

Depreciation and Amortization

▶ See separate instructions.
 ▶ Attach this form to your return.

Name(s) as shown on return _____ Identifying number _____

Business or activity to which this form relates _____

Part I Depreciation (Use Part III for automobiles, certain other vehicles, computers, and property used for entertainment, recreation, or amusement.)

Section A.—Election To Expense Depreciable Assets (Section 179)

1 Maximum dollar limitation	1	\$10,000
2 Total cost of section 179 property placed in service during the tax year (see instructions)	2	
3 Threshold cost of section 179 property before reduction in limitation	3	\$200,000
4 Reduction in limitation (Subtract line 3 from line 2, but do not enter less than -0-.)	4	
5 Dollar limitation for tax year (Subtract line 4 from line 1, but do not enter less than -0-.)	5	
6		
(a) Description of property	(b) Date placed in service	(c) Cost
(d) Elected cost		
7 Listed property—Enter amount from line 28	7	
8 Tentative deduction (Enter the lesser of: (a) line 6 plus line 7; or (b) line 5.)	8	
9 Taxable income limitation (Enter the lesser of: (a) Taxable income; or (b) line 5) (see instructions)	9	
10 Carryover of disallowed deduction from 1988 (see instructions)	10	

Part II Amortization

Table with 6 columns: (a) Description of property, (b) Date amortization begins, (c) Cost or other basis, (d) Code section, (e) Amortization period or percentage, (f) Amortization for this year. Rows include 21 Amortization for property placed in service only during tax year beginning in 1989, 22 Amortization for property placed in service before 1989, and 23 Total.

Part III Listed Property.—Automobiles, Certain Other Vehicles, Computers, and Property Used for Entertainment, Recreation, or Amusement

If you are using the standard mileage rate or deducting vehicle lease expense, complete columns (a) through (d) of Section A, all of Section B, and Section C if applicable.

Section A.—Depreciation (Caution: See instructions for limitations for automobiles.)

24a Do you have evidence to support the business use claimed? Yes No 24b If "Yes," is the evidence written? Yes No

Table with 9 columns: (a) Type of property, (b) Date placed in service, (c) Business use percentage, (d) Cost or other basis, (e) Basis for depreciation, (f) Recovery period, (g) Method, (h) Depreciation deduction, (i) Elected section 179 cost.

25 Property used more than 50% in a trade or business: Table with 9 columns for property details.

26 Property used 50% or less in a trade or business: Table with 9 columns, including S/L (Straight Line) indicator.

27 Total (Enter here and on line 15, page 1.) 28 Total (Enter here and on line 7, page 1.)

Section B.—Information Regarding Use of Vehicles—If you deduct expenses for vehicles:

- Always complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.
If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

Table for Section B with columns (a) through (f) for 6 vehicles. Rows include 29 Total business miles driven, 30 Total commuting miles driven, 31 Total other personal miles driven, 32 Total miles driven, 33 Was the vehicle available for personal use, 34 Was the vehicle used primarily by a more than 5% owner, 35 Is another vehicle available for personal use?

Section C.—Questions for Employers Who Provide Vehicles for Use by Their Employees

(Answer these questions to determine if you meet an exception to completing Section B. Note: Section B must always be completed for vehicles used by sole proprietors, partners, or other more than 5% owners or related persons.)

Table for Section C with 2 columns: Yes, No. Rows include 36 Do you maintain a written policy statement that prohibits all personal use of vehicles, 37 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, 38 Do you treat all use of vehicles by employees as personal use?, 39 Do you provide more than five vehicles to your employees and retain the information received from your employees concerning the use of the vehicles?, 40 Do you meet the requirements concerning qualified automobile demonstration use.

Note: If your answer to 36, 37, 38, 39, or 40 is "Yes," you need not complete Section B for the covered vehicles.