

Office use only

All amounts should be in whole dollars.

<b>Corporation Name and Address:</b> ▲  Check the box if name, address, or FEIN has changed. <input type="checkbox"/> Phone number: _____	Do <b>not</b> attach to Iowa return; mail in <b>separate</b> envelope	<b>FEIN:</b> ▲ <b>Type of Tax:</b> ▲ <input type="checkbox"/> Corporation <input type="checkbox"/> Franchise
	<b>Loss Return for the period ended</b> ____/____/____ ▲ An Iowa capital loss can be carried back three tax periods.	
	Amount of capital loss      Remaining to be carried forward \$ _____ ▲      \$ _____ ▲	
Federal Audit Involved <input type="checkbox"/> Yes <input type="checkbox"/> No    ▲		

<b>NOTE: The net operating loss and alternative minimum tax loss can only be carried forward for tax years beginning on or after January 1, 2009.</b>	3rd preceding tax period		2nd preceding tax period		1st preceding tax period	
	as last reported on	after carryback	as last reported on	after carryback	as last reported on	after carryback
1. Net income .....						
2. Iowa capital loss .....						
3. Capital loss subtotal. Subtract line 2 from line 1.						
4. 50% federal refund from capital loss .....						
5. Subtotal. Add lines 3 and 4.....						
6. Nonbusiness income .....						
7. Income subject to apportionment .....						
8. Iowa percentage .....						
9. Income apportioned to Iowa .....						
10. Iowa nonbusiness income .....						
11. Income before Net Operating Loss.....						
12. Iowa Net Operating Loss carryforward .....						
13. Iowa Net Operating Loss carryback .....						
14. Income subject to tax.....						
15. Computed tax .....						
16. Alternative Minimum Tax. Include forms .....						
17. Total tax liability .....						
18. Recomputed tax liability from line 17.....						
19. Decrease in tax. Subtract line 18 from line 17....						

I, the undersigned, declare under penalties of perjury and false certificate, that I have examined this Application for Refund, and, to the best of my knowledge and belief, it is true, correct, and complete.

Officer's Signature: \_\_\_\_\_ Date: \_\_\_\_\_ Title: \_\_\_\_\_  
 Preparer's Signature: \_\_\_\_\_ Date: \_\_\_\_\_ Preparer's Phone: \_\_\_\_\_  
 Preparer's ID No.: \_\_\_\_\_

You must enclose a copy of page 1 of the company's Iowa returns as filed and any federal forms 1120X or 1139 filed for all periods involved with this claim.

Interest on claim will accrue starting on the date all required information is received by the Department.

# IA 1139-CAP Instructions

**Tax periods beginning on or after January 1, 2009**, both the Iowa net operating loss (NOL) and alternative minimum tax net operating loss (AMT NOL) can only be carried forward 20 taxable periods. Form IA 1139-CAP can be used only for the carryback of an Iowa capital loss. If any other changes are involved, form IA 1120X must be filed. An Iowa capital loss can be carried back three tax periods and carryback claims must be filed within three years of the due date of the return producing the capital loss. Enclose copies of page 1 of your Iowa return for all periods involved with this claim, including the loss year and any federal claims involved (1139 or 1120X).

**Loss Information:** Provide the amount of Iowa capital loss. Show the remaining loss to be carried forward after this carryback. Indicate whether any year involved in this claim has been adjusted by federal audit. If yes, include a copy of the federal audit.

**As Last Reported On:** The figures used should be from the last form filed. Provide a copy of the last form filed or the date of the last Iowa audit. **Line 1:** Net Income - Iowa income as last computed after additions and reductions on IA 1120 or IA 1120A, line 8. Include adjustments to federal domestic production activities deduction.

**Line 2:** Iowa Capital Loss - Amount of loss from federal return or refund claim.

**Line 4:** 50% Federal Refund from Capital Loss (accrual basis only): 50% of the amount from any applicable federal claim (refunds for federal taxes deducted on an Iowa return in a year beginning prior to January 1, 2021 only). If refund is due to both a capital loss and a net operating loss, compute the amount attributable to the capital loss in the following manner: federal capital loss ÷ (capital loss + net operating loss) x federal refund x 50%. This line does not apply to IA 1120F.

**Line 6:** Nonbusiness Income - Amount from IA 1120, line 9, or from IA 1120F and/or schedules, or as last computed.

**Line 7:** Income Subject to Apportionment - Subtract line 6 from line 5.

**Line 8:** Iowa Percentage - Amount from IA 1120, line 11 or as last computed. If your business activity is entirely in Iowa, enter 100%.

**Line 9:** Income Apportioned to Iowa - Multiply line 7 by line 8.

**Line 10:** Iowa Nonbusiness Income - Amount from IA 1120, line 13, as last computed, or from IA 1120F and/or schedules.

**Line 11:** Income Before Net Operating Loss - Add lines 9 and 10.

**Line 12:** Iowa Net Operating Loss Carryforward – Amount from IA 1120, line 15, or IA 1120A, line 9, as last computed, or from IA 1120F and/or schedules.

**Line 13:** Iowa Net Operating Loss - “As last reported” and “After carryback” - loss previously carried back.

**Line 14:** Income Subject to Tax - Subtract lines 12 and 13 from line 11.

**Line 15:** Computed Tax - Multiply line 14 by the following:

## Corporation Tax:

For tax years beginning before January 1, 2021, if line 14 is:

- Under \$25,000; multiply line 14 by 6%.
- \$25,000 to \$100,000; multiply line 14 by 8% and subtract \$500.
- \$100,000 to \$250,000; multiply line 14 by 10% and subtract \$2,500.
- Over \$250,000; multiply line 14 by 12% and subtract \$7,500.

For tax years beginning on or after January 1, 2021, if line 14 is:

- \$100,000 or less; multiply line 14 by 5.5% (.055).
- \$100,001 to \$250,000; multiply line 14 by 9% (.09) and subtract \$3,500
- Over \$250,000; multiply line 14 by 9.8% (.098) and subtract \$5,500.

## Franchise Tax on Financial Institutions:

Total income subject to tax: 5%

**Line 16:** Alternative Minimum Tax (AMT): Amount from IA 4626, from IA 4626F, or as last computed. If the amount of AMT or AMT credit is changed, the original computation and the revised computation must be included, as well as an updated IA 148. The Iowa AMT is repealed for tax years beginning on or after January 1, 2021. The AMT credit is available only for tax years beginning before January 1, 2022.

**Line 17:** Total Tax Liability - Add lines 15 and 16.

**Line 18:** Recomputed Tax Liability - Amount from line 17 “after carryback.”

**Mail** completed form with applicable enclosures to:

Compliance Services  
Iowa Department of Revenue  
P.O. Box 10465  
Des Moines IA 50306-0465

## Questions:

**Call:** 515-281-3114 or 800-367-3388

**E-mail:** [idr@iowa.gov](mailto:idr@iowa.gov)