

New York State Department of Taxation and Finance
Taxpayer Services Division
Technical Services Bureau

TSB-M-84
(8.1) Corporation Tax
(11.1) Income Tax
August 13, 1984

Taxation of S Corporations
and their Shareholders
Correction

In the paragraph titled Special Transitional Termination Rules on page 8 of the combined TSB-M-84(8) Corporation Tax and TSB-M-84-(11) Income Tax dated August 2, 1984, it was incorrectly stated that the consent of a majority of the shareholders was needed to make the special revocation. Correctly stated, any one or more shareholders can make this special revocation.

The Special Transitional Termination Rules section should be reworded as follows:

Section 40 of Chapter 606 of the Laws of 1984, a noncode provision, provides that notwithstanding any provision of section 660 of the Tax Law to the contrary, a revocation by any one or more of the shareholders can be made at any time before October 25, 1984 for taxable years of an S corporation beginning after December 31, 1982. The revocation must be made by filing a written statement with the Tax Commission containing the information detailed in "Revocation" above. All provisions of section 660 will apply in the case of this special revocation period to the extent not inconsistent.