

IT-230 Separate Tax on Lump Sum Distributions

1986

New York State and City of New York Special 10-Year Averaging Method

Use this form only if you qualified to use the Federal Special 10-year Averaging Method

Attach to Form IT-201, IT-203 or IT-205.

| | |
|----------------------------|--------------------|
| Name(s) as shown on return | Identifying number |
|----------------------------|--------------------|

CHECK THIS BOX if you agreed to make an irrevocable election with respect to all lump sum distributions received on behalf of the same employee, not to treat any part as capital gain (see instructions).

PART I - Use Part I if you have not filed Form IT-230 for any year after 1980.

| | | | |
|--|----|--|--|
| 1 Capital gain if any (from federal Form 4972, Part II, line 1) | 1 | | |
| 2 Ordinary income (from federal Form 4972, Part II, line 2) | 2 | | |
| 3 Add lines 1 and 2 | 3 | | |
| 4 Death benefit exclusion (see instructions) | 4 | | |
| 5 Total taxable amount (subtract line 4 from line 3) | 5 | | |
| 6 Current actuarial value of annuity (from federal Form 4972, Part II, line 6) | 6 | | |
| 7 Adjusted total taxable amount (add lines 5 and 6). If this amount is \$70,000 or more, skip lines 8 through 11, and enter this amount on line 12 | 7 | | |
| 8 50% of line 7, but not more than \$10,000 | 8 | | |
| 9 Subtract \$20,000 from line 7. Enter difference. If line 7 is \$20,000 or less, enter zero | 9 | | |
| 10 20% of line 9 | 10 | | |
| 11 Minimum distribution allowance (subtract line 10 from line 8) | 11 | | |
| 12 Subtract line 11 from line 7 | 12 | | |
| 13 10% of line 12 (taxable balance) | 13 | | |

| | New York State | City of New York |
|--|----------------|------------------|
| 14 Tax on amount on line 13 - compute tax by using applicable Tax Rate Schedule - see instructions (City of New York residents use both columns) | 14 | |
| 15 Multiply line 14 by 10. If no entry on line 6, skip lines 16 through 21, and enter this amount on line 22 | 15 | |
| 16 Divide line 6 by line 7 (carry percentage to four decimal places) | 16 | % |
| 17 Multiply line 11 by line 16 | 17 | |
| 18 Subtract line 17 from line 6 | 18 | |
| 19 10% of line 18 | 19 | |
| 20 Tax on amount on line 19 - compute tax by using applicable Tax Rate Schedule (see instructions) | 20 | |
| 21 Multiply line 20 by 10 | 21 | |
| 22 Subtract line 21 from line 15 | 22 | |
| 23 Divide line 2 by line 3 (carry percentage to four decimal places) | 23 | % |
| 24 Tax on ordinary income part of lump sum distribution (multiply line 22 by line 23) | 24 | |

Enter here and transfer to:

New York State — Transfer the line 24 amount in the New York State column to Form IT-201-ATT, Schedule OT, line 9a, or Form IT-203-ATT, Schedule OT, line 9, in the applicable column, or to Form IT-205, page I, line 14.

City of New York — Transfer the line 24 amount in the City of New York column to Form IT-201-ATT, Schedule NYC, line 17, in the applicable column, or to Form IT-205, page 1, line 21.

PART II — Use Part II if you filed Form IT-230 for any other year after 1980 or if you received an Annuity Contract after 1980.

| | (a) Total Received 1986 | (b) Total Received after 1980 and before 1986 | (c) Total of columns (a) and (b) |
|---|----------------------------|---|-------------------------------------|
| 1 Capital gain if any (from federal Form 4972, Part III, line 1) | 1 | | |
| 2 Ordinary income (from federal Form 4972, Part III, line 2) | 2 | | |
| 3 Add lines 1 and 2 | 3 | | |
| 4 Death benefit exclusion (see instructions) | 4 | | |
| 5 Total taxable amount (subtract line 4 from line 3) | 5 | | |
| 6 Current actuarial value of annuity (from federal Form 4972, Part III, line 6) | 6 | | |
| 7 Adjusted total taxable amount (add lines 5 and 6, column (c)). If this amount is \$70,000 or more, skip lines 8 through 11 and enter this amount on line 12 | | | 7 |
| 8 50% of line 7, but not more than \$10,000 | 8 | | |
| 9 Subtract \$20,000 from line 7. Enter difference. If line 7 is \$20,000 or less, enter zero. | 9 | | |
| 10 20% of line 9 | 10 | | |
| 11 Minimum distribution allowance (subtract line 10 from line 8) | | | 11 |
| 12 Subtract line 11 from line 7 | | | 12 |
| 13 10% of line 12 (taxable balance) | | | 13 |

| | New York State | | City of New York | |
|--|----------------|--|------------------|--|
| 14 Tax on amount on line 13—compute tax by using applicable Tax Rate Schedule—see instructions (City of New York residents use both columns) | 14 | | | |
| 15 Multiply line 14 by 10. If no entry on line 6, skip lines 16 through 21, and enter this amount on line 22 | 15 | | | |
| 16 Divide line 6, column (c), by line 7 (carry percentage to four decimal places - see instructions) | 16 | | % | |
| 17 Multiply line 11 by line 16 | 17 | | | |
| 18 Subtract line 17 from line 6, column (c) | 18 | | | |
| 19 10% of line 18 | 19 | | | |
| 20 Tax on amount on line 19—compute tax by using applicable Tax Rate Schedule (see instructions) | 20 | | | |
| 21 Multiply line 20 by 10 | 21 | | | |
| 22 Subtract line 21 from line 15 | 22 | | | |
| 23 Divide line 2, column (c) by line 3, column (c) - (carry percentage to four decimal places - see instructions) | 23 | | % | |
| 24 Tax on ordinary income parts of lump sum distributions (multiply line 22 by line 23) | 24 | | | |
| 25 Tax on ordinary income part of lump sum distribution, shown on Form IT-230 Part I, line 24 or Part II, line 26 for 1981 through 1985 | 25 | | | |
| 26 Tax on ordinary income part of lump sum distributions (subtract line 25 from line 24) | 26 | | | |

Enter here and transfer to:

New York State — Transfer the line 26 amount in the New York State column to Form IT-201-ATT, Schedule OT, line 9a, or Form IT-203-ATT, Schedule OT, line 9, in the applicable column, or to Form IT-205, page 1, line 14.

City of New York — Transfer the line 26 amount in the City of New York column to Form IT-201-ATT, Schedule NYC, line 17, in the applicable column, or to Form IT-205, page 1, line 21.