

Computation of Investment Credit

▶ Attach to your tax return.

Name

Identifying number as shown on page 1 of your tax return

Check the box(es) below that apply to you:

- A** The corporation elects the basic or basic and matching employee plan percentage under section 48(n)(1)
- B** I elect to increase my qualified investment to 100% for certain commuter highway vehicles under section 46(c)(6)
- C** I elect to increase my qualified investment by all qualified progress expenditures made this tax year and all later years
- D** I claim full credit on certain ships under section 46(g)(3). (See the General Instructions for details.)

1 Use the format below to list your qualified investment in new or used property acquired or constructed and placed in service during the tax year. Also list qualified progress expenditures made during the tax year and qualified rehabilitation expenditures for the year. See the instructions for lines 1(a) through 1(i).

Note: Include your share of investment in property made by a partnership, estate, trust, small business corporation, or lessor.

Type of property	Line	(1) Life years	(2) Cost or basis	(3) Applicable percentage	(4) Qualified investment (Column 2 x column 3)
New property	(a)	3 or more but less than 5		33 1/3	
	(b)	5 or more but less than 7		66 2/3	
	(c)	7 or more		100	
New commuter highway vehicle	(d)	3 or more		100	
Qualified progress expenditures	(e)	7 or more		100	
Used property (See instructions for dollar limits)	(f)	3 or more but less than 5		33 1/3	
	(g)	5 or more but less than 7		66 2/3	
	(h)	7 or more		100	
Used commuter highway vehicle	(i)	3 or more		100	

- 2** Qualified investment—Add lines 1(a) through (i) (see General Instructions for special limits)
- 3** 10% of line 2 (see instruction for line 3 for special limits)
- 4** Corporations electing the basic or basic and matching employee plan percentage for contributions to tax credit employee stock ownership plans—Check election box A above (see instruction or line 4).
 - (a) Basic 1% credit—Enter 1% of line 2
 - (b) Matching credit (not more than 0.5%)—Enter allowable percentage times adjusted line 2 (attach schedule)
- 5** Regular investment credit from cooperative
- 6** Total—Add lines 3 through 5
- 7** Carryover of unused credit(s)
- 8** Carryback of unused credit(s)
- 9** Tentative regular investment credit—Add lines 6, 7, and 8

Tax Liability Limitations

- 10**
 - (a) Individuals—Enter amount from Form 1040, line 37, page 2
 - (b) Estates and trusts—Enter amount from Form 1041, line 26, page 1
 - (c) Corporations—Enter amount from Schedule J (Form 1120), line 3, page 3
 - (d) Others—Enter tax before credits from your return
- 11**
 - (a) Credit for the elderly (individuals only)
 - (b) Foreign tax credit
 - (c) Tax on lump-sum distribution from Form 4972 or Form 5544
 - (d) Possessions corporation tax credit (corporations only)
 - (e) Section 72(m)(5) penalty tax (individuals only)
- 12** Total—Add lines 11(a) through (e)
- 13** Subtract line 12 from line 10
- 14**
 - (a) Enter smaller of line 13 or \$25,000. See instruction for line 14
 - (b) If line 13 is more than line 14(a) and you are a 1980 calendar year taxpayer, enter 70% of the excess (if your tax year ends in 1981, enter 80% of the excess). (Railroads, and airlines see instruction for line 14.)
- 15** Regular investment credit limitation—Add lines 14(a) and (b)
- 16** Allowed regular investment credit—Enter the smaller of line 9 or line 15
- 17** Business energy investment credit limitation—subtract line 16 from line 13
- 18** Business energy investment credit (from line 11, Schedule B on page 2)
- 19** Allowed business energy investment credit—Enter smaller of line 17 or line 18
- 20** Total allowed regular and business energy investment credit—Add lines 16 and 19. Enter here and on Form 1040, line 41; Schedule J (Form 1120), line 4(b), page 3; or the proper line on other returns

Schedule A If any part of your investment in line 1, page 1, or Schedule B below was made by a partnership, estate, trust, small business corporation, or lessor, complete the following schedule and identify property qualifying for the regular or energy investment credit.

Name (Partnership, estate, trust, etc.)	Address	Property			Life years
		Progress expenditures	New	Used	
		\$	\$	\$	

Schedule B Business Energy Investment Credit (See Instructions for line 18.)

List your qualified investment in new energy property acquired or constructed and placed in service during the tax year. Also list qualified progress expenditures made during the tax year.

Type of Property	(1) Life years	(2) Cost or basis	(3) Applicable percentage	(4) Qualified investment (Column 2 x column 3)
1 (a) Alternative energy property	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(b) Specially defined energy property	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(c) Recycling equipment	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(d) Shale oil equipment	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(e) Equipment for producing natural gas from geopressed brine	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(f) Cogeneration equipment	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(g) Qualified intercity buses	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(h) Total 10% energy investment property (add lines 1(a) through (g))				
2 (a) Qualified hydroelectric generating equipment Nameplate KWH ▶	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(b) Total 11% energy investment property (add line 2(a))				
3 (a) Solar and wind equipment	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(b) Ocean thermal equipment	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(c) Geothermal equipment	3 or more but less than 5		33 ¹ / ₃	
	5 or more but less than 7		66 ² / ₃	
	7 or more		100	
(d) Total 15% energy investment property (add lines 3(a) through 3(c))				
4 Enter 10% of line 1(h) column (4)				
5 Enter 11% of line 2(b) column (4)				
6 Enter 15% of line 3(d) column (4)				
7 Business energy investment credit from cooperative				
8 Current year business energy investment credit—Add lines 4 through 7.				
9 Carryover of unused credit(s)				
10 Carryback of unused credit(s)				
11 Tentative business energy investment credit—Add lines 8 through 10. Enter here and on line 18 on page 1				