

NAME: 	EMPLOYER IDENTIFICATION NUMBER: PLEASE ENTER ENTIRE 9-DIGIT EIN. -	ORIGINAL OR AMENDED RETURN REPORTING NYC OBBBA DECOUPLING MODIFICATIONS WAS FILED ON: ☐ NYC-1 ☐ NYC-1A
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NYC OBBBA DECOUPLING MODIFICATIONS Pursuant to Part G of Chapter 59 of the Laws of 2026 (See Finance Memorandum 26-2)	COLUMN A NYC Additions to Entire Net Income	COLUMN B NYC Subtractions from Entire Net Income	COLUMN C NYC Additions to Average Value of Total Assets
A. Depreciation deductions pursuant to IRC § 168(n)			
B. Limitation for deductions pursuant to IRC § 179(a).....			
C. Deductions of domestic research and experimental expenditures pursuant to IRC § 174A			
D. Interest expense deduction subject to the limitation pursuant to IRC § 163(j)			
E. Total NYC modifications			

COLUMN A Line Items as Reported in Return, Including NYC OBBBA Decoupling Modifications	COLUMN B Line Items Prior to Decoupling Modifications	COLUMN C Net Change (Column A – Column B)
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PART I (IF FILING A COMBINED RETURN, SKIP PART I, AND COMPLETE PART III BEFORE COMPLETING PART II)

COMPUTATION AND ALLOCATION OF ENTIRE NET INCOME			
1a. Ordinary business income (loss) (from Form NYC-ATT-S CORP, line 1)			
1b. Interest expense addback (from Form NYC-ATT-S-CORP, line 4b))			
1c. Ordinary business income plus total additions (from Form NYC-ATT-S-CORP, line 14)			
1d. Interest expense deduction (from Form NYC-ATT-S-CORP, line 17)			
1e. Total deductions from ordinary business income (from Form NYC-ATT-S-CORP, line 21)			
1f. Federal taxable income (FTI) before net operating loss (NOL) and special deductions (from Form NYC-1, Schedule B, line 1)			
2. Total NYC Additions to FTI (from Form NYC-1, Schedule B, line 13)			
3. Add lines 1f and 2.....			
4. Total NYC Subtractions from FTI (from Form NYC-1, Schedule B, line 29)			
5. Entire net income (ENI) (subtract line 4 from line 3) ...			
6. Entire net income allocation percentage (from Form NYC-1, Schedule G, part 1, line 7)			
7. Allocated entire net income (multiply line 6 by line 5) .			

	COLUMN A Line Items as Reported in Return, Including NYC OBBBA Decoupling Modifications	COLUMN B Line Items Prior to Decoupling Modifications	COLUMN C Net Change (Column A – Column B)
COMPUTATION AND ALLOCATION OF ALTERNATIVE ENTIRE NET INCOME			
8. Entire net income (from line 5)			
9. Interest income from subsidiary capital (from Form NYC-1, Schedule B, line 22).....			
10. Dividend income, gains and losses from subsidiary capital (from Form NYC-1, Schedule B, line 23 and 24)			
11. Interest income on obligations of N.Y. State, its political subdivisions, or the U.S. (from Form NYC-1, Schedule B, line 25)			
12. Alternative entire net income (add lines 8, 9, 10, and 11).			
13. Alternative entire net income allocation percentage (from Form NYC-1, Schedule G, part 2, line 5 rounded to the nearest one-hundredth of a percentage point) ..			
14. Allocated alternative entire net income (multiply line 12 by line 13)			
COMPUTATION AND ALLOCATION OF TAXABLE ASSETS			
15. Average value of total assets (from Form NYC-1, Schedule D, line 1)			
16. Money or other property received from the Federal Deposit Insurance Corporation or from the Federal Savings and Loan Insurance Corporation (from Form NYC-1, Schedule D, line 2)			
17. Taxable assets (line 15 minus line 16)			
18. Taxable assets allocation percentage (from Form NYC-1, Schedule G, part 3, line 7 rounded to the nearest one-hundredth of a percentage point)			
19. Allocated taxable assets (multiply line 17 by line 18) .			
20. Applicable tax rate (from Form NYC-1, Schedule D) ..			

	COLUMN A Line Items as Reported in Return, Including NYC OBBBA Decoupling Modifications	COLUMN B Line Items Prior to Decoupling Modifications	COLUMN C Net Change (Column A – Column B)
PART II			
COMPUTATION OF BANKING CORPORATION TAX			
21. Tax on allocated entire net income (multiply line 7 by 9%; if filing combined return, multiply line 43 by 9%) .			
22. Tax on allocated alternative entire net income (multiply line 14 by 3%; if filing combined return, multiply line 48 by 3%)			
23. Tax on allocated taxable assets (multiply line 19 by line 20; if filing combined return, multiply line 53 by line 54)			
24. Fixed minimum tax: no reduction is permitted for a period of less than 12 months (if filing combined return, enter fixed minimum tax for designated parent only) ..	\$125.00	\$125.00	\$0
25. Tax (line 21, 22, 23, or 24, whichever is largest).....			
26. Combined fixed minimum tax for subsidiaries (from Form NYC-1A, Schedule A, line 6)			
27. Total tax (line 25 plus line 26)			
28. UBT Paid Credit (from NYC-9.7B, Schd. A, line 4 or 7)			
29. Relocation and Employment Assistance Program (REAP) credit (from Form NYC-9.5, line 11)			
30. Lower Manhattan Relocation and Employment Assistance Program (LMREAP) credit (from Form NYC-9.8, line 11) ..			
30a. RACE credit (from Form NYC-9.13, line 11)			
31. Total credits (line 28 through 30a).....			
32. Net tax (line 27 minus line 31).....			

CHANGE IN NET TAX DUE TO NYC OBBBA DECOUPLING	
33. Enter line 32, Column C. This is your change in net tax due to OBBBA decoupling	
34. If the amount in line 33 is not correct, enter correct amount here and explain in rider	
35. Intentionally omitted	
36. Intentionally omitted	
37. Intentionally omitted	
38. Intentionally omitted	

	COLUMN A Line Items as Reported in Return, Including NYC OBBBA Decoupling Modifications	COLUMN B Line Items Prior to Decoupling Modifications	COLUMN C Net Change (Column A – Column B)
PART III (IF FILING A COMBINED RETURN, COMPLETE THIS PART FIRST)			
COMPUTATION AND ALLOCATION OF COMBINED ENTIRE NET INCOME			
39. Total entire net income of all combined group members (from Form NYC-1A, Schedule K, line 36, Column A)			
40. Intercorporate eliminations (from Form NYC-1A, Schedule K, line 36, Column B)			
41. Combined entire net income (from Form NYC-1A, Schedule K, line 36, Column C).....			
42. Combined entire net income allocation percentage (from Form NYC-1A, Schedule J, line 14)			

	COLUMN A Line Items as Reported in Return, Including NYC OBBBA Decoupling Modifications	COLUMN B Line Items Prior to Decoupling Modifications	COLUMN C Net Change (Column A – Column B)
COMPUTATION AND ALLOCATION OF ALTERNATIVE COMBINED ENTIRE NET INCOME			
43. Allocated combined entire net income (multiply line 41 by line 42)			
44. Total alternative entire net income of all combined group members (from Form NYC-1A, Schedule L, line 40, Column A)			
45. Intercorporate eliminations (from Form NYC-1A, Schedule L, line 40, Column B)			
46. Combined alternative entire net income (from Form NYC-1A, Schedule L, line 40, Column C)			
47. Combined alternative entire net income allocation percentage (from Form NYC-1A, Schedule J, line 21)			
48. Allocated combined alternative entire net income (multiply line 46 by line 47)			
COMPUTATION AND ALLOCATION OF COMBINED TAXABLE ASSETS			
49. Total taxable assets of all combined group members (from Form NYC-1A, Schedule M, line 46, Column A)			
50. Intercorporate eliminations (from Form NYC-1A, Schedule M, line 46, Column B)			
51. Combined taxable assets (from Form NYC-1A, Schedule M, line 46, Column C)			
52. Combined taxable assets allocation percentage (from Form NYC-1A, Schedule J, line 35)			
53. Allocated combined taxable assets (multiply line 51 by line 52)			
54. Applicable tax rate (from Form NYC-1A, Schedule M)			

INSTRUCTIONS

WHO MUST FILE?

Complete this worksheet if you are filing an **original return under a valid extension or an amended** return covering calendar year 2025 or fiscal year beginning in 2025 that results in interest or penalties on the tax liability increase in part due to any modifications to the Administrative Code of the City of New York ("Ad. Code") introduced by Part G of Chapter 59 of the Laws of 2026, which decoupled from several changes to the Internal Revenue Code ("IRC") made by Public Law 119-21 (One Big Beautiful Bill Act, or OBBBA). See Finance Memorandum 26-2 for more information about the OBBBA decoupling modifications. The amount of additional tax resulting from OBBBA decoupling modifications determined on this worksheet will not be subject to interest and penalties if the worksheet is completed and provided by the taxpayer.

Taxpayers filing amended returns that solely report OBBBA decoupling modifications are not required to file this worksheet.

SPECIAL CONDITION CODE

When filing an original or amended return that reports OBBBA decoupling modifications and for which this worksheet is required, enter special condition code "OB" on the return.

If a return reports OBBBA decoupling modifications, but the worksheet is not required, enter special condition code "AB" on the amended return.

SPECIFIC INSTRUCTIONS

Line A - Depreciation deductions pursuant to IRC § 168(n) - Enter in Column A the amount of depreciation deducted for federal income tax purposes pursuant to IRC section 168(n) and required to be added back pursuant to Ad. Code section 11-641(b)(18).

Enter in Column B the amount of depreciation deduction for qualified production property

(defined under IRC section 168(n)(2)) pursuant to IRC section 167(a) calculated without any deduction, exclusion or basis adjustment allowed by IRC section 168(n), pursuant to Ad. Code section 11-641(e)(17).

Enter in Column C the net amount of change, if any, in the book value of assets resulting from the adjustments made on Line A, Columns A and B.

Line B - Limitation for deductions pursuant to IRC § 179(a) - Enter in Column A the amount of any federal deduction taken under IRC section 179 in determining federal gross income required to be added back under Ad. Code section 11-641(b)(19).

Enter in Column B the amount of IRC section 179 deduction allowed pursuant to Ad. Code section 11-641(e)(18).

Enter in Column C the net amount of change, if any, in the book value of assets resulting from the adjustments made on Line B, Columns A and B.

Line C - Deductions of domestic research and experimental expenditures pursuant to IRC § 174A - Enter in Column A the amount of the domestic research and experimental expenditures deducted for federal income tax purposes pursuant to IRC section 174A, which are required to be added back pursuant to Ad. Code section 11-641(b)(20).

Enter in Column B the amount of the domestic research and experimental expenditures allowed for City purposes pursuant to Ad. Code section 11-641(e)(19).

Enter in Column C the net amount of change, if any, in the book value of assets resulting from the adjustments made on Line C, Columns A and B.

Line D - Interest expense deduction subject to the limitation pursuant to IRC § 163(j) -

Enter in Column A the amount of interest expenses deducted for federal income tax purposes which represents the increase in the amount allowed as a federal interest deduction attributable to additional adjusted taxable income resulting from the inclusion of depreciation, amortization or depletion disallowed for City purposes pursuant to Ad. Code section 11-641(b)(21).

Enter in Column C the net amount of change, if any, in the book value of assets resulting from the adjustment made on Line D, Column A.

Line E – Total NYC modifications – Enter in each column the sum of lines A through D in the corresponding column.

Lines 1a through 32 and 39 through 54 –

Enter in Column A the amount for each line as reported on the original or amended return filed for 2025, to which this worksheet relates.

Enter in Column B the amount for each line calculated without taking any OBBBA decoupling modifications into account.

Enter in Column C the difference between each line in Columns A and B.

Line 33 – Enter the amount from line 32, Column C. This represents the total change in tax liability resulting from the OBBBA decoupling modifications on which no interest or penalty will be imposed for taxpayers filing a return under a valid extension within the period of extension or amended returns filed for a taxable year beginning in 2025.

Line 34 – If the amount calculated on line 33 is not correct, enter the correct amount on this line, with an explanation attached to this worksheet.

WHERE TO FILE

Mail this worksheet, with a copy of the applicable return to:

**NYC Department of Finance
P.O. Box 5563
Binghamton, NY 13902**