



# 2018 Schedule M1SLC, Student Loan Credit

|                                 |           |                        |
|---------------------------------|-----------|------------------------|
| Your First Name and Initial     | Last Name | Social Security Number |
| Spouse's First Name and Initial | Last Name | Social Security Number |

**To claim this credit, you must be a full- or part-year Minnesota resident.**

|   | A<br>Taxpayer | B<br>Spouse |
|---|---------------|-------------|
| <b>1</b> Total amount you paid toward your own qualified student loans in 2018.<br>Do not include amounts you paid toward another individual's loans. . . . . <b>1</b> ■  |               | ■           |
| <b>2</b> Your federal adjusted gross income ( <i>from line 1 of Form M1</i> ). If you are married and filing a joint return, enter your joint federal adjusted gross income in columns A and B . . . . . <b>2</b>   |               |             |
| <b>3</b> Enter the amount from line 36 of Schedule M1NC.<br>( <i>Enter as a negative amount if you entered the amount on line 40 of Schedule M1M</i> ) . . . . . <b>3</b>   |               |             |
| <b>4</b> Add lines 2 and 3. . . . . <b>4</b>  |               |             |
| <b>5</b> Subtract \$10,000 from line 4 and enter the result here. If less than zero, enter 0 . . . . . <b>5</b>   |               |             |
| <b>6</b> Multiply line 5 by 10% (0.10) and enter the result here . . . . . <b>6</b>   |               |             |
| <b>7</b> Subtract line 6 from line 1. (If the result in a column is zero or less, <b>STOP in that column.</b> ) <b>7</b>  |               |             |
| <b>8</b> Enter your total earned income such as wages, salaries, tips, and net earnings from self-employment ( <i>see instructions</i> ). If less than zero, <b>STOP HERE</b> . You do not qualify . . . . . <b>8</b>   |               |             |
| <b>9</b> If you filed Schedule M1NC, see instructions.<br>If you did not file Schedule M1NC, enter 0. . . . . <b>9</b>  |               |             |
| <b>10</b> Add lines 8 and 9. . . . . <b>10</b>  |               |             |
| <b>11</b> Enter the lesser of the amount of qualified student loans used to pay for your . . . . . <b>11</b> ■<br>postsecondary education or \$5,000 ( <i>see instructions</i> )  |               | ■           |
| <b>12</b> Multiply line 11 by 10% (0.10) . . . . . <b>12</b>  |               |             |
| <b>13</b> Enter the amount of interest you paid in 2018 on qualified student loans<br>used to pay for your postsecondary education ( <i>from box 1 of federal Form 1098-E</i> ). . . . . <b>13</b> ■  |               | ■           |
| <b>14</b> Add lines 12 and 13, enter the result here . . . . . <b>14</b>  |               |             |
| <b>15</b> Enter the amount from line 7, line 10, or line 14, whichever is least . . . . . <b>15</b>   |               |             |
| <b>16</b> Maximum credit is \$500 per person . . . . . <b>16</b>  | 500           | 500         |
| <b>17</b> Amount from line 15 or line 16, whichever is less . . . . . <b>17</b>   |               |             |
| <b>18 Full-year residents:</b> Enter the amount from line 17.<br><b>Part-year residents:</b> If you are not filing a joint return, multiply the amount on line 17<br>by line 26 of Schedule M1NR. If you are filing a joint return, see instructions. . . . . <b>18</b> |               |             |
| <b>19</b> Add line 18 from columns A and B. Enter the result here and on line 6 of Schedule M1C . . . . . <b>19</b>   |               |             |

**Include this schedule when you file Form M1. Keep a copy for your records.**

# 2018 Schedule M1SLC Instructions

## Am I eligible?

You may be eligible for the Student Loan Credit if both of the following are true:

- You have taxable earned income.
- You made payments toward your own qualified education loans during the year.

## What is a qualified education loan?

Qualified education loans include loans used for the cost of attendance at an eligible postsecondary college or university. This does not include loans from a relative or a qualified employer plan.

## Can I claim payments I made toward someone else's loans?

No. You may only qualify for the credit based on your own eligible payments toward your own qualified education loans.

## Do I need proof?

Yes. Save canceled checks and keep a detailed record from the institution you make payments to for your qualified loans. We may ask you to show these records if we have questions.

## Line Instructions

Round amounts to the nearest whole dollar.

### Line 1

Enter the amount you paid in 2018 toward qualified education loans taken out to pay for your postsecondary education. Include payments made toward principal and interest.

If you are married and filing a joint return and made payments toward loans taken out to pay for postsecondary education for each spouse, enter the amount you paid toward each spouse's loans in the appropriate column.

**Example for married couples filing a joint return:** You paid \$3,000 toward loans taken out to pay for your postsecondary education and \$2,500 toward your spouse's loans. You will enter \$3,000 in column A, and \$2,500 in column B.

### Line 2

Enter your federal adjusted gross income (FAGI) from your 2018 federal return. If you did not file a 2018 federal return, use a federal return and instructions to determine what your FAGI would have been.

If you are married and filing a joint return, enter your joint FAGI in column A and column B.

### Line 8

Enter your total earned income from 2018. This amount is the total of your wages, salaries, tips, and other employee compensation reported in box 1 of federal Form W-2 plus your net earnings from self-employment.

### Line 9

If you filed Schedule M1NC, *Federal Adjustments*, complete the Worksheet for Line 9 - Earned income from Schedule M1NC.

If you are filing a joint return, each spouse must complete a separate Worksheet using their amounts from Schedule M1NC.

### Line 11

Enter the total amount of qualified education loans taken out for your postsecondary education. This is the original amount of your qualified education loans, including amounts previously paid and amounts not yet paid. Do not include loans taken out for someone else's college education expenses.

### Line 18

**Full-year Minnesota residents:** Enter the amount from line 17.

## Part-year Minnesota residents:

- If you are not filing a joint return, multiply the amount on line 17 by line 26 of Schedule M1NR, *Nonresidents/Part-Year Residents*.
- If you are filing a joint return, complete a separate Schedule M1NR for each spouse who qualifies for this credit. If you have a joint income source (such as a joint investment account) or deductions (such as moving expenses) use 50% of the income or deduction on each spouse's separate Schedule M1NR. Use only that spouse's income on the Schedule M1NR you prepare for the individual. Use the separate Schedules M1NR to complete the Worksheet for Line 18 below.

## Questions?

Forms and information are available on our website at [www.revenue.state.mn.us](http://www.revenue.state.mn.us).

If you have questions:

- Visit our website at [www.revenue.state.mn.us](http://www.revenue.state.mn.us) and enter **Student Loan** into the Search box
- Send us an email at [individual.incometax@state.mn.us](mailto:individual.incometax@state.mn.us)
- Call us at 651-296-3781 or 1-800-652-9094

### Worksheet for line 9 - Earned income from Schedule M1NC

If you are filing a joint return, each spouse must complete a separate worksheet using their amounts from Schedule M1NC.

|   |   |       |
|---|---|-------|
| 1 | Earned income included in the additions column on lines 9 through 30 of Schedule M1NC, <i>Federal Adjustments</i> . . . . .             | _____ |
| 2 | Reimbursements for employee business expenses (from line 3 of Schedule M1NC) . . . . .  | _____ |
| 3 | Add steps 1 and 2 . . . . .   | _____ |
| 4 | Bicycle expense reimbursements (from line 1 of Schedule M1NC) . . . . .   | _____ |
| 5 | Moving expense reimbursements received from your employer and included on line 2 of Schedule M1NC . . . . .                             | _____ |
| 6 | Earned income included in the subtractions column on lines 9 through 30 of Schedule M1NC. . . . .                                       | _____ |
| 7 | Add steps 4 through 6 . . . . .   | _____ |
| 8 | Subtract step 7 from step 3. Enter the result on line 9. If the result is less than zero, enter as a negative amount on line 9. . . . . | _____ |

### Worksheet for Line 18 — Married Part-Year Resident(s) Filing Joint

|   | A<br>Taxpayer  | B<br>Spouse |
|---|--|-------------|
| 1 | Enter the amount from line 17 . . . . .  | _____       |
| 2 | Enter the amount from line 26 of the separate Schedule M1NR prepared using only that individual's income. Do not enter more than 1.00000. If you are a full-year resident, enter 1.00000 . . . . . | _____       |
| 3 | Multiply step 1 by step 2. Enter the result here and on line 18 in the appropriate column . . . . .  | _____       |