



FINANCE
NEW YORK

NYC
399

NEW YORK CITY DEPARTMENT OF FINANCE
SCHEDULE OF NEW YORK CITY
DEPRECIATION ADJUSTMENTS

For Calendar Year 19___ or Fiscal Year beginning _____, 19___ and ending _____, 19___

Print or Type ▼

Name

- ▶ Federal Form 4562 must accompany this form.
- ▶ This schedule must be attached to your applicable New York City tax return.
- ▶ See instructions on back.

EMPLOYER IDENTIFICATION NUMBER

____ - _____

SOCIAL SECURITY NUMBER

____ - ____ - ____

SCHEDULE A Computation of allowable New York City depreciation for current year								Attach rider if necessary
A Description of Property	B Class of Property (ACRS)	C Date Placed in Service: mo/day/yr	D Cost or Other Basis	E Accumulated NYC Depreciation Taken in Prior Years	F Federal ACRS Deduction	G Method of Figuring NYC Depreciation	H Life or Rate	I Allowable New York City Depreciation
1. Total columns D, E, F, and I.....								

Enter total of columns F and I on line 4 and line 5 of Schedule C below. (See instructions on back.)

SCHEDULE B Disposition adjustment for property acquired on or after January 1, 1981							Attach rider if necessary
For each item of property listed below, determine the difference between federal ACRS and New York City depreciation used in the computation of federal and New York City taxable income in prior years. <ul style="list-style-type: none"> ▶ If ACRS deduction exceeds New York City depreciation, subtract column E from column D and enter in column F. ▶ If New York City depreciation exceeds ACRS, subtract column D from column E and enter in column G. 							
A Description of Property	B Class of Property (ACRS)	C Date Placed in Service: mo/day/yr	D Total ACRS Deduction Taken	E Total NYC Depreciation Taken	F Adjustment (D minus E)	G Adjustment (E minus D)	
2. Total excess ACRS deductions over NYC depreciation deductions (see instructions)							
3. Total excess NYC depreciation deductions over ACRS deductions (see instructions)							

SCHEDULE C	Computation of adjustments to New York City income	
	A. Federal	B. New York City
4. Enter amount from Schedule A, line 1, column F		
5. Enter amount from Schedule A, line 1, column I		
6. Enter amount from Schedule B, line 2		
7. Enter amount from Schedule B, line 3		
8. Totals: column A, lines 4 and 7; column B, lines 5 and 6		

Enter the amount on column A, line 8, the federal adjustment, as an addition and the amount on column B, line 8, the New York City adjustment, as a deduction on the applicable New York City return.

GENERAL INFORMATION

For taxable years beginning on or after January 1, 1982, and before January 1, 1994, the federal depreciation deduction permitted under Internal Revenue Code Section 168 (the Accelerated Cost Recovery System - ACRS or Modified Accelerated Cost Recovery System - MACRS) may not be used in determining taxable income for General Corporation Tax, Banking Corporation Tax and Unincorporated Business Tax purposes. (See exceptions below.) In place of the federal ACRS or MACRS depreciation deduction, a depreciation deduction computed by any other method permitted under IRC Section 167 (as such section would have applied to property placed in service on December 31, 1980) is allowed.

Exceptions

A depreciation deduction computed under ACRS or MACRS may be used for:

- property placed in service in New York State in taxable years beginning on or after January 1, 1985;
- property placed in service outside of New York State in taxable years beginning on or after January 1, 1994;
- recovery property subject to the provisions of IRC Section 280-F (such as luxury automobiles) for taxable years ending after June 18, 1984;
- property of a taxpayer subject to the General Corporation Tax principally engaged in the conduct of an aviation, steamboat, ferry or navigation business, or two or more such businesses, which is placed in service in taxable years beginning before January 1, 1989, or after December 31, 1993.

WHO MUST USE THIS FORM

A corporation or unincorporated business must use Form NYC-399 if it claims an ACRS or MACRS deduction for property for federal purposes that does not fall within the exceptions above, and files one of the following New York City tax reports:

- NYC-3L or NYC-4S
General Business Corporations
- NYC-202 or NYC-204 Unincorporated Businesses
- NYC-1
Banking Corporations

SPECIFIC INSTRUCTIONS

SCHEDULE A

The purpose of this schedule is to compute the allowable New York City depreciation deduction. This form has been designed to be used with the federal depreciation schedule, Form 4562. A copy of the federal form must accompany this Form NYC-399.

Only property placed in service in taxable years beginning after December 31, 1980, but before January 1, 1985, and property placed in service outside New York State in taxable years beginning after December 31, 1984, and before January 1, 1994, (except for Section 280-F property and property of a taxpayer subject to the General Corporation Tax principally engaged in the conduct of an aviation, steamboat, ferry or navigation business, or two or more such businesses, which is placed in service before taxable years beginning in 1989 or after 1993) should be entered in this schedule.

Column A

Enter a brief description of each item of property included in part I, federal Form 4562.

Column B

For each item of property listed in column A, indicate the "class of property" used in computation of the federal ACRS or MACRS deduction. Use "UPM" for property placed in service after December 31, 1980, which is depreciated under the unit of production method provided in IRC Section 168(f)(1).

Column D

The cost or other basis entered in this column must be the same amount used for federal purposes. Property placed in service in 1981 must be shown at the original cost and should not be reduced by any depreciation claimed in 1981.

Column G

Indicate the depreciation method selected for the computation of the New York City allowable depreciation deduction. Any method used to compute depreciation that would have been allowed under IRC Section 167 will be acceptable. This includes such methods as straight line depreciation, declining balance depreciation, sum-of-the-years-digits method or any other consistent method.

Column I

Enter depreciation computed by the method indicated in column G. Total of this column

will be the depreciation allowable as a deduction for New York City. Enter the total amount on the appropriate line of your New York City tax return.

LINE 1

Enter total of columns F and I on lines 4 and 5 of Schedule C. If you have disposed of "recovery property" you must complete Schedule B.

SCHEDULE B

Column A

Enter each item of property separately. Attach a rider if additional room is needed.

Column D

Enter for each item the total amount of ACRS or MACRS deductions used in the computation of the prior year's federal taxable income.

Column E

Enter for each item the total amount of New York City depreciation deductions used in the computation of prior years' entire net income. For 1981 recovery property, the New York City depreciation deduction was the same as the ACRS or MACRS deduction and must be included in this column.

Column F

If the total ACRS or MACRS deduction exceeds total New York City depreciation, subtract column E from column D and enter the excess in this column.

Column G

If the total New York City depreciation exceeds ACRS or MACRS deductions, subtract column D from column E and enter the excess in this column.

LINE 2

Total column F and enter amount on line 6, Schedule C.

LINE 3

Total column G and enter amount on line 7, Schedule C.

SCHEDULE C

LINE 8

Enter the amount on line 8A, the federal adjustment, as an addition and the amount on line 8B, the New York City adjustment, as a deduction on the applicable New York City tax return.

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