



# 2017 Schedule M1NC, Federal Adjustments

Minnesota has not adopted the federal law changes made after December 16, 2016, that affect federal taxable income for tax year 2017.

Your First Name and Initial \_\_\_\_\_ Last Name \_\_\_\_\_ Social Security Number \_\_\_\_\_

Before you complete this schedule, read the instructions which are on a separate sheet.

Round amounts to the nearest whole dollar.

**Adjustments to federal adjusted gross income (FAGI)**

- 1 Federal bonus depreciation adjustment for business property placed in service after Sep. 27, 2017, see inst . . . . 1 ■ \_\_\_\_\_
- 2 Enter amount from line 1 you would have been allowed as depreciation absent the federal bonus depreciation . 2 ■ \_\_\_\_\_
- 3 Subtract line 2 from line 1. Also include any amount from Schedule KPI, KS, or KF with adjustment code 11 or 14 . . 3 ■ \_\_\_\_\_
- 4 Tuition and fees deduction from your federal Form 1040, line 34, or Form 1040A, line 19. . . . . 4 ■ \_\_\_\_\_
- 5 Home mortgage debt cancelled or forgiven in 2017 and excluded from federal income. . . . . 5 ■ \_\_\_\_\_
- 6 Enhanced cost recovery allowed under the Bipartisan Budget Act of 2018 (see instructions) . . . . . 6 ■ \_\_\_\_\_
- 7 **Full-year residents**, do not enter an amount on this line.  
**Part-year and nonresidents:** If your principal residence was in the federally designated hurricane zone for Hurricane Harvey, Irma, or Maria or California wildfire disaster area, and you withdrew funds from a qualified retirement account, enter the amount of your withdrawal you excluded from federal taxable income that would have been included had your principal residence not been in the hurricane zone or wildfire disaster area . . . . . 7 ■ \_\_\_\_\_
- 8 If you have an amount on line 3 or lines 5 through 7 and have an item of income or adjustment to income subject to a rule involving AGI (such as Rental Real Estate Losses, Social Security Income, IRA Deduction, or Student Loan Interest Deduction), see instructions . . . . . 8 ■ \_\_\_\_\_
- 9 Add lines 3 through 8. If you are claiming a child and dependent care credit, include this amount on line 1 of Schedule M1CD. If you are claiming a K-12 education credit (M1ED), or a property tax refund (M1PR), include this amount on line 5 of the appropriate schedule or form. . . . . 9 ■ \_\_\_\_\_
- 10 Itemized deductions calculated using AGI. If you filed federal Schedule A with deductible medical and dental expenses on line 4, see instructions. If you reported an amount on line 9 of this schedule, and on federal Schedule A, line 27, or claimed a casualty or theft loss not related to a hurricane or wildfire disaster area, see instructions . 10 ■ \_\_\_\_\_
- 11 If you claimed a casualty loss involving property located in the hurricane zone for Hurricane Harvey, Irma, or Maria, or for property located in the California wildfire area, see instructions . . . . . 11 ■ \_\_\_\_\_
- 12 If you deducted mortgage insurance premiums on your federal Schedule A, or claimed an enhanced charitable deduction for contributions made to a hurricane or wildfire relief organization, see instructions . . . . 12 ■ \_\_\_\_\_
- 13 Add lines 9 through 12 . . . . . 13 ■ \_\_\_\_\_
- 14 See instructions if your federal charitable deduction was limited, or you entered an amount on line 13 and on Form M1, line 2. Include amounts from worksheets as instructed and from Schedules KPI, KS, or KF code 15. 14 ■ \_\_\_\_\_
- 15 Subtract line 14 from line 13. If the result is positive, enter it on Schedule M1M, line 16. If the amount is less than zero, enter it as a positive number on Schedule M1M, line 43. . . . . 15 \_\_\_\_\_

**You must include this schedule when you file Form M1.**



# 2017 Schedule M1NC Instructions

For taxpayers who are affected by federal tax law passed after December 16, 2016.

## Purpose of This Schedule

Rules used in determining Minnesota individual income tax are based on the Internal Revenue Code, as amended through December 16, 2016.

Since that date, federal tax law has been enacted that contains a number of provisions affecting tax year 2017. Minnesota has not adopted these federal changes so adjustments must be made to your Minnesota return.

If you are affected by any of the provisions described below, you will need to use Schedule M1NC and these instructions to complete your Minnesota return.

Save your entire 2017 Minnesota income tax return and all worksheets you used.

## Who Must File Schedule M1NC

If your federal taxable income is affected by any provisions listed below, you are required to complete and include Schedule M1NC to make the necessary adjustments when you file Form M1.

Your 2017 **Minnesota taxable income** may be affected if you:

- Had federally deductible medical and dental expenses (entered an amount on federal Schedule A, line 4)
- Deducted mortgage insurance premiums on federal Schedule A, line 13
- Claimed a deduction for tuition and fees
- Excluded from federal income the discharge of indebtedness from your principal residence
- Claimed bonus depreciation that exceeds 50% of your cost in the asset
- Claimed federal bonus depreciation on used assets, qualified film/television/theatrical production expenses.
- Excluded from your federal income an IRA withdrawal that would have been included in your income if you had not lived in a hurricane zone or California wildfire disaster area at the time of the applicable hurricane
- Claimed an enhanced casualty loss deduction for personal property damaged by a hurricane or California wildfire

- Contributed to a charitable organization for hurricane or California wildfire relief and your charitable deduction exceeded certain percentages of your adjusted gross income
- Entered an amount on line 9, and claimed certain federal itemized deductions that are based on a percentage of your adjusted gross income (such as medical and dental expenses, charitable contributions, casualty or theft losses, job expenses, and certain miscellaneous deductions)
- Claimed the accelerated depreciation for business property on an Indian reservation
- Chose the seven-year recovery period for certain motorsport racing track facilities
- Elected to expense the cost of certain mine safety equipment
- Claimed the modified treatment of certain qualified film and television expenses
- Claimed depreciation on a race horse using a three-year class life
- Claimed a special allowance for second generation biofuel plant property

## Line Instructions

### Line 1

#### Excess federal Bonus Depreciation on assets placed in service after September 27, 2017

If you claimed federal bonus depreciation on line 14 or 25 of federal Form 4562 for assets placed in service after September 27, 2017, you may need to make an adjustment on your Minnesota return.

If you claimed federal bonus depreciation in excess of 50% of your basis in the assets, include on line 1 the amount of federal bonus depreciation you claimed that exceeds 50% of your basis in the asset.

If you claimed bonus depreciation on used property, or on qualified film, theatrical productions, or television expenses, include on line 1 the federal bonus depreciation you claimed on these items.

### Line 2

#### Depreciation

Determine the amount of depreciation you would have been allowed had you not claimed the excess bonus depreciation entered on line 1. Use the appropriate recovery period and method for each asset under the Internal Revenue Code as amended through December 16, 2016. On line 2, enter the amount of depreciation you calculate for the assets included on line 1.

If you did not enter an amount on line 1, do not enter an amount on line 2.

### Line 5

#### Mortgage Debt Forgiveness

If you filed federal Form 982 and checked the box on line 1 e, enter the amount of discharged qualified principal residence indebtedness included on line 2 of Form 982 on line 5.

### Line 6

#### Enhanced Cost Recovery

The Bipartisan Budget Act of 2018 extended, for tax year 2017, certain cost recovery methods such as enhanced depreciation for business property placed in service on an Indian reservation, motor sports facilities, mine safety equipment, race horses, biofuel plant property, and modified treatment of qualified film and television expenses. Minnesota has not adopted these changes for assets placed in service or expenses paid in 2017. Determine the amount to enter on line 6 using the instructions below. If more than one provision applies to you, include the results of all applicable instructions.

Also include any amount from Schedule KPI, KS, or KF with federal adjustment code 13.

#### Enhanced Depreciation for business property placed in service in 2017 on an Indian Reservation

If you claimed depreciation for business property on an Indian reservation on federal Schedule 4562 using the alternative depreciation class-life, recalculate depreciation using the regular class life. Include the difference on line 6.

#### Motor Sports Facility Depreciation

If you used the special 7-year recovery period for property used for land improvements and support facilities for motor sports entertainment facilities, you must recalculate the depreciation using the class-life you would have used but for the Bipartisan Budget Act of 2018. Generally, this means 15 or 39 years. Include the difference on line 6. 1

*Continued*

**Qualified Advanced Mine Safety Equipment**

If you expensed up to the first 50% of the cost of qualified mine safety equipment, calculate the depreciation on the portion of the equipment you expensed. Include the difference between the amount expensed and the depreciation on that amount on line 6.

**Race Horses**

If you claimed depreciation on a race horse using a 3-year cost recovery period, recalculate the depreciation using the class life that would have been allowed prior to the Bipartisan Budget Act of 2018. Include the difference on line 6.

**Special Allowance for Second Generation Biofuel Property**

If you claimed a special allowance for second generation biofuel property, calculate your depreciation using the appropriate class you would have used but for the Bipartisan Budget Act of 2018. Include the difference on line 6.

**Modified Treatment of Qualified Film and Television Production Expenses**

If you claimed the modified treatment of certain qualified film and television production expenses on federal Form 4562, recalculate your expenses for Minnesota purposes. Include the difference on line 6.

**Line 7**

**Certain Retirement Account Withdrawals Excluded Income**

This line applies to only individuals who received certain distributions from their retirement account and whose principal place of abode was located in the:

- Hurricane Harvey disaster area on August 23, 2017,
- Hurricane Irma disaster area on September 4, 2017, or
- Hurricane Maria disaster area on September 16, 2017
- California wildfire disaster area between October 8, 2017 through December 31, 2017.

If you received a withdrawal from your retirement account and were able to exclude an amount of that withdrawal from your income because you lived in hurricane zone or California wildfire disaster area, enter the difference between what you included in your federal income and what would have been if you had not lived in the hurricane zone or California wildfire disaster area.

**Line 8**

**Other Adjustments to 1040 Due to Recomputed Amounts**

If you have an amount on line 3 or lines 5 through 7, and have an item of income or adjustment to income subject to a rule involving AGI (such as Rental Real Estate Losses, Social Security Income, IRA Deduction, or Student Loan Interest Deduction), you may need to recalculate that item of income or adjustment to income.

Instructions for recalculating the most common items are listed below.

**Rental Real Estate Losses:** Complete the *Worksheet for Line 8 - Rental Real Estate Losses*, on the next page, if you reported an amount on line 3 or lines 5 through 7 and line 7 of your federal Schedule 8582 was less than \$150,000.

**Social Security Income:** Complete the *Worksheet for Line 8 - Social Security Income*, on the next page, if you reported an amount on line 3 or lines 5 through 7 and less than 85% of your social Security benefits were included in your federal taxable income.

**IRA Deduction:** Complete the *Worksheet for Line 8 - Minnesota IRA Deduction* on page 3 of these instructions if you reported an amount on Schedule M1NC, line 3 or lines 5 through 7 and you deducted contributions to an IRA on your federal return.

**Worksheet for Line 8 – Rental Real Estate Losses**

Before you complete this worksheet, you will need to complete federal Form 8582.

- 1 Enter the amount from line 6 of your federal Form 8582 . . . . .
- 2 Enter the amount from line 7 of your federal Form 8582 . . . . .
- 3 Enter the total from Schedule M1NC, lines 3 and 5 through 7 . . . . .
- 4 Add steps 2 and 3. . . . .
- 5 Subtract step 4 from step 1 (if 0 or less, enter 0 here and on step 13) . . . . .
- 6 Multiply step 5 by 50% (0.5) Do not enter more than the amount on line 9 of your federal Form 8582. . . . .
- 7 Enter the lesser of line 5 of your federal Form 8582 or step 6 of this worksheet. If line 2c of your federal Form 8582 is negative, go to step 8. Otherwise go to step 12. . . . .
- 8 Enter the amount from line 11 of your federal Form 8582 . . . . .
- 9 Enter the amount from line 12 of your federal Form 8582 . . . . .
- 10 Subtract step 7 from step 9. . . . .
- 11 Enter the smallest of line 2c (treated as a positive amount) from from your federal Form 8582, step 8, or step 10 . . . . .
- 12 Enter the amount from line 15 of your federal Form 8582 . . . . .
- 13 Add steps 7, 11, and 12. . . . .
- 14 Enter the amount from line 16 of your federal Form 8582. . . . .
- 15 Subtract step 13 from step 14. If the result is positive, include it on Schedule M1NC, line 8. If the result is negative, include it as a positive number on Schedule M1NC, line 14. . . . .

**Worksheet for Line 8 – Social Security Income**

- 1 Amount From Line 7 of your federal Social Security Benefits Worksheet .....
- 2 Add Schedule M1NC line 3 or lines 5 through 7. Also include the amount from step 15 of the Worksheet for Line 8– Rental Real Estate Losses. ....
- 3 Add steps 1 and 2 .....
- 4 If you are:
  - Married filing jointly, Enter \$32,000
  - Single, head of household, qualifying widow(er), or married filing separately and you lived apart from your spouse for all of 2017, enter \$25,000
  - Married filing separate and you lived with your spouse at any time in 2017, skip lines 4 through 11; multiply line 3 by 85% (0.85) and enter the result on line 12. Then go to line 13. ....
- 5 Subtract step 4 from step 3. (if zero or less enter zero on step 14) .....
- 6 If you are:
  - married filing jointly enter \$12,000
  - single, head of household, qualifying widow(er), or married filing separately and you lived apart from your spouse for all of 2017 enter \$9,000. ....
- 7 Subtract step 6 from 5. If zero or less enter -0- .....
- 8 Enter the smaller of step 5 or 6 .....
- 9 Multiply step 8 by 50% (.50) .....
- 10 Enter the smaller of 50% of your total amount from box 5 of all your Forms SSA-1099 and Forms RRB-1099 or step 9 .....
- 11 Multiply step 7 by 85% (0.85). If step 7 is zero, enter -0- .....
- 12 Add steps 10 and 11 .....
- 13 Enter the amount from step 17 of your worksheet for federal Form 1040, line 20b, or Form 1040A, line 14b. ....
- 14 Enter the smaller of step 12 or step 13 .....
- 15 Enter the amount from federal Form 1040, line 20b or Form 1040A, line 14b .....
- 16 Subtract step 15 from step 14. If the result is positive, include it on Schedule M1NC, line 8. If the result is negative, include it as a positive number on Schedule M1NC, line 14. ....

**Worksheet for Line 8 – Minnesota IRA Deduction**

Before you complete this worksheet, you must complete the federal worksheet for Form 1040, line 32, or Form 1040A, line 17. Before completing this worksheet, complete the worksheet for Line 8 – Rental Real Estate Losses, and the worksheet for Line 8 – Social Security Income on the previous page, if you were required to do so.

	Your IRA	Spouse's IRA
1 Enter the amount shown below that applies to you . . . . .1a_____	1b_____	
* Single, Head of Household, or Married Filing Separately and you lived apart from your spouse for all of 2017 enter \$72,000		
* Qualifying Widow(er) enter \$119,000		
* Married Filing Jointly enter \$119,000 in both columns. If one spouse was not covered by a retirement plan enter \$196,000 for the spouse who was not covered		
* Married filing separately and you lived with your spouse at any time in 2017 enter \$10,000		
2 Enter the sum of Schedule M1NC, lines 3 and 5 through 7, step 15 of the Worksheet for Line 8- Rental Real Estate Losses, step 16 of the worksheet for Line 8 – Social Security Income, and the amounts on your federal Form 1040, line 22, or your federal Form 1040A, line 15. . . . . 2_____		
3 Enter the total of the amounts from Form 1040, lines 23 through 31a plus any write in adjustments you entered on the dotted line next to line 36. . . . . 3_____		
If you filed Form 1040A, enter the amount on line 16.		
4 Subtract step 3 from step 2. If married filing jointly, enter the result in both columns. . . . . 4a_____	4b_____	
5 Is the amount on line 4 less than the amount on line 1? <b>No:</b> None of your IRA is deductible for Minnesota purposes. Include the amount you entered on Form 1040, line 32, or Form 1040A, line 17 on Schedule M1NC, line 8. <b>Yes:</b> Subtract step 4 from step 1. . . . . 5a_____	5b_____	
6 Using the amount on step 5, determine the amount to enter based on the instructions below . . 6a_____	6b_____	
* If single, head of household, or married filing separately, and the result is \$10,000 or more, enter \$5,500 (\$6,500 if age 50 or older but under 70 1/2 at the end of 2017) for that column on steps 6 and 7. If the result is less than \$10,000, go to step 7.		
* If married filing jointly or qualifying widow(er), and the result is \$20,000 or more (\$10,000 or more in the column for the IRA of the person who wasn't covered by a retirement plan), enter \$5,500 (\$6,500 if age 50 or older but under age 70 1/2 at the end of 2017) for that column on steps 6 and 7. Otherwise go to step 7.		
7 Multiply step 5 by the percentage you used to determine step 7 of your federal worksheet for Form 1040, line 32, or Form 1040A, line 17. Increase the result to the next increment of \$10. . . . . 7a_____	7b_____	
8 Enter the sum of the following amounts: . . . . . 8_____		
* Step 8 from your federal worksheet for Form 1040, line 32, or Form 1040A, line 17, and		
* The amount from step 9 of your federal worksheet for Form 1040, line 32.		
9 Enter the amount from: . . . . . 9a_____	9b_____	
* Step 11 from your federal worksheet for Form 1040, line 32, or		
* Step 9 from your federal worksheet for Form 1040A, line 17.		
10 Enter the smallest of steps 7a, 8, or 9a on step 10a. Enter the smallest of steps 7b, 8, or 9b on step 10b. If you elected to deduct a smaller amount on your federal return, reduce the amount for this line by the amount you elected to treat as a nondeductible contribution on your federal return. . . . . 10a_____	10b_____	
11 Add steps 10a and 10b. . . . . 11_____		
12 Enter the amount from your federal Form 1040, line 32, or Form 1040A, line 17. . . . . 12_____		
13 Subtract step 11 from step 12. If the result is more than \$0, include it on Schedule M1NC, line 8. If the result is less than \$0, include as a positive amount Schedule M1NC, line 14. . . . . 13_____		

Save this worksheet and your 2017 Minnesota income tax return for your records until at least 3½ years after you file your Minnesota return for the year during which your IRA balance became \$0.

## Worksheet for Line 8 – Student Loan Interest

If you are required to complete any of the other worksheets for line 8, you must complete those worksheets before completing this worksheet.

- 1 Enter the total interest you paid in 2017 on qualified student loans (see instructions for federal Form 1040, line 33, or Form 1040A, line 18). Do not enter more than \$2,500 . . . . . \_\_\_\_\_
- 2 Enter the amount from line 22 your federal Form 1040, or line 15 of your Form 1040A. . . . . \_\_\_\_\_
- 3 Enter the total from your Schedule M1NC, lines 3 and 5 through 7. Also include the amount from step 15 of the worksheet for Line 8 - Rental Real Estate Losses; step 16 of the worksheet for line 8 - Social Security Income, and the amount from step 13 of the worksheet for line 8 - Minnesota IRA deduction. . . . . \_\_\_\_\_
- 4 Enter the sum of the totals from any other worksheet for line 8 that you completed. If the result is negative, include as a negative amount. . . . . \_\_\_\_\_
- 5 Add steps 2-4 . . . . . \_\_\_\_\_
- 6 Enter the total of the amounts from your federal Form: . . . . . \_\_\_\_\_  
-1040, lines 23 through 32, plus any write-in adjustments included on line 36  
-1040A, lines 16 and 17
- 7 Subtract step 6 from step 5. . . . . \_\_\_\_\_
- 8 If your filing status is single, head of household, or qualifying widow(er), enter \$65,000.  
If your filing status is married filing joint, enter \$130,000. . . . . \_\_\_\_\_
- 9 Subtract step 8 from step 7. If the result is \$0 or less, skip steps 10 and 11, and enter the amount from step 1 on step 12 . . . . . \_\_\_\_\_
- 10 Divide step 9 by \$15,000 (\$30,000 if married filing jointly). Enter the result as a decimal rounded to at least 3 places. If the result is 1.000 or more, enter 1.000 . . . . . \_\_\_\_\_
- 11 Multiply step 1 by step 10 . . . . . \_\_\_\_\_
- 12 Subtract step 11 from step 1 . . . . . \_\_\_\_\_
- 13 Enter the amount from line 33 of your federal Form 1040, or line 18 of your Form 1040A. . . . . \_\_\_\_\_
- 14 Subtract step 12 from step 13. If the result is positive, include the result on line 8.  
If the result is less than \$0, include the result as a positive amount on line 14 . . . . . \_\_\_\_\_

If you were required to complete a worksheet in IRS Publication 590-A, complete that worksheet using Minnesota income amounts.

**Student Loan Interest:** Complete the *Worksheet for Line 8 - Student Loan Interest* on page 4 of these instructions if you reported an amount on line 3 or lines 5 through 7 and you deducted student loan interest on your federal return.

### Line 10

#### Adjustments to Itemized Deductions

If you claimed an itemized deduction that is calculated using AGI, you may need to recompute your deduction. Common examples are medical and dental expenses, casualty or theft losses, and job expenses, and certain miscellaneous deductions.

**Medical and Dental Expenses:** Complete the *Worksheet for Line 10 – Medical and Dental Expense Deduction* on page 4 of these instructions. Include the result on line 10.

**Casualty or Theft Losses:** You will need to prepare a recomputed federal Form 4684 using Minnesota income amounts and excluding any hurricane and California wildfire casualty losses you deducted (see line 11). On line 10, include the difference between the amount you deducted for non hurricane or wildfire related casualties and the amount from line 18 of the Form 4684 you prepared using Minnesota income amounts.

**Job Expenses and Certain Miscellaneous Deductions:** On line 10, include the smaller of Schedule A, line 27, or the amount from Schedule M1NC, line 9 multiplied by 2% (.02).

### Line 11

#### Hurricane and California wildfire connected casualty loss deduction

If you claimed casualty deduction and claimed the standard deduction, complete the *Worksheet for Line 11 - Standard Deduction*.

If you claimed casualty deduction and filed federal Schedule A, complete the *Worksheet for Line 11 - Itemized Deductions*.

### Line 12

#### Private Mortgage Insurance

Include on line 12 the amount on federal Schedule A, line 13.

#### Enhanced Charitable Deductions

If you claimed a charitable contribution deduction that exceeds certain limitations based on adjusted gross income, use IRS Publication 526 to determine what your deductions would have been limited to if they had not been made to a hurricane or California wildfire relief organization.

### Worksheet for Line 10 –Medical and Dental Expense Deduction

- 1 Enter the amount from your federal Schedule A, line 1 . . . . .
- 2 Enter the amount from your federal Schedule A, line 2 . . . . .
- 3 Enter the amount from line 9 of this schedule . . . . .
- 4 Add steps 2 and 3 . . . . .
- 5 Multiply step 4 by 10% (.10) . . . . .
- 6 Subtract step 5 from step 1 . . . . .
- 7 Enter the amount from your Schedule A, line 4 . . . . .
- 8 Subtract step 6 from step 7. Include the result on line 10 of this schedule. Do not enter more than the amount on step 7. . . . .

### Worksheet for Line 11 - Standard Deduction

Use this worksheet only if you claimed an enhanced casualty and the standard deduction.

- 1 Enter the amount from federal Form 1040, line 40, or Form 1040A, line 24. . . . .
- 2 Enter the standard deduction you included on federal Schedule A, line 28 . . . . .
- 3 Subtract step 2 from step 1. Enter this amount on line 11. . . . .

### Worksheet for Line 11 - Itemized Deductions

Use this worksheet only if you claimed an enhanced casualty loss using special rules for “Net Disaster Loss.” Complete a separate Part A section for each casualty. You must complete a federal Form 4684 for Minnesota purposes as if the casualty occurred outside of a hurricane zone or California wildfire disaster area this will be referred to as a “recomputed Form 4684.” List each property for which you are claiming a loss separately and complete lines 1 through 9 for each property. If you claimed more than 4 properties as part of your “net disaster loss” include as many recomputed Forms 4684 as you need.

#### Part A

- 1 Enter the amount line 10 of your recomputed form 4684 . . . . .
- 2 Enter the smaller of step 1 or \$100 . . . . .
- 3 Subtract step 2 from step 1 . . . . .

#### Part B

- 4 Enter the amount from step 3. If you reported multiple hurricane or California wildfire related casualties, add each step 3 together and enter the total. . . . .
- 5 Add the amounts on line 4 from all recomputed Forms 4684 you completed . . . . .
- 6 Subtract step 5 from step 4. If \$0 or less, stop here.  
You do not have to enter an amount on line 11 . . . . .
- 7 Enter the sum of: . . . . .
  - Your federal adjusted gross income from federal Form 1040, line 38
  - The amount on Schedule M1NC, line 9 (if any)
- 8 Multiply step 7 by 10% (.1). . . . .
- 9 Subtract step 8 from step 6. This is your hurricane or California wildfire related casualties related casualty loss for Minnesota purposes.  
If zero or less, enter \$0 . . . . .
- 10 Enter the Hurricane or California wildfire Casualty Loss you included on federal Schedule A, line 28 . . . . .
- 11 Subtract step 9 from step 10. If the result is positive, enter the amount on line 11.  
If the result is less than \$0, include as a positive number on line 14. . . . .

Enter the difference between the federal deduction you claimed and the deduction you would have been allowed if the contribution had not been made to a hurricane or California wildfire relief organization.

Include on this line any amount received from Schedules KPI, KS, KF with a federal adjustment code 12.

**Line 14**

**Charitable Contributions**

If your federal charitable deduction was limited and you reported an amount on line 9 of this schedule, you may need to recompute your deduction for Minnesota purposes. See IRS publication 526 to determine your recomputed deduction using Minnesota income amounts. On line 14, include the additional deduction you are allowed for Minnesota purposes.

**Adjustment for itemized deductions below the standard deduction**

If you entered an amount on line 13 of this schedule, and on Form M1, line 2, complete the Worksheet for Line 14 – Adjustment. This worksheet will ensure your Minnesota itemized deductions are greater than or equal to the standard deduction for your filing status.

**Worksheet for Line 14 – Adjustment**

- 1 Enter the amount from federal Form 1040, line 40 .....
- 2 Enter the amount from Form M1, line 2 .....
- 3 Enter the sum of Schedule M1NC, lines 10 through 12. ....
- 4 Add steps 2 and 3. ....
- 5 Subtract step 4 from step 1 .....
- 6 Enter your standard deduction (determine from the Table for Step 6 of the Worksheet for line 14) .....
- 7 Subtract step 5 from step 6. If \$0 or less, enter \$0. Include the result on line 14 .....

**Table for Step 6 of Worksheet for Line 14**

Check the boxes that apply to you and your spouse. If you are married filing separately, check boxes only for your own status, unless your spouse has no gross income and cannot be claimed as a dependent by another person.

**You:** 65 or older  blind  **Your Spouse:** 65 or older  blind

Find your filing status below and the number of boxes you checked above (from 0-4) and enter the appropriate dollar amount in step 2 of the worksheet:

Filing status	Boxes Checked Above	Dollar amount for Step 2
single:	0	\$ 6,350
	1	7,900
	2	9,450
	<hr/>	
married filing joint, or qualifying widow(er):	0	\$ 12,700
	1	13,950
	2	15,200
	3	16,450
	4	17,700
<hr/>		
married filing separate:	0	\$ 6,350
	1	7,600
	2	8,850
	3	10,100
	4	11,350
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head of household:	0	\$ 9,350
	1	10,900
	2	12,450