

Name	Employer identification number	
1 Alternative minimum tax for 1994. Enter the amount from line 15 of the 1994 Form 4626	1	
2 Minimum tax credit carryforward from 1994. Enter the amount from line 9 of the 1994 Form 8827	2	
3 Enter any credit for fuel produced from a nonconventional source and any orphan drug credit not allowed for 1994. See instructions.	3	
4 Add lines 1, 2, and 3	4	
5 Enter the corporation's 1995 regular income tax liability minus allowable tax credits. See instructions	5	
6 Enter the tentative minimum tax from line 13 of the 1995 Form 4626	6	
7 Subtract line 6 from line 5. If zero or less, enter -0-	7	
8 Minimum tax credit. Enter the smaller of line 4 or line 7. Also enter this amount on the appropriate line of the corporation's income tax return (e.g., Form 1120, Schedule J, line 4e). If the corporation had a post-1986 ownership change or has preacquisition excess credits, see instructions.	8	
9 Minimum tax credit carryforward to 1996. Subtract line 8 from line 4. See instructions.	9	

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 this time estimate or suggestions for making this form simpler, we would be happy to hear from you. You can write to the IRS at the address listed in the instructions for the tax return with which this form is filed.

General Instructions

Section references are to the Internal Revenue Code.

Purpose of Form

Form 8827 is used by corporations to figure the minimum tax credit, if any, for alternative minimum tax (AMT) incurred in prior tax years that began after 1986 and to figure any minimum tax credit carryforward.

Who Should File

Form 8827 should be filed by corporations that had:

- An AMT liability in 1994;
- A minimum tax credit carryforward from 1994 to 1995; **or**
- A nonconventional source fuel credit or an orphan drug credit not allowed for 1994 (see **Line 3** below).

Specific Instructions

Line 3

Enter the sum of the orphan drug credit and the nonconventional source fuel credit not allowed for 1994 solely because of the limitations under section 28(d)(2)(B) and 29(b)(6)(B).

Line 5

Enter the corporation's 1995 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 of the Internal Revenue Code (e.g., if you are filing Form 1120, subtract any credits on Schedule J, lines 4a through 4d, from the amount on Schedule J, line 3).

Line 8

If the corporation had a post-1986 ownership change (as defined in section 382(g)), the amount of pre-change minimum tax credits that can be applied against the corporation's tax for any tax year ending after the ownership change may be limited. See section 383 and the related regulations. To figure the amount of the pre-change credit, the corporation must allocate the credit for the change year between the pre-change period and the post-change period. The corporation must use the same method of allocation (ratable allocation or closing-of-the-books) for purposes of sections 382 and 383. See Regulations section 1.382-6 for details. Also, preacquisition excess credits of one corporation generally cannot be used to offset the tax attributable to recognized built-in gains of another corporation. See section 384 for details.

If either limit applies, attach a computation of the minimum tax credit allowed. Enter that amount on line 8. Write "Sec. 383" or "Sec. 384" on the dotted line to the left of the line 8 entry space.

Line 9

Keep a record of this amount to carry forward and use in future years.