

## **2008 Form 8810, Corporate Passive Activity Loss and Credit Limitations**

- Purpose:** This is the first circulated draft of the 2008 Form 8810 for your review and comments. There are no major changes.
- TPCC Meeting:** None, but one may be arranged if requested.
- Prior Revisions:** The 2007 Form 8810 is available at:  
<http://www.irs.gov/pub/irs-pdf/f8810.pdf>
- Instructions:** The 2008 Instructions for Form 8810 will be circulated at a later date. The 2007 instructions are available at:  
<http://www.irs.gov/pub/irs-pdf/i8810.pdf>
- Other products:** Circulations of draft tax forms and instructions are posted at  
<http://taxforms.web.irs.gov/Circulations/index.htm>
- Comments:** Please email, fax, call or mail any comments to me and email the reviewer at [William.P.Woolf@irs.gov](mailto:William.P.Woolf@irs.gov) by **May 21, 2008**.

### **Bob Kennedy**

Tax Forms and Publications

SE:W:CAR:MP:T:B:C

Email: [Robert.J.Kennedy@irs.gov](mailto:Robert.J.Kennedy@irs.gov)

Phone: 202-622-3403

Fax: 202-622-3262

▶ See separate instructions.  
▶ Attach to the corporation's tax return (personal service corporations and closely held corporations only).

Name

Employer identification number

**Part I 2008 Passive Activity Loss**

**Caution:** See the instructions and complete Worksheets 1 and 2 before completing Part I.

<b>1a</b> Current year income (from Worksheet 2, column (a)) . . . . .	<b>1a</b>			
<b>b</b> Current year deductions and losses (from Worksheet 2, column (b)) . . . . .	<b>1b</b>	(	)	
<b>c</b> Prior year unallowed losses (from Worksheet 2, column (c)) . . . . .	<b>1c</b>	(	)	
<b>d</b> Combine lines 1a, 1b, and 1c. If the result is net income or zero, see instructions . . . . .	<b>1d</b>			
<b>2</b> Closely held corporations enter net active income and see instructions. Personal service corporations enter -0- on this line . . . . .	<b>2</b>			
<b>3 Unallowed passive activity deductions and losses.</b> Combine lines 1d and 2. If the result is net income or zero, see the instructions for lines 1d and 3. Otherwise, go to line 4 . . . . .	<b>3</b>			
<b>4 Total deductions and losses allowed.</b> Add the income, if any, on lines 1a and 2 and enter the result (see instructions) . . . . .	<b>4</b>			

**Part II 2008 Passive Activity Credits**

**Caution:** See the instructions and complete Worksheet 5 before completing Part II.

<b>5a</b> Current year credits (from Worksheet 5, column (a)) . . . . .	<b>5a</b>			
<b>b</b> Prior year unallowed credits (from Worksheet 5, column (b)) . . . . .	<b>5b</b>			
<b>6</b> Add lines 5a and 5b . . . . .	<b>6</b>			
<b>7</b> Enter the tax attributable to net passive income and net active income (see instructions)	<b>7</b>			
<b>8 Unallowed passive activity credit.</b> Subtract line 7 from line 6. If the result is zero or less, enter -0- . . . . .	<b>8</b>			
<b>9 Allowed passive activity credit.</b> Subtract line 8 from line 6 (see instructions) . . . . .	<b>9</b>			

**Part III Election To Increase Basis of Credit Property**

- 10** If the corporation disposed of its entire interest in a passive activity or former passive activity in a fully taxable transaction, and the corporation elects to increase the basis of credit property used in that activity by the unallowed credit that reduced the property's basis, check this box (see instructions) . . . . . ▶
- 11** Name of passive activity disposed of ▶ .....
- 12** Description of the credit property for which the election is being made ▶ .....
- 13** Amount of unallowed credit that reduced the property's basis . . . . . ▶ \$

**For Paperwork Reduction Act Notice, see separate instructions.**