



## 2025 Infrastructure User Fee Credit

[17-6-309\(2\)](#) and [17-6-316](#), MCA

Form IUFC  
V1 7/2025

Name (as it appears on your Montana tax return)

FEIN

or SSN

### Part I. Credit Computation – Individuals, Partnerships, or S Corporations Only

- 1 Current year's infrastructure user fee credit 1 \$ \_\_\_\_\_
- 2 If you are a partner in a partnership or shareholder in an S corporation, enter your portion of the infrastructure user fee credit 2 \$ \_\_\_\_\_
- Business Name of partnership or S corporation \_\_\_\_\_ FEIN 

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- 3 Individuals: credit carryforward/carryback (include a detailed schedule) 3 \$ \_\_\_\_\_
- 4 Add lines 1, 2, and 3. **This is your total available infrastructure user fee credit.** 4 \$ \_\_\_\_\_

**Part II. Credit Computation – C Corporations Only.** Complete a column for each entity that pays fees attributable to the use of the infrastructure. (If necessary, use additional pages.) Please include a copy of the letter from the Montana Board of Investments detailing the principal and interest paid.

	A	B	C																																													
1 Entity name	1 _____																																															
2 Federal Employer Identification Number	2 <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></tr></table> <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></tr></table> <table border="1" style="display: inline-table; vertical-align: middle;"><tr><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></tr></table>																																															
3 Current year infrastructure user fee credit	3 \$ _____ \$ _____ \$ _____																																															
4 Credit carryforward/carryback (include a detailed schedule)	4 \$ _____ \$ _____ \$ _____																																															
5 Add lines 3 and 4; enter the result here <b>This is your total available infrastructure user fee credit.</b>	5 \$ _____ \$ _____ \$ _____																																															
6 Montana tax liability (see instructions)	6 \$ _____ \$ _____ \$ _____																																															
7 Enter the lesser of line 5 or line 6 here. <b>This is your allowable separate entity credit.</b>	7 \$ _____ \$ _____ \$ _____																																															
8 Add the amounts on line 7 of each column, including any amounts on additional pages. Enter the amount here. <b>This is your allowable infrastructure user fee credit.</b>	8 \$ _____																																															

# Form IUFC Instructions

## Who can claim this credit?

A business that is created or expanded as the result of a loan made by the Montana Board of Investments to enhance economic development and create jobs in the basic sector of the economy may claim this credit for the fees it pays to use the infrastructure.

## If my business paying the user fees is a partnership, an S corporation, or a limited liability company taxed as a partnership or S corporation, are my partners, members or shareholders entitled to the infrastructure user fee credit?

As a partnership, an S corporation, or a limited liability company taxed as an S corporation or partnership, your partners, shareholders, or members are entitled to apply their portion of the credit against their income tax or corporate income tax liability. The amount of each partner, member, or shareholder's credit is based on the portion of the entity's income or loss that the partner, member, or shareholder reports for Montana tax purposes.

For example, if your business is an S corporation with four shareholders who each have the same number of shares of stock, each shareholder would be entitled to 25% of the total credit.

Partners, members, or shareholders claiming their portion of the entity's credit must include a completed Form IUFC with their Form 2 or Form PTE.

## Can I carry any excess infrastructure user fee credit back to a prior year or forward to a subsequent year?

This credit may be carried back for three tax years or carried forward for seven tax years. The current year credit must be applied first before applying any credit carryover.

## What information do I have to include with my return when I claim this credit?

When you claim this credit, include a copy of the letter from the Montana Board of Investments showing the current year's interest and principal paid. Include a detailed schedule of your separate entity infrastructure user fee credit carryforward and/or carryback, if applicable.

## What limitations apply to this credit?

The credit is limited in the current tax year to the taxpayer's current year tax liability. In addition, the total amount of the tax credit claimed may not exceed the amount of the loan.

## Part I. Credit Computation – Individuals and Partnerships and S corporations Only

Complete Part I if you are an individual, partnership, or S corporation. If you are a C corporation, skip Part I and complete Part II.

**Line 1.** Enter your current year infrastructure user fee credit. The credit is the total amount of interest and principal paid as reported in the letter from the Montana Board of Investments. Include a copy of the letter.

**Line 2.** If you are a partner, shareholder, or member of a partnership or S corporation, enter your portion of the credit. Your portion of the credit is reported to you on a

Montana Schedule K-1 (PTE). Enter the name and FEIN of the partnership or S corporation.

If you received the credit from multiple partnerships or S corporations, add the credit amounts from each entity and enter the total credit amount. Include a statement that identifies each partnership or S corporation and the amount of credit the entity distributed to you.

**Line 3.** Partnerships and S corporations do not enter an amount on this line. Enter your credit carryforward and/or carryback. Your credit for prior years needs to be calculated in the same manner as the current year. Include a detailed schedule.

**Line 4.** Add lines 1, 2, and 3, and enter the result. This is your total available infrastructure user fee credit. Enter this amount on Form 2, Schedule III – Tax Credits for individuals, or Form PTE, Schedule II for partnerships or S corporations.

## Part II. Credit Computation – C Corporations Only

Complete a column for each entity that has a Montana infrastructure loan repayment agreement with the Montana Board of Investments. Include a copy of the letter from the Montana Board of Investments showing the interest and principal paid. The amounts provided in the letter are based on a calendar year. If you are a fiscal year filer, prorate the credit based on the number of months.

**Line 1.** Enter the name of each entity paying fees to use the infrastructure.

**Line 2.** Enter the FEIN of each entity.

**Line 3.** Your current year credit is the total of the interest and principal paid as reported in the letter from the Montana Board of Investments.

**Line 4.** Enter your separate entity credit carryforward and/or carryback. Your credit for prior years needs to be calculated in the same manner as the current year. Include a detailed schedule of your separate entity credit carryover.

**Line 5.** Add lines 3 and 4; enter the result on this line. This is your total available infrastructure user fee credit.

**Line 6.** Enter your Montana tax liability. This amount can be found on Montana Form CIT, page 3, line 10. If you are filing a combined return and have more than one entity with activity in Montana, enter line 7n of the Schedule K-Combined for this entity.

**Line 7.** Enter the lesser of line 5 or line 6. This is your allowable separate entity credit. The current year credit must be applied first before applying any credit carryover.

**Line 8.** Add line 7, columns A through C, and enter the result here. This is your allowable infrastructure user fee credit. Enter this amount on Form CIT, Schedule C.

## Administrative Rules of Montana:

[42.4.3002 through 42.4.3004](#)

**Questions?** Call us at (406) 444-6900, or Montana Relay at 711 for the hearing impaired.