

**Passive Activity Credit Limitations**

- See separate instructions.  
► Attach to Form 1040 or 1041.

Name(s) shown on return

Identifying number

**Part I Passive Activity Credits**

**Caution:** If you have credits from a publicly traded partnership, see **Publicly Traded Partnerships (PTPs)** in the instructions.

**Credits From Rental Real Estate Activities With Active Participation (Other Than Rehabilitation Credits and Low-Income Housing Credits)** (See Lines 1a through 1c in the instructions.)

|  |           |  |
|--|-----------|--|
| <b>1 a</b> Credits from Worksheet 1, column (a)                    | <b>1a</b> |  |
| <b>b</b> Prior year unallowed credits from Worksheet 1, column (b) | <b>1b</b> |  |
| <b>c</b> Add lines 1a and 1b                                       | <b>1c</b> |  |

**Rehabilitation Credits From Rental Real Estate Activities and Low-Income Housing Credits for Property Placed in Service Before 1990 (or From Pass-Through Interests Acquired Before 1990)**  
(See Lines 2a through 2c in the instructions.)

|  |           |  |
|--|-----------|--|
| <b>2 a</b> Credits from Worksheet 2, column (a)                    | <b>2a</b> |  |
| <b>b</b> Prior year unallowed credits from Worksheet 2, column (b) | <b>2b</b> |  |
| <b>c</b> Add lines 2a and 2b                                       | <b>2c</b> |  |

**Low-Income Housing Credits for Property Placed in Service After 1989** (See Lines 3a through 3c in the instructions.)

|  |           |  |
|--|-----------|--|
| <b>3 a</b> Credits from Worksheet 3, column (a)                    | <b>3a</b> |  |
| <b>b</b> Prior year unallowed credits from Worksheet 3, column (b) | <b>3b</b> |  |
| <b>c</b> Add lines 3a and 3b                                       | <b>3c</b> |  |

**All Other Passive Activity Credits** (See Lines 4a through 4c in the instructions.)

|  |           |  |
|--|-----------|--|
| <b>4 a</b> Credits from Worksheet 4, column (a)                    | <b>4a</b> |  |
| <b>b</b> Prior year unallowed credits from Worksheet 4, column (b) | <b>4b</b> |  |
| <b>c</b> Add lines 4a and 4b                                       | <b>4c</b> |  |

|   |          |  |
|---|----------|--|
| <b>5</b> Add lines 1c, 2c, 3c, and 4c   | <b>5</b> |  |
| <b>6</b> Enter the tax attributable to net passive income (see instructions)                                    | <b>6</b> |  |
| <b>7</b> Subtract line 6 from line 5. If line 6 is more than or equal to line 5, enter -0- and see instructions | <b>7</b> |  |

**Note:** If your filing status is married filing separately and you lived with your spouse at any time during the year, **do not** complete Part II, III, or IV. Instead, go to line 37.

**Part II Special Allowance for Rental Real Estate Activities With Active Participation**

**Note:** Complete this part only if you have an amount on line 1c. Otherwise, go to Part III.

|  |            |  |
|--|------------|--|
| <b>8</b> Enter the smaller of line 1c or line 7  | <b>8</b>   |  |
| <b>9</b> Enter \$150,000. If married filing separately, see instructions   | <b>9</b>   |  |
| <b>10</b> Enter modified adjusted gross income, but not less than zero (see instructions). If line 10 is equal to or more than line 9, skip lines 11 through 15 and enter -0- on line 16 | <b>10</b>  |  |
| <b>11</b> Subtract line 10 from line 9   | <b>11</b>  |  |
| <b>12</b> Multiply line 11 by 50% (.50). <b>Do not</b> enter more than \$25,000. If married filing separately, see instructions  | <b>12</b>  |  |
| <b>13 a</b> Enter the amount, if any, from line 10 of Form 8582  | <b>13a</b> |  |
| <b>b</b> Enter the amount, if any, from line 14 of Form 8582   | <b>13b</b> |  |
| <b>c</b> Add lines 13a and 13b   | <b>13c</b> |  |
| <b>14</b> Subtract line 13c from line 12   | <b>14</b>  |  |
| <b>15</b> Enter the tax attributable to the amount on line 14 (see instructions)   | <b>15</b>  |  |
| <b>16</b> Enter the <b>smaller</b> of line 8 or line 15  | <b>16</b>  |  |

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