



	2001	2002	2003	2004	2005	
1. Credit earned						
[Hatched area]						
18. Allowed/used in 2001						
19. Recaptured in 2001						
20. Allowed/used in 2002						
21. Recaptured in 2002						
22. Allowed/used in 2003						
23. Recaptured in 2003						
24. Allowed/used in 2004						
25. Recaptured in 2004						
26. Allowed/used in 2005						
27. Recaptured in 2005						
28. Recaptured in 2006						
29. In each column, add lines 18 through 28.						
30. In each column, subtract line 29 from line 1.						
31. Total all columns for line 30 on this page and enter the amount.						
32. Enter the amount from Page 1, line 31.						
33. Carryover to 2006. Add lines 31 and 32. Carry the amount to Form 49, Part 1, line 5.						

# Instructions for Idaho Form 49C

## GENERAL INSTRUCTIONS

Complete this form if an investment tax credit (ITC) carryover is included in the current year's available credit. Once the Form 49C is completed, the carryover will be carried to Form 49.

### Carryover Period

- The credit carryover for property acquired prior to 1990 is limited to five tax years.
- For property acquired after 1989 but prior to tax years beginning in 2000, the credit carryover is limited to seven tax years unless the credit has not been carried over seven tax years before 2000. If the credit has been carried forward less than seven tax years, and is eligible for carryover to tax years beginning on or after 2000, the carryover period is limited to 14 tax years.
- For credit earned in tax years beginning on or after January 1, 2000, the credit carryover is limited to 14 tax years.

For purposes of the carryover period, a short tax year counts as one tax year.

### Examples

ITC was earned in a tax year beginning in 1992. The credit is eligible for carryover into the tax year beginning in 1999 as the seventh year. Since the carryover expires in the tax year beginning in 1999, the credit may not be carried into tax years beginning on or after January 1, 2000. The carryover is limited to seven tax years.

ITC was earned in a tax year beginning in 1993. The credit is eligible for carryover into the tax year beginning in 2000

as the seventh year. Since the credit has not yet been carried forward seven years, the unused credit may be carried into tax years beginning on or after January 1, 2000 and the carryover period is limited to 14 tax years rather than seven.

### Conversion of a C Corporation to S Corporation

An investment tax credit carryover earned by a C corporation that has converted to an S corporation is allowed against the S corporation's tax on net recognized built-in gains and excess net passive income. The credit is not allowed against the tax paid by an S corporation for nonresident shareholders. A separate Form 49C should be used to account for this credit carryover.

### Use of Other Schedules

If this form does not allow you to properly reflect the application of carryovers and recapture, you may provide the information on a separate schedule.

## SPECIFIC INSTRUCTIONS

**Line 1.** For each year, enter the credit earned less the amount of credit for property moved out of Idaho after the five-year recapture period.

**Lines 2, 4, 6, 8, 10, 12, 14, 16, 18, 20, 22, 24, and 26.** For each year, enter the amount of credit allowed against tax, the amount of credit you earned that was shared with another member of the unitary group, and the amount of credit that passed through to an owner or beneficiary.