



2023 Schedule M2SB, Income Tax Computation for S Portion of ESBT

ESTATE TRUST NAME
Name of Trust

123456789
Federal ID Number

123456789
Minnesota ID Number

SCORPORATIONS SPORTION OF ESBT HOLDS ST
Name of S-Corporation S Portion of ESBT Holds Stock In

123456789
Federal ID Number of S-Corporation

ADDITIONAL SCORPORATIONS SPORTION OF ESB
Additional S-Corporation S Portion of ESBT Holds Stock In

123456789
Federal ID Number of Additional S-Corporation

Table with 11 rows for tax computation. Columns include line number, description, and amount. Line 1: Federal taxable income of S portion (12345678). Line 2: Fiduciary's deductions and losses not allowed by Minnesota (12345678). Line 3: Additions (12345678). Line 4: Add lines 1 through 3 (12345678). Line 5: Subtractions (12345678). Line 6: Fiduciary's income from non-Minnesota sources (12345678). Line 7: Add lines 5 and 6 (12345678). Line 8: Minnesota taxable net income. Subtract line 7 from line 4 (12345678). Line 9: Tax from table in Form M2 instructions (12345678). Line 10: Total of tax from Schedule M2MT (12345678). Line 11: Total of 2023 tax for S portion. Add lines 9 and 10 and include amount on line 11 of Form M2 (12345678).

You must include this schedule and a copy of federal computations for the S portion of the ESBT when you file Form M2.



Additions to Income

Table with 2 columns: Description and Amount. Rows 12-27 include items like State and municipal bond interest, state taxes, expenses, suspended loss, federal bonus depreciation, and Section 199A qualified business income.

Subtractions from Income

Table with 2 columns: Description and Amount. Rows 28-36 include items like interest on U.S. government bond obligations, state income tax refund, federal bonus depreciation subtraction, and deferred foreign income.



- 37 Delayed net operating loss deduction 37 ■ 12345678
- 38 This line intentionally left blank 38 ■ _____
- 39 This line intentionally left blank 39 ■ _____
- 40 This line intentionally left blank 40 ■ _____
- 41 This line intentionally left blank 41 ■ _____
- 42 This line intentionally left blank 42 ■ _____
- 43 Add lines 28 through 42. Enter the result here and on line 5 43 ■ 12345678

2023 Schedule M2SB Instructions

Who Must File Schedule M2SB

If a trust is filing as an Electing Small Business Trust (ESBT), you must file Schedule M2SB to report all items relating to the S Portion of the trust.

Report all the income from the S Portion of an ESBT on Schedule M2SB and include a copy of Schedule KS. Enter the name and federal tax ID of each S-Corporation on the Form M2SB. If you have to enter more than two entities and need additional spaces, include them on an attached statement.

Apportion all income, deductions and modifications based upon the S-corporation's Minnesota apportionment factor reported on Schedule KS, line 47. Include an attachment detailing the calculation.

Line Instructions

Round amounts to the nearest whole dollar.

Line 1

Enter the federal taxable income of the S Portion that you calculated on your federal schedule. Be sure to include a copy of the federal schedule when you file Form M2 and Schedule M2SB.

Line 2

Use Schedule M2NM, *Non-Minnesota Source Income and Related Expenses*, to determine the amount to include on line 2.

Line 6

Use Schedule M2NM to determine the amount to include on line 6.

Line 10

Complete a separate Schedule M2MT for the S Portion of the trust. See the instructions for Schedule M2MT for details on completing this schedule for the S Portion of the ESBT.

Lines 12 - 43

To complete lines 12 through 43, see instructions for Form M2 lines 41 through 72.