$$C^{0,2}\hat{U}^{1} = |0\rangle\langle 0|^{0} \otimes \hat{I}^{1,2} + |1\rangle\langle 1|^{0} \otimes C^{2}\hat{U}^{1}$$

$$= \hat{I}^{0,1} \otimes |0\rangle\langle 0|^{2} + C^{0}\hat{U}^{1} \otimes |1\rangle\langle 1|^{2}$$

$$= \hat{I} \otimes \hat{I} \otimes \hat{I} + |1\rangle\langle 1| \otimes (\hat{U} - \hat{I}) \otimes |1\rangle\langle 1|$$