

CT-186 New York State Department of Taxation and Finance

Franchise Tax Report of Gross Income

Waterworks, Gas, Electric or Steam Heating, Lighting or Power Corporations,
Section 186, Article 9, Tax Law

Mail to: Processing Unit • P.O. Box 1909 • Albany, NY 12201 • on or before March 16, 1987.

For taxable period **1986**
beginning January 1, 1986
and ending December 31, 1986

A copy of pages 1 through 4 of your federal return must accompany this report.

ATTACH MAILING LABEL HERE If there have been any changes in your business name, ID number, mailing or business address, telephone number or owner/officer information, please complete the enclosed Form DTF-95. If no form is enclosed, call 1-800-462-8100 (from out of state, (518) 438-1073).	Employer identification number		File number		Official use only	
	Name				Date received	
	Number and street					
	City or town,		State			
Principal business activity	State or country of incorporation	Date of incorporation	Date began business in NYS			Audit use only
Does this corporation have an interest in real property located in New York State? <input type="checkbox"/> Yes <input type="checkbox"/> No • Has the controlling interest in the corporation's stock changed during the period covered in this return? <input type="checkbox"/> Yes <input type="checkbox"/> No • If both questions were answered "Yes," attach a rider with complete details. See instructions.						Business group code no. (per federal return) •
IMPORTANT — To avoid rejection of this form, complete all lines marked • Use zeros where they apply.				Pay amount shown at line 14. Make check payable to New York State Corporation Tax.		PAYMENT \$ _____ •

SCHEDULE A — Computation of Tax

1. Gross earnings — enter from Schedule B, line 20, Column A	\$ _____	X .0075	1	\$ _____
2. Dividends — Schedule C, line 28	\$ _____	X .045	2	
3. Tax — add lines 1 and 2			3	
4. Minimum tax			4	\$ 125.00
5. Tax — line 3 or line 4, whichever is larger			5	
6. Additional mortgage recording tax credit (attach Form CT-43)			6	•
7. NET TAX — subtract line 6 from line 5			7	•
8. First installment of estimated tax for period following that covered by this report				
a. Enter line 3 amount from Form CT-5.9 if that application for extension was filed			8a	•
b. Enter 25% of line 7 (above) if Form CT-5.9, application for extension, was not filed and line 7 is over \$1,000			8b	•
9. Total — add lines 7 and 8a or 8b			9	
10. Prepayments			10	•
11. Balance — subtract line 10 from line 9			11	
12. Interest — compute on line 7 or line 11 amount, whichever is less			12	•
13. Additional charges				
a. Late filing and late payment penalties — compute on line 7 or line 11 amount whichever is less			13a	•
b. Underpayment of estimated tax penalties <input type="checkbox"/> • Form CT-222 attached			13b	•
14. BALANCE DUE — add lines 11, 12, 13a and 13b		PAY →	14	•
15. a. Overpayment — subtract line 9 from line 10			15a	
b. Credit to next period			15b	•
c. Balance of overpayment — subtract line 15b from line 15a			15c	•
d. Credit to CT-186-M			15d	
e. Refund — subtract line 15d from line 15c			15e	•

SCHEDULE B — Computation of Gross Earnings and Allocation

		A New York State	B Everywhere
16. Gross earnings from operating revenue	16	\$ _____	\$ _____
17. Gross earnings from interest	17		
18. Gross earnings from dividends	18		
19. Gross earnings from other revenues	19		
20. TOTAL (lines 16 through 19)	20	\$ _____	\$ _____
Enter total of Column A in Schedule A, line 1			
21. Allocation percentage — line 10, Column A divided by Column B	21		% •

CERTIFICATION BY AN ELECTED OFFICER OF THE CORPORATION

I hereby certify that this report, including any accompanying rider, is to the best of my knowledge and belief a true, correct and complete report.

Date	Signature of officer	Official title
Date	Signature of individual or name of firm preparing this report	Preparer's address

SCHEDULE C — Computation of Allocated Dividends (based on the period January 1, 1986 through December 31, 1986)

		Calendar Year 1986	
22.	Shares of stock issued	22	Common Preferred
23.	Actual amount of paid-in capital	23	\$
24.	Amount of capital on which dividends were paid	24	
25.	Total dividends paid in calendar year 1986	25	
26.	4% of line 24	26	
27.	Net dividends — subtract line 26 from line 25	27	
28.	Allocated dividends — Schedule B, line 21 _____ % X line 27	28	\$

Enter at Schedule A, line 2

SCHEDULE D — Reconciliation of Retained Earnings (based on the period January 1, 1986 through December 31, 1986)

29.	Balance beginning of period	29	\$	33.	Dividends	33	\$
30.	Net increase	30	\$	34.	Other deductions— explain	34	
31.	Other additions — explain	31		35.	Total—add lines 33 and 34	35	
32.	Total—add lines 29, 30 and 31	32	\$	36.	Balance end of period — subtract line 35 from line 32	36	\$

General Information and Instructions

Taxpayers taxable under Article 9, Section 186, are required to file an annual report.

The tax must be computed on gross earnings received during the period January 1, 1986, through December 31, 1986, plus a tax on dividends paid during a 12 month period from January 1, 1986 through December 31, 1986.

The annual report is due on March 15 following the close of each calendar year. If March 15 falls on a Saturday, Sunday or legal holiday in any year, the report is due on the next business day.

Change of Business Information — If there have been any changes in your business name, ID number, mailing address, business address, telephone number or owner/officer information, complete the enclosed Form DTF-95, *Change of Business Information*. If no form is enclosed, call 1-800-462-8100 (from out of state (518) 438-1073) to request one.

Who Must File Form CT-186

Corporations, joint-stock companies or associations formed for or principally engaged in the business of supplying electricity, water, steam, or gas when delivered through mains or pipes, must file Form CT-186.

Foreign Corporations — Maintenance Fee and License Fee

Every foreign corporation authorized to do business in New York must pay an annual maintenance fee of \$200.00. This fee may be applied against the taxes due under Article 9, except the license fee imposed by Section 181. If the total taxes (excluding the installment for 1987) on Form CT-186, CT-186A or CT-186P for December 31, 1986 exceed \$200.00, you have satisfied the requirement to pay a maintenance fee. If the total taxes payable (excluding the installment for 1987) are less than \$200.00, add the difference to line 9, of Form CT-186 to produce a total tax and fee of \$200.00 plus the installment for 1987.

Foreign corporations must also file a report of license fee. See Form CT-240, *Report of License Fee*.

Extension of Time for Filing Tax Report

A request for an extension of time to file a tax report must be filed on Form CT-5.9 on or before March 16, 1987. An extension of time granted by the IRS to file a federal tax return does not extend the due date for filing Form CT-186.

Declaration and Payment of Estimated Tax (Sec. 197-a, 197-b)

A taxpayer taxable under Section 186, whose tax in the preceding year exceeds \$1,000, must pay a mandatory first installment equal to 25% of the tax imposed for the preceding year.

In addition to the mandatory installment, a taxpayer whose New York State tax liability can reasonably be expected to exceed \$1,000 must make a declaration of its estimated tax for the current year. The declaration of estimated tax (Form CT-400) must be filed on or before June 15 each year.

The estimated tax shall be reduced by the mandatory first installment paid with the preceding year's tax report and the balance paid in three equal installments due on June 15, September 15 and December 15.

Article 31-B, Section 1449-a (Tax on gains derived from certain real property transfers)

This article requires every corporation with an interest in real property to keep a record of the transfer of its stock, to report annually every transfer of a "controlling" interest in its stock, and to provide any other information that may be required to enforce this article.

Controlling interest of a corporation means either 50 percent or more of the total combined voting power of all classes of stock, or 50 percent or more of the capital, profits or beneficial interest in such voting stock.

All corporations must answer both questions on page one. If the answer to both questions is yes, attach a rider providing the following information:

- Name, address and identification number of the new controlling stockholder, (use Social Security number for individuals and Federal Employer Identification number for corporations).
- Date transfer was made.
- Location of real property.

Schedule A

Line 6 — You may take a credit against your franchise tax for any "additional mortgage recording tax" you paid. This credit may not reduce your tax below the minimum tax, or if you are an authorized foreign corporation, it may not reduce the tax below the \$200.00 maintenance fee. You may carry any unused credit forward. Attach Form CT-43, *Claim for Additional Mortgage Recording Tax Credit*.

Line 8b — If the tax on this report exceeds \$1,000, a mandatory first installment is required for the period following that covered by this report. Enter 25% of the tax shown at line 7.

Line 9 — Foreign Corporations only — If your total taxes due with your franchise tax reports CT-186, CT-186A and/or CT-186P for December 31, 1986 are less than \$200.00, add the difference to the tax due on this form and enter total at line 9. Attach a rider showing computation.

Example:			
Form CT-186	Tax for 12/31/86	\$125.00	
Form CT-186P	Tax for 12/31/86	50.00	
Total		\$175.00	
Maintenance Fee for 1986		200.00	
Balance of maintenance fee due			\$ 25.00
Tax due on Form CT-186			125.00
Enter at line 9			\$150.00

Line 10 — Enter total of all payments of estimated tax, including any overpayment carryover from preceding period.

Line 12 — If the tax is not paid on or before the due date (without regard to any extension of time); interest must be paid on the amount of the underpayment from the due date to the date paid. The interest rate should be determined in accordance with Part 603 of the Tax Regulations.

Line 13a — Additional charges for late filing are computed on the amount of tax less any payment made on or before the prescribed due date.

- If a report is not filed when due or if the application for extension is invalid, add to the tax 5% per month up to 25% (Section 1085(a)(1)(A)).
- If a report is not filed within 60 days of the prescribed due date, the addition to tax cannot be less than the smaller of \$100 or 100% of the amount required to be shown as tax (Section 1085(a)(1)(B)).
- In case of failure to pay the tax shown on a report, add to the tax ¼% per month up to 25% (Section 1085(a)(2)).
- The total of the additional charges in a and c may not exceed 5% for any one month, except as provided for in b above (Section 1085(a)).

If you think you are not liable for these additional charges, attach a statement to your report explaining the delay in filing and/or payment (Section 1085).

SCHEDULE B

On lines 16 through 20, enter amounts attributable to New York State in column A and total earnings everywhere in column B.

The term "gross earnings" means all receipts from the employment of capital without any deduction.

Line 16 — The term "gross earnings from operating revenue" refers to gross receipts from all sales before any deductions.

Line 20 — Carry the total amount shown in column A to line 1 of Schedule A.

Line 21 — Enter the percentage determined by dividing line 16, column A by line 16, column B. This percentage is used at line 28, Schedule C.

SCHEDULE C

If dividends are paid once a year, the value to be included is the value of capital on the declaration date.

Line 23 — The term "actual amount of paid-in capital" is that part of the equity that was invested in the business enterprise by shareholders.

Line 24 — If dividends are declared and paid more than once a year, the value of capital on which these dividends were paid must be averaged by computing the value of capital on each declaration date, and dividing by the number of dividend dates.

See TSB M 82(8)C for additional information on the computation of the tax on dividends.