

# Computation of Investment Credit

▶ Attach to your return.  
 ▶ See separate Instructions.

Name(s) as shown on return

Identifying number

## Part I Current Year Investment Credit

- A** Check here if you are electing under section 46(d) to increase your qualified investment by qualified progress expenditures (QPE).  
**Note:** This election applies to the current tax year and to all subsequent tax years. This election may not be revoked unless you obtain IRS consent. (See Instructions for more information.)
- Enter total qualified progress expenditures included in Schedule A on page 2 \$ \_\_\_\_\_
- B** Check here if you are claiming credit under section 46(g)(3) for "qualified withdrawals" with respect to "certain vessels" (see Instructions).

<b>1</b> Regular credit—Enter amount from Schedule A, line 4		<b>1</b>
<b>2</b> Qualified rehabilitation expenditures for transitional rehabilitation property and certain rehabilitation projects.—Enter qualified investment and multiply by percentage shown:		
<b>a</b> 30-year-old buildings . . . . . × 10%		<b>2a</b>
<b>b</b> 40-year-old buildings . . . . . × 13%		<b>2b</b>
<b>c</b> Certified historic structures (attach NPS certificate) . . . . . × 25%		<b>2c</b>
Enter NPS number assigned or the flow-through entity identifying number (see Instructions) . . . . .		
<b>3</b> Qualified rehabilitation expenditures not includible in line 2 above:		
<b>a</b> Pre-1936 buildings . . . . . × 10%		<b>3a</b>
<b>b</b> Certified historic structures (attach NPS certificate) . . . . . × 20%		<b>3b</b>
Enter NPS number assigned or the flow-through entity identifying number (see Instructions) . . . . .		
<b>4</b> Credit from cooperatives—Enter regular investment credit from cooperatives		<b>4</b>
<b>5</b> Business energy investment credit—Enter amount from Schedule B, line 6		<b>5</b>
<b>6</b> Current year investment credit—Add lines 1 through 5		<b>6</b>

See Instructions for filing requirements of Form 3800.

## Part II Current Year Investment Credit Tax Liability Limitation

<b>7a</b> Individuals—Enter amount from Form 1040, line 40	}	<b>7</b>
<b>b</b> Corporations—Enter amount from Form 1120, Schedule J, line 3 (or Form 1120-A, Part I, line 1)		
<b>c</b> Other filers—Enter regular tax before credits from your return		
<b>8</b> Credits that reduce regular tax before the investment credit:		
<b>a</b> Credit for child and dependent care expenses (Form 2441)	<b>8a</b>	}
<b>b</b> Credit for the elderly or the disabled (Schedule R, Form 1040)	<b>8b</b>	
<b>c</b> Foreign tax credit (Form 1116 or Form 1118)	<b>8c</b>	
<b>d</b> Possessions tax credit (Form 5735)	<b>8d</b>	
<b>e</b> Mortgage interest credit (Form 8396)	<b>8e</b>	
<b>f</b> Credit for fuel from a nonconventional source	<b>8f</b>	
<b>g</b> Orphan drug credit (Form 6765)	<b>8g</b>	
<b>h</b> Total credits that reduce regular tax before the investment credit. Add lines 8a through 8g	<b>8h</b>	<b>9</b>
<b>9</b> Net regular tax—Subtract line 8h from line 7		
<b>10</b> Tentative minimum tax:		
<b>a</b> Individuals—Enter amount from Form 6251, line 17	}	<b>10</b>
<b>b</b> Corporations—Enter amount from Form 4626, line 13		
<b>c</b> Estates and Trusts—Enter amount from Form 8656, Part III, line 10		
<b>11</b> Net income tax:		
<b>a</b> Individuals—Add line 9 above and line 19 of Form 6251. Enter the total	}	<b>11</b>
<b>b</b> Corporations—Add line 9 above and line 16 of Form 4626. Enter the total		
<b>c</b> Other filers—See Instructions		
<b>12</b> If line 9 is more than \$25,000, enter 25% of the excess (see Instructions)		<b>12</b>
<b>13</b> Subtract line 10 or line 12, whichever is greater, from line 11. Enter the result. If less than zero, enter zero		<b>13</b>
<b>14</b> Total allowed credit—Enter the smaller of line 6 or line 13. This is your <b>General Business Credit</b> for 1989. Enter here and on Form 1040, line 44; Form 1120, Schedule J, line 4e; Form 1120-A, Part I, line 2a; or on the corresponding line of other income tax returns		<b>14</b>

### Schedule A—Current Year Regular Investment Credit

**1** Enter on lines 1a through 1j your qualified investment in transition property and QPE property (see Instructions).

Type of Property	Line	(1) Class of Recovery Property or Useful Life of Nonrecovery Property	(2) Basis or Cost	(3) Applicable Percentage	(4) Qualified Investment (column 2 x column 3)
New Recovery	a	3-year		60	
	b	Other		100	
Used Recovery	c	3-year		60	
	d	Other		100	
New Nonrecovery	e	3 or more/less than 5		33⅓	
	f	5 or more/less than 7		66⅔	
	g	7 or more		100	
Used Nonrecovery	h	3 or more/less than 5		33⅓	
	i	5 or more/less than 7		66⅔	
	j	7 or more		100	

**2** Transition property and QPE property—Enter qualified investment (from lines 1a through 1j, column (4)) and multiply by percentage shown \_\_\_\_\_ x 6.5% **2**

**3** Qualified timber property—Enter qualified investment (see Instructions for limitations) and multiply by percentage shown \_\_\_\_\_ x 10% **3**

**4** Current year regular investment credit. Add lines 2 and 3. Enter here and on line 1 of page 1 **4**

### Schedule B—Business Energy Investment Credit

**1** Enter on lines 1a through 1e your qualified investment in business energy property.

Type of Property	Line	(1) Class of Property or Life Years	(2) Code	(3) Basis	(4) Applicable Percentage	(5) Qualified Investment (column 3 x column 4)
Recovery	a	3-year			60	
	b	Other			100	
Nonrecovery	c	3 or more/less than 5			33⅓	
	d	5 or more/less than 7			66⅔	
	e	7 or more			100	

**2** Total qualified investment—Add lines 1a through 1e, column (5) **2**

**3** Enter in column (1) the portion of the line 2 amount attributable to the following types of property:

Line	(1) Qualified Investment	(2) Credit Percentage	(3) Investment Credit (column 1 x column 2)
a	Solar energy property	10	
b	Geothermal property	10	
c	Ocean thermal property	15	

**d** Current year credit for investment in business energy property. Add lines 3a through 3c, column (3) **3d**

**4** Certain other property. (See Instructions.) Enter qualified investment and multiply by percentage shown.

**a** Certain long-term section 46(b)(2)(C) projects under way before 1983 \_\_\_\_\_ x 6.5% **4a**

**b** Hydroelectric generating property placed in service before 1989 (if an application has been docketed with the Federal Energy Regulatory Commission by 12-31-85) \_\_\_\_\_ x 7.15% **4b**

**5** Cooperative credit—Enter business energy investment credit from cooperatives **5**

**6** Tentative business energy investment credit—Add lines 3d through 5. Enter here and on line 5 of page 1 **6**