

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. It is attached and filed with Form 8610, Annual Low-Income Housing Credit Agencies Report.

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 and 6b

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 building owner has in the building or project as of the end of the year the carryover allocation is made. This includes basis in land and depreciable property related to the building or project.

Line 8

Enter the amount of the building 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.

Line 9

Divide line 7 by line 8 and express 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.

BINs for Building(s) 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, only one BIN will be listed. 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.

