

All federal Subchapter S Corporations must complete this schedule and include it when filing Form NYC-1, NYC-3A, NYC-3L, NYC-4S, or NYC-4SEZ. Amounts on Part I, Lines 1 through 8, 12 and 13 and Part II, Lines 15 through 18 are carried from your Federal form 1120S.

For CALENDAR YEAR _____ or FISCAL YEAR beginning _____ and ending _____

Name as shown on NYC-1, NYC-3A/ATT, NYC-3L, NYC-4S or NYC-4SEZ

EMPLOYER IDENTIFICATION NUMBER

| | | | | | | | | | | | |
|--|---|--|--|--|--|--|--|--|--|--|--|
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PART I - ADDITIONS TO ORDINARY BUSINESS INCOME

| | From Federal Form 1120S | | | |
|--|-------------------------|-----|-----|--|
| 1. Ordinary business income (loss)..... | Schedule K, Line 1 | | 1. | |
| 2. Net rental real estate income (loss) | Schedule K, Line 2 | | 2. | |
| 3. Other net rental income (loss)..... | Schedule K, Line 3c | | 3. | |
| 4a. Interest income..... | Schedule K, Line 4 | | 4a. | |
| 4b. Interest Expense Addback | Page 1, Line 13 | | 4b. | |
| 5. Ordinary dividends | Schedule K, Line 5a | | 5. | |
| 6. Royalties | Schedule K, Line 6 | | 6. | |
| 7. Net short-term capital gain (loss) | Schedule K, Line 7 | 7. | | |
| 8. Net long-term capital gain (loss) | Schedule K, Line 8a | 8. | | |
| 9. Sum of lines 7 and 8 | See Instructions | 9. | | |
| 10. Capital Loss Carryover | See Instructions | 10. | | |
| 11. Net Capital Gain..... | See Instructions | | 11. | |
| 12. Net Section 1231 gain (loss)..... | Schedule K, Line 9 | | 12. | |
| 13. Other income (loss)..... | Schedule K, Line 10 | | 13. | |
| 14. TOTAL ADDITIONS (Sum of lines 1 through 6 plus lines 11 through 13) | | | 14. | |

PART II - DEDUCTIONS FROM ORDINARY BUSINESS INCOME

| Make applicable adjustments for C Corporation treatment of items 15 through 21 | | | | |
|--|-------------------------|--|-----|--|
| 15. Section 179 deduction..... | Schedule K, Line 11 | | 15. | |
| 16. Contributions | Schedule K, Line 12a | | 16. | |
| 17. Interest expense..... | See Instructions | | 17. | |
| 18. Section 59(e)(2) expenditures..... | Schedule K, Line 12c(2) | | 18. | |
| 19. Other deductions | See Instructions | | 19. | |
| 20. Intentionally Omitted | | | 20. | |
| 21. TOTAL DEDUCTIONS (Sum of lines 15 through 20)..... | | | 21. | |

PART III - CALCULATION OF FEDERAL TAXABLE INCOME

| | | | | |
|----------------------------------|------------------|--|-----|--|
| 22. Federal Taxable Income | See Instructions | | 22. | |
|----------------------------------|------------------|--|-----|--|

SPECIFIC LINE INSTRUCTIONS

PART I

Line 4b - Enter here the amount of interest, if any, deducted on 1120S, page 1, line 13, as well as any other interest deducted on the federal return and reflected on any line in Part I of this form that would be subject to the Internal Revenue Code ("IRC") section 163(j) limitation if the taxpayer had not made an election under subchapter S of the IRC. See the instructions to line 17 for more details on interest expense treatment.

Line 9 - If the calculated value for line 9 is negative, enter 0.

Line 10 - The capital loss carryover from prior years that may be used in the current tax year for City purposes. This amount may not exceed the value on line 9. Enter carryover loss as a positive number.

Line 11 - Subtract Line 10 from Line 9.

PART II

Line 16 - The charitable contribution deduction from federal Form 1120S, Schedule K, line 12a may not exceed 10% of the sum of lines 1 through 12d (other than line 12a) of Schedule K, subject to any exception provided in the IRC with respect to C corporations.

Line 17 - Enter on this line the total amount of interest deductions that would have been allowed for federal purposes if the taxpayer had not made an election under subchapter S of the IRC. If any investment interest expense was deducted on form 1120S, Schedule K, line 12b, such interest will be treated as business interest for the purposes of applying the limitation on interest deductions pursuant to IRC section 163(j). Fill out and attach federal form 8990 as if the taxpayer had not made an election under subchapter S of the IRC. For more information on interest expense deductions, see Finance

Memorandum 18-11, Impact of IRC §163(j) Limitation on Interest Attribution.

Line 19 - Enter here the amount from 1120S, Schedule K, line 12d, as well as any other applicable deduction not otherwise taken on this form. Included on this line should be the amounts of any deductions that would have been allowed under IRC section 250(a)(1)(B)(i) if the taxpayer had not made an election under subchapter S of the IRC as well as the amount deductible under IRC section 965(c). Banking Corporation Tax filers should also include on this line the amount of any deductions that would have been allowed under IRC section 250(a)(1)(A) if the taxpayer had not made an election under subchapter S of the IRC.

PART III

Line 22 - Federal Taxable Income: Calculate the value of Part I, Line 14 minus Part II, Line 21 and enter here and on Schedule B, Line 1 of your form NYC-1, NYC-3L, NYC-4S, or NYC-4SEZ. For members of a Combined Group included in an NYC-3A, enter on Form NYC-3A, Schedule B Column A, line 1, if this form NYC-ATT-S-Corp is for the reporting corporation. For any other member of the combined group, enter on Form NYC-3A/B, Schedule B, line 1, in the column for this corporation. If there is only one other member of the combined group, enter on Form NYC-3A, Schedule B Column B, line 1. For members of a Combined Group included in an NYC-1A, this form NYC-ATT-S-CORP must be attached to the Form NYC-1 for each Subchapter S corporation included in the combined group.