



Servicing Mortgages Credit

Tax Law – Article 9-A, Section 210-B.10

All filers must enter tax period:

beginning ending

Legal name of corporation Employer identification number (EIN)

Attach to Form CT-3 or CT-3-A.

Computation of credit available for use (see instructions)

1	Servicing mortgages credit (from your state of New York mortgage agency (SONYMA) letter)	•	1	
2	Tax due before credits (see instructions)		2	
3	Tax credits claimed before this credit (if none, enter 0; see instructions)	•	3	
4	Tax after application of all other credits (subtract line 3 from line 2)		4	
5	Fixed dollar minimum tax (see instructions)		5	
6	Limitation on credit to be used this period (subtract line 5 from line 4; if line 4 is less than line 5, enter 0) ...	•	6	
7	Credit to be used this year (enter the lesser of line 1 or line 6; transfer this amount to your franchise tax return)	•	7	

Instructions

General information

Tax Law, Article 9-A, section 210-B.10(a) provides a tax credit to every taxpayer that has entered into a contract with the state of New York mortgage agency (SONYMA) to service mortgages acquired by such agency according to the state of New York mortgage agency act. The servicing mortgages credit is available to taxpayers subject to tax under Article 9-A (including former Article 32 taxpayers).

The credit may not reduce the tax due below the fixed dollar minimum tax. Any amount not used in the current tax year may not be refunded, credited as an overpayment, or carried forward.

The amount of credit allowed for the current year is allocated by SONYMA who supplies a letter stating the amount allowable.

Corporate partners

Since there is no provision in Tax Law Article 22 for the credit, corporate partners may not receive the credit as a pass through from a partnership.

Combined filers

Qualification for credits, including any limitations, are determined separately for each of the members of the combined group, and are not determined on a combined basis, except as otherwise provided. However, credits are to be applied against the combined tax of the group. To the extent that Article 9-A section 210-B limits this credit to the fixed dollar minimum tax amount, the fixed dollar minimum amount that is attributable to the designated agent of the combined group is the fixed dollar minimum amount.

Line instructions

Line 2 – Enter the amount from Form CT-3 or Form CT-3-A, Part 2, line 2 plus any net recaptured tax credits.

Line 3 – If you are applying more than one credit against the current year's franchise tax, enter the total amount of such credits being applied before the servicing mortgages credit. You must apply certain credits before the servicing mortgages credit. See Form CT-600-I, *Instructions for Form CT-600, Ordering of Corporation Tax Credits*, for the correct order of credits. If the servicing mortgages credit is the only credit that is being applied against the current year's franchise tax, enter 0.

If you are included in a combined return, include any amount of tax credit(s) being claimed by other members of the combined group, including the servicing mortgage credit that you want to apply before the credit claimed on this form.

Line 5 – Enter the amount from Form CT-3 or Form CT-3-A, Part 2, line 1c.

Need help? and Privacy notification

See Form CT-1, *Supplement to Corporation Tax Instructions*.

