

General Instructions

Section references are to the Internal Revenue Code unless otherwise noted.

Purpose of Form

State housing credit agencies use Schedule A (Form 8610) to report carryover allocations.

Specific Instructions

Line 4

Enter the date of allocation. This is the date the authorized official of the state housing agency signs and dates the carryover allocation document.

Line 5

Enter the amount of the carryover allocation. This is the amount allocated to the project under section 42(h)(1)(E). It can include a carryover allocation made on a project basis under section 42(h)(1)(F) or an allocation that specifies an amount per building under section 42(h)(1)(E).

Lines 6a, b, and c

Complete these lines only if **both** of the following apply.

- There is a binding agreement between the housing credit agency and the building owner for a specific housing credit dollar amount.

- An election is made to use an applicable percentage for a month other than the month in which the property is placed in service.

See Regulations sections 1.42-6 and 1.42-8 for requirements that must be met.

Line 7

Enter the basis the owner has in the building or project as of the date that is the later of **(a)** 6 months after the carryover allocation was made or **(b)** December 31 of the year for which the carryover allocation was made. This includes basis in land and depreciable property related to the building or project. If the deadline for meeting the 10% test is after 2001 and the amount for line 7 has not yet been determined, enter the deadline instead (in mm/dd/yyyy format).

Line 8

Enter the amount of the owner's reasonably expected basis in the building or project (land and depreciable basis) as of the close of the second calendar year following the calendar year of the allocation, determined no later than **(a)** 6 months after the allocation was made or **(b)** the end of the calendar year in which the allocation was made.

Line 9

Divide line 7 by line 8 and enter the result as a percentage. This result must be more than 10%. If the result is not more than 10%, the carryover allocation is not valid and is treated as if it had not been made. For details and examples, see Regulations section 1.42-6. If the deadline for meeting the 10% test is after 2001 and you did not enter an amount on line 7, leave line 9 blank.

BINs for Buildings Included in the Carryover Allocation

Enter the building identification number (BIN) for each building covered by this carryover allocation. If the carryover allocation was made under section 42(h)(1)(E) for a single building, enter only one BIN. If a carryover allocation was made under section 42(h)(1)(F) on a project basis that includes more than one building, enter the BIN for each building covered by the carryover allocation. If the carryover allocation covers more buildings than spaces provided, attach a statement reporting the additional BINs.

