



2018 Schedule M1REF, Refundable Credits

Your First Name and Initial	Last Name	Social Security Number
1	Child and Dependent Care Credit (<i>enclose Schedule M1CD</i>)	1 ■ _____ Enter number of qualifying persons 1a _____
2	Minnesota Working Family Credit (<i>enclose Schedule M1WFC</i>)	2 ■ _____ Enter number of qualifying children 2a _____
3	K-12 Education Credit (<i>enclose Schedule M1ED</i>)	3 ■ _____ Enter number of qualifying children 3a _____
4	Credit for Parents of Stillborn Children (<i>enclose Schedule M1PSC</i>)	4 ■ _____
5	Refundable credit for taxes paid to Wisconsin (<i>enclose Schedule M1RCR</i>)	5 ■ _____
6	Credit for historic structure rehabilitation (<i>enclose certificate</i>)	6 ■ _____ Enter National Park Service (NPS) project number 6a _____
7	Enterprise Zone Credit (<i>enclose DEED certificate</i>)	7 ■ _____
8	Add lines 1 through 7. Enter the result here and on line 26 of Form M1	8 _____

You must include this schedule with your Form M1.



2018 Schedule M1REF Instructions

These credits may allow you to receive a refund even if you do not have a tax liability.

Is there a penalty for fraudulently claiming a refund?

Yes. If you file a return that fraudulently claims a credit, you will be assessed a penalty equal to 50 percent of the fraudulently claimed credit.

Line 1—Child and Dependent Care Credit (Schedule M1CD)

Married persons filing separate returns cannot claim this credit.

To qualify for the Child and Dependent Care Credit, your household income—adjusted gross income plus most nontaxable income—must be less than \$62,990 with one qualifying person or \$74,990 with two or more qualifying persons, and one of the following conditions must apply:

- You paid someone (other than your dependent child or stepchild younger than age 19) to care for a qualifying person while you (and your spouse if filing a joint return) were working or looking for work. A qualifying person and qualified expenses match the federal credit for child and dependent care expenses
- You were an operator of a licensed family daycare home caring for your own dependent child who had not reached the age of six by the end of the year
- You are married and filing a joint return, your child was born in 2018, and you did not participate in a pre-tax dependent care assistance program

If one of the above conditions applies to you, complete Schedule M1CD, *Child and Dependent Care Credit*, and include it with your Minnesota income tax return.

Enter the number of qualifying persons in the box provided on line 1.

Line 2—Minnesota Working Family Credit (Schedule M1WFC)

Married persons filing separate returns cannot claim this credit.

If you qualify for the federal earned income credit, you may also qualify for the Minnesota Working Family Credit.

Use Schedule M1WFC, *Working Family Credit*, and the WFC table in the M1 instruction booklet to determine your Minnesota credit.

Part-year residents may qualify for this credit based on the percentage of income taxable to Minnesota.

If you qualify for the credit, complete Schedule M1WFC and include it with your Minnesota income tax return.

Enter the number of your qualifying children on line 2a.

Line 3—K–12 Education Credit (Schedule M1ED)

Married persons filing separate returns cannot claim this credit.

You may receive a credit if you paid education-related expenses in 2018 for a qualifying child in grades kindergarten through 12 (K–12). See qualifying expenses in the M1 instruction booklet.

To qualify, your household income—which is your adjusted gross income plus most nontaxable income—must be under the limit based on the number of qualifying children you have in grades K–12. A qualifying child is the same as for the federal earned income credit.

Enter the number of qualifying children on line 3a.

If your total number of qualifying children is:	Your household income limit is:
1 or 2	\$37,500
3	\$39,500
4	\$41,500
5	\$43,500
6 or more	*

* More than 6 children: \$43,500 plus \$2,000 for each additional qualifying child.

If you qualify for the credit, complete Schedule M1ED, *K–12 Education Credit*, and include it with your Minnesota income tax return.

Line 4—Credit for Parents of Stillborn Children (Schedule M1PSC)

You may be eligible for the Credit for Parents of Stillborn Children if:

- you experienced a stillbirth in 2018
- you received a Certificate of Birth Resulting in Stillbirth from the Minnesota Department of Health, Office of Vital Records
- the child would have been your dependent if the child had been born alive

You may be asked to provide a copy of the Certificate of Birth Resulting in Stillbirth.

If you qualify for the credit, complete Schedule M1PSC, *Credit for Parents of Stillborn Children*, and include it with your Minnesota income tax return.

Part-year and nonresidents may qualify for this credit based on the percentage of income taxable to Minnesota.

Line 5—Refundable credit for taxes paid to Wisconsin (Schedule M1RCR)

You may be eligible for a refundable credit if you were a Minnesota resident who paid taxes to Wisconsin in 2018. If you qualify for this credit, complete Schedule M1RCR, *Refundable Credit for Taxes Paid to Wisconsin*, and include it with your Minnesota income tax return.

Line 6 Credit for Historic Structure Rehabilitation

If you made qualified improvements to a historic property in Minnesota, and those improvements qualify for the federal Historic Rehabilitation Credit under IRC section 47, you may be eligible for a Minnesota credit. The Minnesota credit is equal to 100 percent of the federal credit, provided that you filed an application with the State Historic Preservation Office (SHPO) of the Minnesota Historic Society and meet all other conditions of eligibility. The credit is generally allowed when the project is completed.

Enter the amount of the credit and National Park Service number listed on the credit certificate issued by SHPO upon completion of the project.

Note: The Department of Revenue reserves the right to audit any amount claimed.

Enclose a copy of the credit certificate when you file your Minnesota return.

If you are eligible for the federal Historic Rehabilitation Credit through an interest in a partnership, S corporation, estate or trust, enter the amount of the credit from your Schedule KPI, KS, or KF.

If you receive a grant in lieu of the credit for the entire amount, you are not eligible for the tax credit. However, if you received a grant for a portion of the claimed amount, you may be eligible for a partial credit.

Assignment of credit. If you are eligible for this credit but have assigned it to another taxpayer, you may not claim the portion of the credit that you assigned.

Line 7 Enterprise Zone Credit

The Enterprise Zone Credit is a refundable credit for sole proprietors, partners of a partnership, or shareholders of an S corporation.

If you qualify, you would have received paperwork from DEED. Include a copy of the documentation with Form M1.

Include the total of amounts reported to you on:

- Schedule KS, line 15; and
- Schedule KPI, line 15.