

**Credit For Prior Year Minimum Tax—Corporations**

**1991**

▶ Attach to the corporation's tax return.

Name	Employer identification number
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**Minimum Tax Credit for 1991**

<b>1 Alternative minimum tax for 1990.</b> Enter the amount from line 15 of 1990 Form 4626 . . . . .	<b>1</b>		
<b>2 Carryforward of minimum tax credit from 1990.</b> Enter the amount from line 26 of 1990 Form 8801 . . . . .	<b>2</b>		
<b>3</b> Enter any 1990 unallowed credit for fuel produced from a nonconventional source. Also include any 1990 unallowed orphan drug credit. See instructions . . . . .	<b>3</b>		
<b>4</b> Add lines 1, 2, and 3 . . . . .	<b>4</b>		
<b>5</b> Enter the corporation's 1991 regular income tax liability minus allowable tax credits. See instructions . . . . .	<b>5</b>		
<b>6</b> Enter the amount from line 14 of 1991 Form 4626 . . . . .	<b>6</b>		
<b>7</b> Subtract line 6 from line 5. If zero or less, enter -0- . . . . .	<b>7</b>		
<b>8 Minimum tax credit.</b> Enter the <b>smaller</b> of line 4 or line 7. Also enter this amount on the appropriate line of the corporation's 1991 tax return. See instructions . . . . .	<b>8</b>		

**Carryforward to 1992**

<b>9 Minimum tax credit carryforward to 1992.</b> Subtract line 8 from line 4. See instructions. . . . .	<b>9</b>		
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**General Instructions**

*(Section references are to the Internal Revenue Code.)*

**Paperwork Reduction Act Notice.**—We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

The time needed to complete and file this form will vary depending on individual circumstances. The estimated average time is 1 hour.

If you have comments concerning the accuracy of these time estimates or suggestions for making this form more simple, we would be happy to hear from you. You can write to both the IRS and the Office of Management and Budget at the addresses listed in the instructions of the tax return with which this form is filed.

**Purpose of Form**

Form 8827 is used by corporations to compute the minimum tax credit, if any, for alternative minimum tax (AMT) incurred in prior tax years and any minimum tax credit carryforward that may be used in future years. Before 1991, **Form 8801**, Credit for Prior Year Minimum Tax, was used for this purpose.

**Who Should File**

Form 8827 should be completed by corporations that had:

- An AMT liability in 1990;
- A minimum tax credit carryforward from 1990 to 1991; **or**
- A 1990 unallowed nonconventional source fuel credit or a 1990 unallowed orphan drug credit (see the instructions for line 3 of this form).

Corporations are now allowed a minimum tax credit based on the full amount of AMT incurred in tax years beginning after 1989, without regard to whether it resulted from exclusion items or deferral items. For tax years prior to 1990, the minimum tax credit was allowed only on the AMT attributable to deferral items.

**Recordkeeping.**— Use Form 8827 each year to see if the corporation has a minimum tax credit and to keep a record of any credit carryforward.

**Specific Instructions**

**Line 3.**—Enter the unused portion of the 1990 credit for fuel produced from a nonconventional source that was not allowed solely because of the limit under section 29(b).

Also include on this line the unused portion of any 1990 orphan drug credit not allowed solely because of the limit under section 28(d)(2)(B).

**Line 5.**—Enter the corporation's regular income tax liability (as defined in section 26(b)) minus any credits allowed under Subchapter A, Part IV, subparts B, D, E, and F. From the 1991 Form 1120, subtract any credits on lines 4a through 4e, Schedule J, from the amount on line 3, Schedule J. From the 1991 Form 1120-A, subtract the amount on line 2a, Part I from the amount on line 1, Part I.

**Line 8.**—Enter the minimum tax credit on line 4f, Schedule J of Form 1120, or on line 2b, Part I of Form 1120-A. For other corporate returns, enter the minimum tax credit on the line provided on the corporation's tax return.

**Note:** *Section 383 may limit the amount of tax of a corporation for any tax year ending after a post-1986 ownership change that may be offset by prechange minimum tax credits. If this limit applies, attach the computation of the allowable minimum tax credit, enter that amount on line 8, and write "Sec. 383" on the dotted line to the left of the line 8 entry space. See section 384 for the limit on the use of any preacquisition excess credit of one corporation to offset recognized built-in gains of another corporation.*

**Line 9—Carryforward of minimum tax credit.**—Keep a record of this amount because it can be carried forward and used in future years.