

2023 Idle Equipment, Obsolete Equipment, and Surplus Equipment Report (as of 12-31-22)

INSTRUCTIONS: Idle, obsolete and surplus equipment may qualify for additional depreciation. Read the instructions on page 2 of this form to determine whether your personal property may qualify for treatment as idle, obsolete or surplus equipment. You may also contact the assessor or the State Tax Commission. If you qualify, you must complete Form 2698 and attach it to your Form 632 (L-4175), *Personal Property Statement*. This schedule is subject to audit. An inspection may be required. Report original total cost of equipment including sales tax, freight and installation. Assets reported on Form 2698 as idle, obsolete or surplus equipment should not be reported in any other section on Form 632 (L-4175), *Personal Property Statement*.

Owner's Name		Doing Business As	
Mailing Address (Street or RR#, City, State, ZIP Code)		Business Location (Street or RR#, City or Township, State, ZIP Code)	
Name of Person to Contact	Telephone Number	Parcel Number	

Section A - Including Furniture and Fixtures

Assessor Calculations

Year	Assessor Calculations
2022	.364
2021	.320
2020	.276
2019	.244
2018	.212
2017	.188
2016	.168
2015	.148
2014	.132
2013	.116
2012	.108
2011	.096
2010	.088
2009	.076
2008	.048
Prior	.048
TOTALS	A1
	A2

Section C - Including Rental Videotapes and Games

Assessor Calculations

Year	Assessor Calculations
2022	.304
2021	.212
2020	.116
2019	.020
Prior	.020
TOTALS	C1
	C2

Section D - Including Office, Electronic, Video and Testing Equipment

Assessor Calculations

Year	Assessor Calculations
2022	.336
2021	.256
2020	.220
2019	.196
2018	.176
2017	.164
2016	.152
2015	.140
2014	.132
2013	.124
2012	.116
2011	.112
2010	.104
2009	.100
2008	.068
Prior	.068
TOTALS	D1
	D2

Section B - Including Machinery and Equipment

Assessor Calculations

Year	Assessor Calculations
2022	.356
2021	.304
2020	.268
2019	.240
2018	.216
2017	.196
2016	.180
2015	.168
2014	.152
2013	.144
2012	.132
2011	.124
2010	.116
2009	.112
2008	.092
Prior	.092
TOTALS	B1
	B2

NOTE: This form continues on the reverse side and must be signed by an owner, partner, corporate officer or duly authorized representative.

Section E - Including Consumer Coin Operated Equipment

Assessor Calculations

2022		.368	
2021		.340	
2020		.308	
2019		.276	
2018		.244	
2017		.216	
2016		.184	
2015		.152	
2014		.120	
2013		.092	
2012		.060	
Prior		.060	
TOTALS	E1		E2

Section F - Including Computer Equipment

Assessor Calculations

2022		.240	
2021		.176	
2020		.128	
2019		.096	
2018		.076	
2017		.060	
2016		.032	
Prior		.032	
TOTALS	F1		F2

Cost Grand Total (For Idle, Obsolete or Surplus Equipment)

Taxpayer: Add totals from the cost columns of Sections A-F (A1-through F1). Enter grand total and carry to line 12a, page 1, of Form 632 (L-4175).

Taxpayer

True Cash Value Grand Total (For Idle, Obsolete or Surplus Equipment)

Assessor: Add True Cash Value totals from Sections A-F (A2 through F2) Enter grand total here and carry to line 12b, page 1, of Form 632 (L-4175).

Assessor

I, _____, hereby attest that, to the best of my knowledge and belief, all of the property listed on this form is **idle equipment** or **obsolete or surplus equipment** as those terms are defined in the instructions below.

Signature	Date	Title (Please print or type)
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Must be signed by Owner, Partner, or Corporate Officer or duly appointed representative.

INSTRUCTIONS

This form is for use in reporting **idle equipment** and **obsolete or surplus equipment** as defined in these instructions. For purposes of completing this form, the allocation of personal property to Sections A through F shall be made in accordance with the instructions for completion of Sections A through F of Form 632 (L-4175), *Personal Property Statement*. Both **idle equipment** and **obsolete or surplus equipment** will be reduced by the assessor to 40% of the value obtained by applying the normal State Tax Commission personal property multipliers to original acquisition costs.

Read the following descriptions of **idle equipment** and **obsolete or surplus equipment** to determine whether your personal property may qualify to be reported on this form. Only property that would otherwise be reported on Sections A-F of Form 632 (L-4175), may be claimed as idle or obsolete or surplus equipment.

If you have personal property that qualifies, complete this form and file it with Form 632 (L-4175). Assets reported as **idle equipment** or **obsolete or surplus equipment** **should not** be reported on Sections A through F of Form 632 (L-4175). You must add the totals from Sections A through F (A-1 through F1) and insert this sum in the "Cost Grand Total" box above. This "Cost Grand Total" must be carried to line 12a of the "Summary and Certification" contained on page 1 of Form 632 (L-4175).

Idle Equipment and Obsolete or Surplus Equipment

Idle equipment is equipment that has been disconnected and stored in a separate location. This equipment is not part of an existing process, not even on a standby basis.

⓪bssolete or surplus equipment is equipment that either:

Requires rebuilding for continued economic use and is in the possession of a machine rebuilding firm on tax day, or

- Has been declared as surplus by an owner who is abandoning a process or plant and is being disposed of by means of an advertised sale or through an agent. The sale must be an unconditional sale to any and all prospective purchasers rather than being restricted to other divisions of a company.

Equipment cannot qualify as **idle** or **obsolete or surplus** until it has been placed in service. Equipment that is operating on tax day does **not** qualify for treatment as **idle equipment** or **obsolete or surplus equipment**. Standby equipment is not **idle equipment** or **obsolete or surplus equipment**. Standby equipment is equipment that is not usually in use but is ready and immediately on hand for use when needed, e.g., a standby boiler or standby production machines. The allowances for idle or obsolete and surplus equipment are available only in cases where a process has been discontinued or where individual items of property are being liquidated on a piecemeal basis. A process that has been temporarily suspended and/or which is being marketed as a complete process, for continued use at the same location, does not qualify for treatment as idle or obsolete and surplus.

Sometimes equipment, for various reasons, is normally not used throughout the year (e.g., Holiday and seasonal decorations, construction equipment) or is normally used only on an intermittent basis. This type of equipment does **not** qualify for the **idle** or **obsolete or surplus** treatment when it is seasonally or intermittently used.

Sometimes, equipment may be "idle-in-place" because storage in a separate location is not feasible. This might be due to the large size of the equipment involved or the fact that it is underground equipment. Proof should be presented to the assessor that equipment is "idle-in-place."