as partnerships for federal income tax purposes, and that have income from New York State sources, reverts back to \$50, multiplied by the total number of members or partners in the LLC or LLP. Also, the minimum and maximum filing fee amounts revert back to \$325 and \$10,000, respectively.

For tax years beginning after 2006, the \$100 filing fee payable by a single-member LLC (SMLLC) that is a disregarded entity for federal income tax purposes has expired. Therefore, SMLLCs that are disregarded entities no longer have to file Form IT-204-LL. In addition, the partnership filing fee for an LLC with more than one member that is a disregarded entity for federal income tax purposes (for example, an LLC owned solely by a husband and wife) has expired.

General information

Chapter 576 of the Laws of 1994 allows for the formation of LLCs and LLPs in New York State (domestic LLCs or LLPs). In addition, recognition is given under New York State law for LLCs and LLPs formed under the laws of other states (foreign LLCs and LLPs).

Both domestic LLCs and LLPs are required to register with the New York State Department of State. In addition, foreign LLCs and LLPs that wish to carry on or conduct business or activities in New York State must also register with the Department of State. Taxpayers who have questions concerning the registration process should write to the New York State Department of State, 41 State Street, Albany NY 12231-0001, or call (518) 473-2492. Taxpayers who have questions concerning the New York tax treatment of LLCs and LLPs and payment of the filing fee should contact the Tax Department (see *Need help?* on the back of these instructions).

Effective August 8, 1995, certain investment companies that are established and regulated under Article 12 of the New York State Banking Law are able to organize themselves as limited liability investment companies (LLICs). The LLIC option is available only to Article 12 investment companies that serve as holding companies for foreign banking operations. Also, effective July 21, 1997, certain trust companies that are established and regulated under section 102-A of the New York State Banking Law are able to organize themselves as limited liability trust companies (LLTCs). The LLTC option is available only to Article 3 trust companies that do not receive deposits from the general public and are exempt from obtaining insurance of deposits and share accounts. Throughout these instructions, the term *limited liability company* includes a limited liability investment company and a limited liability trust company.

The New York personal income tax and corporation franchise taxes conform with the federal income tax classification of LLCs and LLPs. Accordingly, an LLC or LLP that is treated as a partnership for federal income tax purposes must, if it meets the requirements (see Form IT-204-I), file a New York State partnership return using Form IT-204, *Partnership Return*. For a calendar year partnership, the filing deadline for filing Form IT-204 is April 15, 2008. For a partnership not on a calendar year basis, the filing deadline for Form IT-204 is the fifteenth day of the fourth month following the close of the partnership tax year. An LLC or LLP required to file

Form IT-204 must also complete and file Form IT-204-LL within 30 days after the last day of the tax year of the LLC or LLP. An LLC or LLP that is treated as a corporation for federal income tax purposes must file a New York State corporation franchise tax return.

New York City — Information regarding the tax treatment of an LLC or LLP for purposes of the New York City General Corporation Tax (GCT) and the New York City Unincorporated Business Tax (UBT) is provided in the New York City Department of Finance memorandum 99-1. This memorandum is available on the NYC Department of Finance Web site at www.nyc.gov/finance or by calling their taxpayer assistance line at (212) 504-4036.

Filing fee

Every domestic or foreign LLC or LLP that is required to file a New York State partnership return **and** that has any income, gain, loss, or deduction from New York sources must pay a New York State filing fee. The amount of the filing fee is \$50 multiplied by the total number of members or partners in the LLC or LLP. However, the fee cannot be less than \$325 or more than \$10,000.

In contrast, a domestic or foreign LLC is not subject to the filing fee if it does not have any income, gain, loss, or deduction from New York sources **and**:

- is required to file a New York State partnership return solely because it has a member who is a New York State resident;
- is formed under the laws of New York State; **or**
- is dormant.

An LLC that elects to be treated as a corporation for federal income tax purposes is not subject to the filing fee.

There is no proration of the filing fee if the LLC or LLP has a short tax year for federal tax purposes.

Who must file

This form must be filed by every LLC, LLIC, LLTC, or LLP that is required to file Form IT-204, *Partnership Return*. It is used as a means of remitting the state filing fee or to indicate why the LLC or LLP does not owe a fee for the current tax year.

When to file

Form IT-204-LL must be filed within 30 days after the last day of the tax year of the LLC or LLP, with full remittance of any filing fee due attached to the form. In addition, as in previous years, there is no extension of time to file Form IT-204-LL or pay the annual fee. If the LLC/LLP is requesting an extension of time to file Form IT-204, see *Extension* below.

Note: Form IT-204-LL **and** Form IT-204 (including any attached Form(s) IT-204-IP and IT-204-CP, or Form(s) IT-204-ATT) constitute the complete partnership return. Failure to file either or both form(s) by the due dates may result in the imposition of penalties for failure to timely file a partnership return.

Extension

There is no extension of time to file Form IT-204-LL or to pay the annual fee. An LLC or LLP that is requesting an extension of time to file Form IT-204 must complete Form IT-370-PF, *Application for Automatic Six-Month Extension of Time to File for Partnerships and Fiduciaries*. If the LLC or LLP is requesting an extension of time to file Form IT-204, that extension will not extend the deadline for filing Form IT-204-LL. Form IT-204-LL **must** be filed within 30 days after the last day of the tax year of the LLC or LLP. If the LLC or LLP fails to pay the full amount of filing fee by the due date of

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Form IT-204-LL, it must pay interest and a late payment penalty of ½% per month, up to a maximum of 25% on the amount of fee not paid.

Where to file

Mail Form IT-204-LL and your remittance, if any, to:

STATE PROCESSING CENTER
PO BOX 22076
ALBANY NY 12201-2076

Private delivery services — If you choose, you may use a private delivery service, instead of the U.S. Postal Service, to mail in your return and tax payment. However, if, at a later date, you need to establish the date you filed your return or paid your tax, you cannot use the date recorded by a private delivery service unless you used a delivery service that has been designated by the U.S. Secretary of the Treasury or the Commissioner of Taxation and Finance.

Line instructions

Name and address box — Enter the name(s), address, and identification number exactly as they will appear on Form IT-204. Also enter the principal business activity, the date the business started, and the contact person's telephone number.

Change of business information — If you marked an X in the box to indicate a change of mailing address, enter your new mailing address in the spaces provided, and report any other changes including your business name, ID number, physical address, telephone number, or owner/officer information on Form DTF-95, Business Tax Account Update.

Part 1 — General information

Line 1 — See Income from New York State sources includes on page 2 of Form IT-204-I, Instructions for Form IT-204, to determine if the LLC or LLP has any income, gain, loss, or deduction derived from New York sources during the tax year.

Note: An LLC or LLP that has a net loss derived from New York sources during the tax year must still mark an X in the Yes box.

Part 2 — Partnerships for federal income tax purposes

Line 4 — The total number of members or partners includes all resident and nonresident individuals, estates and trusts, and all corporations and partnerships that were members or partners of the entity as of the last day of its tax year.

Line 5 — LLC/LLP filing fee

New York State filing fee worksheet table with 6 rows and 2 columns for calculation of filing fees.

Paid preparer must sign the return — Anyone you pay to prepare the return must sign it and fill in the other blanks in the paid preparer's area of the return.

Note to paid preparers — When signing a taxpayer's New York State income tax return, you must enter the same identification number that you used on the taxpayer's federal return.

Paid preparers may be subject to a penalty for failure to conform to certain requirements. For more information see the instructions for Form IT-204.

Privacy notification — The Commissioner of Taxation and Finance may collect and maintain personal information pursuant to the New York State Tax Law, including but not limited to, sections 5-a, 171, 171-a, 287, 308, 429, 475, 505, 697, 1096, 1142, and 1415 of that Law.

This information will be used to determine and administer tax liabilities and, when authorized by law, for certain tax offset and exchange of tax information programs as well as for any other lawful purpose.

Information concerning quarterly wages paid to employees is provided to certain state agencies for purposes of fraud prevention, support enforcement, evaluation of the effectiveness of certain employment and training programs and other purposes authorized by law.

Failure to provide the required information may subject you to civil or criminal penalties, or both, under the Tax Law.

This information is maintained by the Director of Records Management and Data Entry, NYS Tax Department, W A Harriman Campus, Albany NY 12227; telephone 1 800 225-5829.

Need help?

Internet access: www.nystax.gov
Get answers to frequently asked questions; check your refund status; check your estimated tax account; download forms, publications; get tax updates and other information.

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
Refund status: 1 800 443-3200
Personal Income Tax Information Center: 1 800 225-5829
From areas outside the U.S. and outside Canada: (518) 485-6800
Fax-on-demand forms: Forms are available 24 hours a day, 7 days a week. 1 800 748-3676
Hearing and speech impaired (device for the deaf (TDD) callers only): 1 800 634-2110