
Tax Professional Webinar

Handouts

Tax Year 2023

Minnesota Department of Revenue Contacts

Income Tax and Withholding Division Outreach Coordinators

Outreach Line – 651-556-6606

Outreach Email – taxpro.outreach@state.mn.us

Mark Krause – mark.krause@state.mn.us

Mena Duarte – mena.duarte@state.mn.us

Corporate Franchise Tax Division

Business Tax Line – 651-282-5225

Business Tax email – businessincome.tax@state.mn.us

Allyson Casseday – allyson.casseday@state.mn.us



2023 Summary of Annual Forms Changes

Disclaimer: Information in this document is based on the laws in effect when it was written. It does not supersede or alter any provision of Minnesota laws, administrative rules, court cases, or revenue notices. It does not provide tax advice.

This document summarizes changes made to 2023 Minnesota fiduciary income, business income, estate, individual income, withholding and property tax forms.

General Updates

- No substantive changes to the estate tax forms
- Created new Schedule M1DQC, Dependents and Qualifying Children
- Created new Schedule M1CWFC, Minnesota Child and and Working Family Credits
- Created new Schedule PTE-RP, Pass-through Entity Tax for Resident Partners
- Created new Schedule MHP, Credit for Sales of Manufactured Home Parks to Cooperatives
- Created new Schedule RAIL, Short Line Railroad Infrastructure Modernization Credit
- Eliminated Schedule M1WFC, including Working Family Credit tables
- Eliminated the following nonconformity schedules:
 - Schedule M1NC, Federal Adjustments
 - Schedule M4NC, Federal Adjustments
 - Schedule M2NC, Federal Adjustments
 - Schedule M2SBNC, Federal Adjustments
 - Schedule KFNC, Federal Adjustments
 - Schedule KSNC, Federal Adjustments
 - Schedule KPINC, Federal Adjustments
 - Schedule KPCNC, Federal Adjustments

2023 Withholding Tax Form Changes

Form W-4MNP, Minnesota Withholding Certificate for Retirement Account, Pension, or Commercial Annuity Payments

- Removed allowance method to calculate withholding tax

2023 Business Income Tax Form Changes

Form M4, Corporate Franchise Tax Return

- Changed Line 2h on the M4I to Intentionally Left Blank
- Removed GILTI subtraction line from the M4I
- Added Line 4k on the M4I for the “Delayed Business Interest” subtraction
- Updated the language on Line 4m on the M4I from “a medical cannabis manufacturer” to “a licensed cannabis business”
- Changed Line 4n on the M4I to Intentionally Left Blank
- Updated minimum fee table on the M4A
- Added Line 14 to the M4T for the Housing Tax Credit and input for the credit certificate number
- Added Line 15 to the M4T for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 16 to the M4T for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Updated mailing zip code to 55146-1250

Form M4X, Amended Franchise Tax Return/Claim for Refund

- Added Line 15 for the Housing Tax Credit and input for the credit certificate number
- Added Line 16 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 17 for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Changed Line 2h on the Amended Income Calculation to Intentionally Left Blank
- Removed GILTI subtraction line from the Amended Income Calculation
- Added Line 4k on the Amended Income Calculation for the “Delayed Business Interest” subtraction
- Updated the language on Line 4m on the Amended Income Calculation from “a medical cannabis manufacturer” to “a licensed cannabis business”
- Changed Line 4n on the Amended Income Calculation to Intentionally Left Blank
- Updated mailing zip code to 55146-1255

Schedule DIV, Deduction for Dividends Received

- Changed Line 2 to Intentionally Left Blank
- Updated Lines 13 and 14 to a 50 percent deduction
- Updates Line 17 to a 40 percent deduction

Form M8, S Corporation Return

- Added Line 10 for the Housing Tax Credit and input for the credit certificate number
- Added Line 11 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 12 for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Updated minimum fee table on Form M8A
- Updated mailing zip code to 55146-1770

Form M8X, Amended S Corporation Return

- Added Line 10 for the Housing Tax Credit and input for the credit certificate number
- Added Line 11 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 12 for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Updated mailing zip code to 55146-1770

Schedule KS, Shareholder's Share of Income, Credits and Modifications

- Changed Line 6 to Intentionally Left Blank
- Changed Line 8 to Intentionally Left Blank
- Removed GILTI subtraction line
- Updated the language on Line 16 from "a medical cannabis manufacturer" to "a licensed cannabis business"
- Changed Line 17 to the "Delayed Business Interest" subtraction
- Updated Line 21 to the Housing Tax Credit and input for the credit certificate number
- Updated Line 22 to the Short Line Railroad Infrastructure Modernization Credit
- Updated Line 23 to the Credit for Sales of Manufactured Home Parks to Cooperatives

Form M3, Partnership Return

- Added Line 9 for the Housing Tax Credit and input for the credit certificate number
- Added Line 10 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 11 for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Updated minimum fee table on Form M3A
- Updated mailing zip code to 55146-1760

Form M3X, Amended Partnership Return

- Added Line 10 for the Housing Tax Credit and input for the credit certificate number
- Added Line 11 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 12 for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Updated mailing zip code to 55146-1760

Schedule KPI, Partner's Share of Income, Credits and Modifications

- Changed Line 6 to Intentionally Left Blank
- Changed Line 8 to Intentionally Left Blank
- Removed GILTI subtraction line
- Updated the language on Line 16 from "a medical cannabis manufacturer" to "a licensed cannabis business"
- Changed Line 17 to the "Delayed Business Interest" subtraction
- Updated Line 21 to the Housing Tax Credit and input for the credit certificate number

- Updated Line 22 to the Short Line Railroad Infrastructure Modernization Credit
- Updated Line 23 to the Credit for Sales of Manufactured Home Parks to Cooperatives

Schedule KPC, Partner’s Share of Income, Credits and Modifications

- Changed Line 9 to Intentionally Left Blank
- Removed GILTI subtraction line
- Updated the language on Line 19 from “a medical cannabis manufacturer” to “a licensed cannabis business”
- Changed Line 21 to the “Delayed Business Interest” subtraction
- Updated Line 23 to the Housing Tax Credit and input for the credit certificate number
- Updated Line 24 to the Short Line Railroad Infrastructure Modernization Credit
- Updated Line 25 to the Credit for Sales of Manufactured Home Parks to Cooperatives

Schedule PTE, Pass-Through Entity Tax

- Updated Part 1 guidance for the tax calculation to be complete for shareholders and nonresident partners
- Updated Line 2 to remove “federal changes not adopted by Minnesota”
- Changed Line 3 to Intentionally Left Blank
- Added Line 16 to include one-fifth subtractions of prior year bonus depreciation addition in a year where composite tax or PTE was elected
- Added Line 17 to include one-fifth subtractions of prior year section 179 expensing addition in a year where composite tax or PTE was elected
- Added calculation Lines 18 through 20
- Expanded usage and language on Lines 23 and 24
- Added Line 28 to include amount from new Schedule PTE-RP

2023 Fiduciary Income Tax Form Changes

Form M2, Income Tax Return for Estates and Trusts

- Added Line 19 for the Housing Tax Credit and input for the credit certificate number
- Added Line 20 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 21 for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Changed Line 47 to Intentionally Left Blank
- Changed Line 50 to Intentionally Left Blank
- Added Line 51 for “Other Additions”
- Removed GILTI subtraction line
- Changed Line 60 to Intentionally Left Blank
- Updated the language on Line 64 from “a medical cannabis manufacturer” to “a licensed cannabis business”

- Added Line 65 for the “Delayed Business Interest” subtraction
- Added Line 66 for the “Delayed Net Operating Loss Deduction” subtraction
- Added Line 67 for “Other Subtractions”
- Updated mailing zip code to 55146-1310

Form M2X, Amended Income Tax Return for Estates and Trusts

- Added Line 19 for the Housing Tax Credit and input for the credit certificate number
- Added Line 20 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 21 for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Changed Line 48 to Intentionally Left Blank
- Changed Line 51 to Intentionally Left Blank
- Added Line 52 for “Other Additions”
- Removed GILTI subtraction line
- Changed Line 61 to Intentionally Left Blank
- Updated the language on Line 65 from “a medical cannabis manufacturer” to “a licensed cannabis business”
- Added Line 66 for the “Delayed Business Interest” subtraction
- Added Line 67 for the “Delayed Net Operating Loss Deduction” subtraction
- Added Line 68 for “Other Subtractions”
- Updated mailing zip code to 55146-1310

Schedule M2SB, Income Tax Computation for S Portion of ESBT

- Changed Line 18 to Intentionally Left Blank
- Removed GILTI subtraction line
- Changed Line 21 to Intentionally Left Blank
- Changed Line 31 to Intentionally Left Blank
- Updated the language on Line 35 from “a medical cannabis manufacturer” to “a licensed cannabis business”
- Added Line 36 for the “Delayed Business Interest” subtraction
- Added Line 37 for the “Delayed Net Operating Loss Deduction” subtraction

Schedule M2NM,

- Added “See Instructions” to Lines 4 and 7
- Changed Line 12 to Intentionally Left Blank
- Updated line 14 to “Other Required Additions (see instructions)”
- Changed Line 24 to Intentionally Left Blank
- Added Line 26 for the “Delayed Business Interest” subtraction
- Added Line 27 for the “Delayed Net Operating Loss Deduction” subtraction
- Updated line 28 to “Other Required Subtractions (see instructions)”

Schedule M2MT, Alternative Minimum Tax

- Updated Line 9 maximum exemption to \$43,990

Schedule KF, Beneficiary's Share of Minnesota Taxable Income

- Changed Line 7 to Intentionally Left Blank
- Added Line 10 for "Other Additions"
- Removed GILTI subtraction line
- Changed Line 15 to Intentionally Left Blank
- Changed Line 20 to Intentionally Left Blank
- Updated the language on Line 23 from "a medical cannabis manufacturer" to "a licensed cannabis business"
- Added Line 24 for the "Delayed Business Interest" subtraction
- Added Line 25 for "Other Subtractions"
- Added Line 35 for the Housing Tax Credit and input for the credit certificate number
- Added Line 36 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 37 for the Credit for Sales of Manufactured Home Parks to Cooperatives

2023 Individual Income Tax Form Changes

Form M1, Individual Income Tax Return

- Removed list of dependents from the top of the form
- Added line 28 for penalty and interest

Schedule M1C, Other Non-Refundable Credits

- Added Line 13 for the Credit for Sales of Manufactured Home Parks to Cooperatives
- Added Line 14 for the Short Line Railroad Infrastructure Modernization Credit
- Added Line 15 for the Housing Tax Credit and input for the credit certificate number

Schedule M1CR, Credit for Income Tax Paid to Another State

- Added checkbox to show credit being claimed is for taxes paid at an entity level to another state

Schedule M1ED, K-12 Education Credit

- Removed Lines 2-6 previously used to calculate household income

Schedule M1M, Income Additions and Subtractions

- Changed Line 29 to Qualified retirement benefits subtraction

- Added Line 30 for Subtraction for damages received under sexual harassment or abuse claims
- Added Line 31 for Subtraction for long-term service and support workforce incentive grants
- Added Line 32 for Subtraction for Nursing Facility Workforce Incentive Grants

Schedule M1MB, Business Income Additions and Subtractions

- Changed Line 18 to Subtraction for Delayed business interest
- Added Line 19 for Delayed Net Operating Loss Deduction

Schedule M1NR, Nonresidents/Part-Year Residents

- Changed Line 14 to Intentionally Left Blank

Schedule M1RCR, Credit for Tax Paid to Wisconsin

- Added checkbox to show credit being claimed is for taxes paid at an entity level to Wisconsin

Schedule M1REF, Refundable Credits

- Added Line 2b for entering number of qualified older children from Schedule M1CWFC

Schedule M1UE, Unreimbursed Employee Business Expenses

- Removed Lines 12b and 13b used to calculate multiple mileage rates in 2022

2023 Property Tax Refund Form Changes

Form M1PR, Homestead Credit Refund (for Homeowners) and Renter's Property Tax Refund

- Changed Line 11 to Intentionally Left Blank

Form M1PRX, Amended Homestead Credit Refund (for Homeowners) and Renter's Property Tax Refund

- Changed Line 11 to Intentionally Left Blank



2023 Form M1, Individual Income Tax

Do not use staples on anything you submit.

Your First Name and Initial _____ Last Name _____ Your Social Security Number _____ Your Date of Birth (MM/DD/YYYY) _____
 If a Joint Return, Spouse's First Name and Initial _____ Spouse's Last Name _____ Spouse's Social Security Number _____ Spouse's Date of Birth _____
 Current Home Address _____ Check if Address is: New Foreign
 City _____ State _____ ZIP Code _____

2023 Federal Filing Status (place an X in one box):

(1) Single (2) Married Filing Jointly (3) Married Filing Separately (4) Head of Household (5) Qualifying Surviving Spouse
 Spouse Name _____
 Spouse SSN _____

State Elections Campaign Fund

To grant \$5 to this fund, enter the code for the party of your choice. It will help candidates for state offices pay campaign expenses. This will not increase your tax or reduce your refund.

Political Party Code Numbers: Republican11 Grassroots/Legalize Cannabis 14 Legal Marijuana Now17
 Democratic/Farmer-Labor . . .12 Libertarian16 General Campaign Fund99

Your Code Spouse's Code

From Your Federal Return (see instructions)

A. Wages, salaries, tips, etc.	B. IRA, pensions, and annuities	C. Unemployment	D. Federal taxable income
1	Federal adjusted gross income (from line 11 of federal Form 1040 and 1040-SR)	1	1 ■ _____
2	Additions to income from line 10 of Schedule M1M and line 9 of Schedule M1MB (see instructions)	2	2 ■ _____
3	Add lines 1 and 2.	3	3 _____
4	Itemized deductions (from Schedule M1SA) or your standard deduction (see instructions)	4	4 ■ _____
5	Exemptions (from Schedule M1DQC)	5	5 ■ _____
6	State income tax refund from line 1 of federal Schedule 1	6	6 ■ _____
7	Subtractions from line 35 of Schedule M1M and line 21 of Schedule M1MB (see instructions)	7	7 ■ _____
8	Total subtractions. Add lines 4 through 7.	8	8 _____
9	Minnesota taxable income. Subtract line 8 from line 3. If zero or less, leave blank.	9	9 _____
10	Tax from the table or schedules in the Form M1 instructions	10	10 _____
11	Alternative minimum tax (enclose Schedule M1MT)	11	11 ■ _____
12	Add lines 10 and 11	12	12 _____
13	Full-year residents: Enter the amount from line 12 on line 13. Skip lines 13a and 13b. Part-year residents and nonresidents: From Schedule M1NR, enter the amount from line 32 on line 13, from line 28 on line 13a, and from line 29 on line 13b (enclose Schedule M1NR)	13	13 _____
	13a ■ _____		13b ■ _____



2023 Schedule M1CWFC, Minnesota Child and Working Family Credits

To claim this credit, you must be a full- or part-year resident of Minnesota. If you are a full-year nonresident, you are not eligible for this credit. Do not complete Schedule M1CWFC if you have a 2-year or 10-year IRS ban or are otherwise restricted from claiming the federal EIC.

 Your First Name and Initial Last Name Your Social Security Number

Round amounts to the nearest whole dollar.

1 Enter the amount from line 1 of Form M1. **1** ■ _____

2 Enter your total earned income (*see instructions*) **2** ■ _____

3 If line 2 is greater than \$8,750, enter \$8,750. Otherwise enter the amount from line 2. **3** ■ _____

4 Multiply line 3 by 4% (.04). **4** ■ _____

5 Credit for Qualifying Older Children: If you have: **5** ■ _____

- One qualifying older child, enter \$925
- Two qualifying older children, enter \$2,100
- Three or more qualifying older children, enter \$2,500

6 Add lines 4 and 5 **6** ■ _____

7 Number of qualifying children (*see instructions*) **7** ■ _____

8 Multiply line 7 by \$1,750. **8** ■ _____

9 Add lines 6 and 8 **9** ■ _____

10 Enter the greater of line 1 or 2 **10** ■ _____

11 Enter \$35,000 if married filing jointly or \$29,500 for any other filing status **11** ■ _____

12 If line 10 is less than line 11, see instructions.
 Otherwise, subtract line 11 from line 10 **12** ■ _____

13 If you had an amount on line 5 but not on line 8, enter 9%(.09). Otherwise enter 12%(0.12). **13** ■ _____

14 Multiply line 12 by line 13. **14** ■ _____

15 Subtract line 14 from line 9. If less than zero, enter 0. If you are a full year resident,
 enter this amount on line 2 of Schedule M1REF. **15** ■ _____

16 Part year residents: If your Minnesota gross income is: **16** ■ _____

- \$13,825 or more, multiply line 15 by line 30 of Schedule M1NR.
 Enter the result here and on line 2 of Schedule M1REF
- Less than \$13,825, see instructions
 Enter the result from step 5 of the Worksheet for line 16:_____

Include this schedule with your Form M1. Enter the number of qualifying children on line 2a and the number of qualifying older children on line 2b of Schedule M1REF.



2022 Schedule M1CWFC Instructions

Purpose of this schedule

Use this schedule to determine the amount of your Minnesota Working Family Credit and Child Tax Credit for 2023. You must complete Schedule M1DQC, *Dependents and Qualifying Children*, to determine who is a qualifying child and qualifying older child.

What's new?

The Working Family Credit is four percent of your first \$8,750 of earned income plus an additional amount for up to three qualifying older children. See Schedule M1DQC to determine who is a qualifying older child. For 2023, the maximum working family credit is:

- \$350 with zero qualifying older children
- \$1,275 with one qualifying older child
- \$2,450 with two qualifying older children
- \$2,850 with three or more qualifying older children

The Minnesota Child Tax Credit is \$1,750 for each qualifying child under the age of 18. See Schedule M1DQC to determine who you may claim as a qualifying child for the child tax credit.

The Working Family Credit and Child Tax Credit are reduced when your adjusted gross income exceeds \$29,500 (\$35,000 if married filing jointly). The amount of the credit is reduced by 12 percent of AGI that exceeds the limit. If you had at least one qualifying older child but no qualifying child for the child tax credit, your credit is reduced by nine percent of AGI exceeding the limit.

If you, your spouse (if married and filing a joint return) or your qualifying children do not have a Social Security Number, you may use an Individual Taxpayer Identification Number (ITIN) to claim these credits.

Am I eligible?

You must meet all of these requirements to be eligible to claim the Minnesota Working Family and Child Tax credits:

- You were a full-year or part-year resident of Minnesota in 2023 (if you are a member of the military, see below)
- You have investment income less than \$11,000 (if you have investment income greater than \$11,000 complete step 2 in the instructions for line 27 of Form 1040 to determine if you are eligible to claim the credits on this schedule)
- You are not a dependent of another person
- If you have no qualifying children on rows 10 and 11 of Schedule M1DQC, you or your spouse must be between the ages of 19 and 64
- If you have no qualifying children rows 10 and 11 of Schedule M1DQC, you and your spouse's main residence was in the United States for more than half of 2023
- If you are married and you or your spouse are a nonresident alien, your filing status must be Married Filing Jointly

You are **not** eligible if any of these apply:

- You have a 2-year or 10-year IRS ban on claiming the federal Earned Income Credit (EIC)
- You are the dependent or qualifying child of another person
- Your filing status is Married Filing Separately

Earned income does not include:

- Any amount included on line 1z of Form 1040 or 1040-SR that is a taxable scholarship or fellowship grant not reported on a Form W-2
- Any amount included on line 1z of Form 1040 or 1040-SR that you received for work performed while an inmate in a penal institution, or
- Any amount included on line 1z of Form 1040 or 1040-SR that you received as a pension or annuity from a nonqualified deferred compensation plan or nongovernmental section 457 plan

Treatment of military personnel stationed outside Minnesota

If you are a member of the Armed Forces, you will be treated as if you resided in Minnesota during any period which you are stationed outside the United States while serving on extended active duty with the U.S. Armed Forces. "Extended active duty" means any period of active duty pursuant to a call or order to such duty for a period in excess of 90 days or for an indefinite period. You must otherwise be a resident of Minnesota. You may include nontaxable combat pay as earned income.

Is there a penalty for fraudulently claiming a refund?

Yes. If you file a return that fraudulently claims a credit that results in a refund, you may be assessed a penalty equal to 50% of the portion of the refund attributable to fraud. If a fraudulently claimed credit reduced your tax liability, you may also be assessed a penalty equal to 50% of the unpaid tax.

Line Instructions

Round amounts to the nearest whole dollar.

Line 2

Use the Worksheet for Earned Income on the next page to determine the amount for line 2. You must use your 2023 earned income when completing this worksheet.

Worksheet for Earned Income

- 1 Line 1z of federal Form 1040 or 1040-SR. Church employees and clergy, see instructions below for Step 1
- 2 Enter all of your nontaxable combat pay if you elect to include it in earned income
- 3 Add steps 1 and 2. If you were self-employed, filing federal Schedule SE as a member of the clergy, had church employee income, or are filing federal Schedule C as a statutory employee, continue to step 4. Otherwise, enter the result of step 3 on line 2 of this schedule
- 4 Use the amount from step 3 of this worksheet on line 4a of Worksheet B from the instruction for line 27 of Form 1040. Complete Worksheet B in the federal instructions and enter the amount from Step 6 of EIC Worksheet B on line 2 of this schedule.

Instructions for Worksheet for Earned Income

Step 1

If you are a church employee, determine how much was reported on both line 1z of Form 1040 or 1040-SR and line 5a of federal Schedule SE. Subtract the amount reported on both lines from the amount reported on line 1z of Form 1040 or 1040-SR. Enter the result on Step 1.

If you are a minister, a member of a religious order that has not taken a vow of poverty, or a Christian Science Practitioner, determine the amount reported on both line 1 of Form 1040 or 1040-SR and line 2 of federal Schedule SE. Subtract the amount that was reported on both lines from the amount reported on line 1z of Form 1040 or 1040-SR. Enter the result on Step 1.

Line 5

You must complete Schedule M1DQC to determine which of your qualifying children are eligible to be claimed as a qualifying older child on line 5. Use the information from that schedule to determine what amount to enter on line 5.

Line 7

You must complete Schedule M1DQC to determine who is a qualifying child for the Minnesota Child Tax Credit. Enter the number of boxes checked from Row 10 of Schedule M1DQC on line 7 of this schedule.

Line 12

If line 10 is less than line 11, skip line 13 and use the amount from line 9 on line 15.

Line 16

If you are a part-year resident, you will determine your credit using your percentage of income taxable to Minnesota.

If your gross income is less than \$13,825, you should have entered zero on line 28 of Schedule M1NR, Nonresidents/Part-Year Residents. To determine this credit, fully complete Schedule M1NR (do not skip lines 16-27) to determine what the amounts would have been. Then, complete the Worksheet for Line 16 below.

Worksheet for Line 16 (for part-year residents whose Minnesota gross income is less than \$13,825

Note: If you are a full-year nonresident, do not use this worksheet. You are not eligible for this credit.

- 1 Line 15, column B, of Schedule M1NR
- 2 Line 27, column B, of Schedule M1NR
- 3 Subtract step 2 from step 1. (If result is zero or less, **STOP HERE**. You do not qualify for the credit)
- 4 Line 29 of Schedule M1NR
- 5 Divide step 3 by step 4 and enter the result as a decimal (carry to five decimal places). If step 3 is more than step 4, enter 1.0. Enter the result on the space provided on line 16 of this schedule
- 6 Amount from line 15 of Schedule MICWFC
- 7 Multiply step 5 by step 6. Enter the result on line 16 of Schedule MICWFC and on line 2 of Schedule M1REF



2023 Schedule M1DQC, Dependents and Qualifying Children

Use this schedule to provide information about your dependents, qualifying children. If you need to list more than three, provide a separate statement with the additional dependents and qualifying children.

Your First Name and Initial	Last Name	Social Security Number	
	A — Child 1	B — Child 2	C — Child 3
First name and middle initial	a1 _____	b1 _____	c1 _____
Last name	a2 _____	b2 _____	c2 _____
Social Security Number or Individual Taxpayer Identification Number	a3 _____	b3 _____	c3 _____
Date of Birth	a4 _____	b4 _____	c4 _____
Relationship to you	a5 _____	b5 _____	c5 _____
Check the box if you are claiming them as a dependent	a6 <input type="checkbox"/>	b6 <input type="checkbox"/>	c6 <input type="checkbox"/>
Number of months they lived with you	a7 _____	b7 _____	c7 _____
Check the box if they were over age 17 but under age 24 and a full-time student	a8 <input type="checkbox"/>	b8 <input type="checkbox"/>	c8 <input type="checkbox"/>
Check the box if they were permanently and totally disabled in any part of 2023	a9 <input type="checkbox"/>	b9 <input type="checkbox"/>	c9 <input type="checkbox"/>
Check the box if they are a qualifying child	a10 <input type="checkbox"/>	b10 <input type="checkbox"/>	c10 <input type="checkbox"/>
Check the box if they are a qualifying older child	a11 <input type="checkbox"/>	b11 <input type="checkbox"/>	c11 <input type="checkbox"/>

2023 Schedule M1DCQ Instructions

Purpose of this Schedule

Use this schedule to provide information regarding individuals you are claiming as a dependent on Form M1 and as a qualifying child or qualifying older child on Schedule M1CWFC, *Minnesota Child and Working Family Credits*.

Dependents. You must claim the same dependents on your Minnesota individual income tax return that you claimed on your federal Form 1040 or 1040-SR. Include information about your dependents on rows 1 through 5 and check the box in row 6 for each dependent.

Qualifying child. A qualifying child is a child who generally meets the definition of a qualifying child for the federal earned income tax credit. They must pass all four qualifying tests (age, relationship, residency, and joint return) and cannot be claimed by more than one person as a qualifying child. A child may be a qualifying child for Minnesota purposes if they have a Social Security number, an individual taxpayer identification number (ITIN), or adoption taxpayer identification number (ATIN).

How do I claim a qualifying child on Schedule M1DCQ?

Use rows 7 through 11 to provide information about qualifying children. If you did not claim the child as a dependent, you must complete rows 1 through 5 before continuing to rows 7 through 11. If you completed Schedule EIC (Form 1040), enter the same number of months the child lived with you in row 7 that you entered on Schedule EIC, then follow the instructions for rows 8 through 11. If you did not complete Schedule EIC, follow the instructions for rows 7 through 11.

Note: If you have more than three dependents or qualifying children, provide a separate statement with all the information required on this schedule.

Instructions

Rows 1 through 5

Use Rows 1 through 5 to provide information about the dependents and qualifying children you are claiming on your Minnesota return. If you claimed dependents on your federal return, use the same information you provided when completing federal Form 1040 or 1040-SR in rows 1 through 5 of this schedule.

Row 6

Check the box in row 6 if you claimed the individual as a dependent on your federal return.

Row 7

Enter the number of months they lived with you during 2023. If they lived with you for more than half of 2023 but less than 7 months, enter "7." If they were born or died in 2023 and your home was their home for more than half the time they were alive during 2023, enter "12." If they lived with you less than six months during 2023, do not complete rows 8 through 11.

You cannot claim the Minnesota child tax credit for a child who did not live with you for more than half of the year, even if you paid most of the child's living expenses. If you entered less than 6 months in row 7, do not continue to row 8 unless one of the these applies:

- Birth
- Death
- Kidnapping, see "Exception to time lived with you" in the instructions for Form 1040, line 27
- Temporary absence

Temporary absences by you or the child for special circumstances, such as school, vacation, business, medical care, military service, or detention in a juvenile facility, count as time the child lived with you. A child is considered to have lived with you for more than half of 2023 if the child was born or died in 2023 and your home was the child's home for more than half the time the child was alive.

If you adopted the child in 2023, the child was lawfully placed with you for legal adoption by you in 2023, or the child was an eligible foster child placed with you during 2023 and your main home was the child's main home for more than half the time since the child was adopted or placed with you in 2023, then the child is considered to have lived with you for more than half of 2023.

Rows 8 through 11 – Qualifying Child for the Minnesota Child Tax Credit and Qualifying Older Child for the Minnesota Working Family Credit

Follow the steps below to determine who you may claim as a qualifying child for the Minnesota child tax credit or the credit for qualifying older children on Schedule M1CWFC. Complete rows 8 through 11 based on your responses to the steps for each individual.

If a dependent on your federal Form 1040 or 1040-SR qualified for the "credit for other dependents", they do not qualify for the Minnesota child tax credit or credit for qualifying older children, and you do not need to complete rows 8 through 11.

Continued

Does your dependent qualify you for the Minnesota child tax credit or the credit for a qualifying older child?

Step 1	Is the child your son, daughter, stepchild, foster child, brother, sister, step-brother, stepsister, half-brother, half-sister, or a descendant of any of them?	If yes, continue to step 2. If no, stop here.
Step 2	Did the child have an SSN, ITIN, or adoption taxpayer identification number (ATIN) issued on or before the due date of your return (including extensions)?	If yes, continue to step 3. If no, stop here.
Step 3	Were they permanently and totally disabled in 2023?	If yes, check the box in Row 9 and continue to step 4. If no, continue to step 4.
Step 4	Were they under age 18 at the end of 2023?	If yes, check the box in Row 10 and stop here. If no and you checked the box in row 9, check the box in row 11 and stop here. If no and you did not check the box in row 9, continue to step 5.
Step 5	Were they under age 24 and younger than you (or your spouse if married filing jointly)?	If yes, continue to step 6. If no, stop here.
Step 6	Were they over the age of 17?	If yes, continue to step 7. If no, stop here.
Step 7	Were they a full-time student?	If yes, check the boxes in Rows 8 and 11. If no, they do not qualify for the Minnesota child tax credit or the credit for qualifying older children.

Step 2: Answer “yes” if you are applying for an ITIN or ATIN for the child on or before the due date of your return (including extensions).

Step 3: A person is permanently and totally disabled if, at any time in 2023, the person can’t engage in any substantial gainful activity because of a physical or mental condition and a doctor has determined that this condition has lasted or can be expected to last continuously for at least a year or can be expected to lead to death.

Step 7: A student is a child who during any part of 5 calendar months of 2023 was enrolled as a full-time student at a school or took a full-time, on-farm training course given by a school or a state, county, or local government agency. A school includes a technical, trade, or mechanical school. It doesn’t include an on-the-job training course, correspondence school, or school offering courses only through the internet.



2023 MHP, Credit for Sales of Manufactured Home Parks to Cooperatives

For taxpayers who sell a manufactured home park to a cooperative

Name of Taxpayer

FEIN or Social Security Number

Minnesota Tax ID

Part 1 — Qualifications

Check the box if the answer is "yes".

- 1 Are you filing an income tax or corporate franchise tax return? 1
- 2 Did you sell a manufactured home park to a (1) cooperative or cooperative association, (2) charitable corporation, or (3) nonprofit or a representative acting with the intent of forming a cooperative or cooperative association? 2
- 3 Will the person(s) who owns a share in the cooperative or cooperative association, or holds residential participation warrant, be entitled to occupy a lot on the manufactured home park after the sale? 3
- 4 Was the manufactured home park located in Minnesota? 4
- 5 Was the manufactured home park classified as Class 4c(5)(i) or 4c(5)(iii) property? 5

You must have checked all questions in Part 1 to qualify for the manufactured home park tax credit.
See the schedule instructions for more details regarding the qualifications.

Part 2 — Credit Calculation

- 1 Sales price for the manufactured home park. 1 _____
- 2 Multiply line 1 by 5% (0.05). This is the amount of your credit 2 ■ _____



2023 Schedule MHP Instructions

What is Schedule MHP?

You must complete Schedule MHP to claim the Credit for Sales of Manufactured Home Parks to Cooperatives as a qualified seller. The credit is equal to five percent of the amount of the sales price of the qualified property.

The credit can be claimed against income, corporate franchise, or unrelated business income taxes. The credit is nonrefundable and may be carried forward to five succeeding taxable years.

Schedule MHP must be filed with one of the following forms:

- Form M1, Individual Income Tax Return
- Form M2, Income Tax Return for Estates and Trusts
- Form M3, Partnership Return
- Form M4, Corporate Franchise Tax Return
- Form M8, S Corporation Return
- Form M4NP, Unrelated Business Income Tax (UBIT) Return

What is Qualified Property?

To be eligible for the tax credit, the manufactured home park must be both of the following:

- Located in Minnesota
- Classified as class 4c(5)(i) or 4c(5)(iii) under Minnesota Statute section 273.13, subdivision 25, paragraph (d).

Who is a Qualified Seller?

To be eligible for the tax credit, the seller must be paying income, corporate franchise, or unrelated business income tax, and sell the qualified property to one of the following entities:

- A cooperative or association organized under state Chapter 308A or 308B, where each person who owns a share(s) would be entitled to occupy a lot within the qualified property after the sale.
- A charitable corporation, organized under the laws of Minnesota with no outstanding stock, holding a tax-exempt status through the IRS, and whose members hold residential participation warrants entitling them to occupy the units in the manufactured home park.
- A nonprofit or representative acting on behalf of residents (as defined in Minn. Stat. 327C.015, subd. 13) who purchases the property on behalf of the residents who intend to form a cooperative or association.

Line Instructions

If you enter a Social Security Number (SSN) or Individual Taxpayer Identification Number (ITIN), you do not need to enter a Minnesota Tax ID number.

Part 1

Check each box that the answer is “yes” relating to you and your sales transaction. You must have checked all questions in Part 1 to qualify for the manufactured home park tax credit. Refer to the instructions above for additional details regarding qualifications.

Part 2

Line 1 – Sales Price

Include the final sales price for the manufactured home park sale. The sale should be as a result of a third-party transactions and at fair market value.

Line 2 – Credit Amount

The result of line 2 is your manufactured home park tax credit. Include the credit on the appropriate following line:

If you're a	Include credit on
C corporation	Form M4T, line 16
S corporation	Form M8, line 12*
Partnership	Form M3, line 11*
Sole proprietor	Schedule M1C, line 13
Fiduciary	Form M2, line 21
Tax-exempt organization	Form M4NPI, line 4d

*Any remaining credit may be passed through to partners and shareholders.



Annual Tax Professional Webinar 2024 Filing Season

December 12, 2023 | 9:30 – 11:30 a.m. | Webex
Mark Krause & Allyson Casseday

Housekeeping Items

Technical or audio issues

Your microphones have been muted

Please keep your comments professional when using chat

Webinar end time is 11:30 a.m. but we may go over depending on the volume of questions

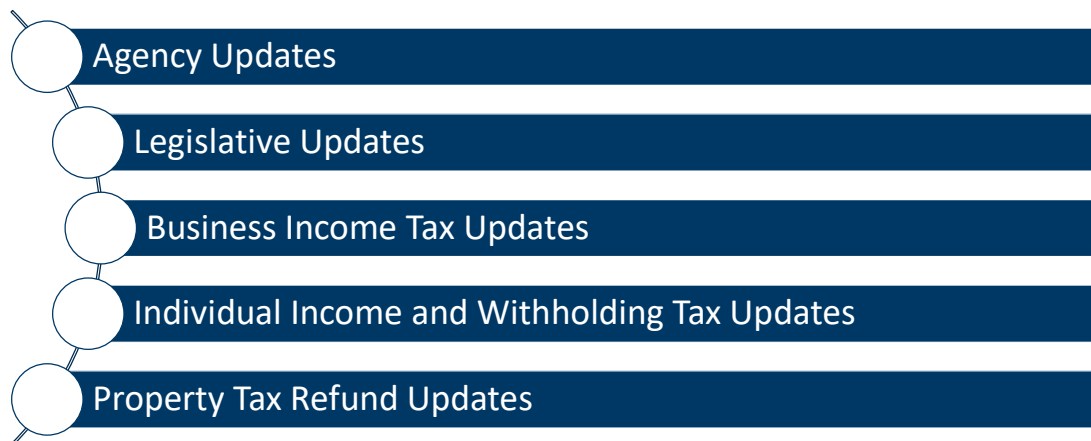
Recording and materials availability

Housekeeping Items

Questions Protocol

- We will have a Q&A session at the end of the webinar
- Ask questions in chat during the presentation and send to “everyone”
- Don’t wait until the end of the presentation to submit your questions
- Ask questions that apply to the entire audience
- We will answer as many of your questions as possible
- Q&A Document will be posted to our website sometime in January

Agenda



Agenda

- 
- Tax Professional Enforcement Updates
 - Miscellaneous Updates
 - Court Cases
 - Q & A Session

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Disclaimer

This presentation is for educational purposes only and does not provide tax advice. It is meant to accompany an oral presentation and not to be used as a standalone document.

This presentation is based on the facts and circumstances being discussed, and on the laws in effect when it is presented. It does not supersede or alter any provisions of Minnesota laws, administrative rules, court cases, or revenue notices.

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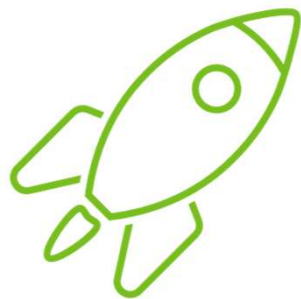
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Agency Updates

e-Filed M1X



Tax Year 2024 Calendar Year 2025

Tax Years
2024 +

Identity Verification

What will change?

- By 2024: New option to upload documents verifying identity
- Taxpayers will receive confirmation



What will stay the same?

- We may ask for documents verifying identity
- Taxpayers can still mail documents

Calendar Year
2024+

Multi-State Power of Attorney (M-POA) Form

Why

- Based on public recommendation
- Created by Multistate Tax Commission

Who

- For representatives of taxpayers in multiple states
- Does not replace Minnesota REV forms

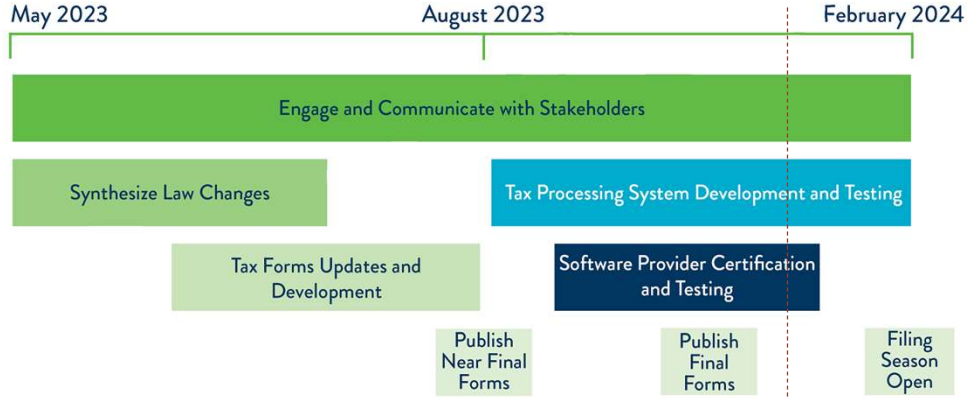
Where

- Approved in CO, ID, IL, KS, TX, UT
- Minnesota expected to adopt in 2024

Calendar Year
2024+

Annual Changes

Tentative Process for Updating Tax Filing Systems



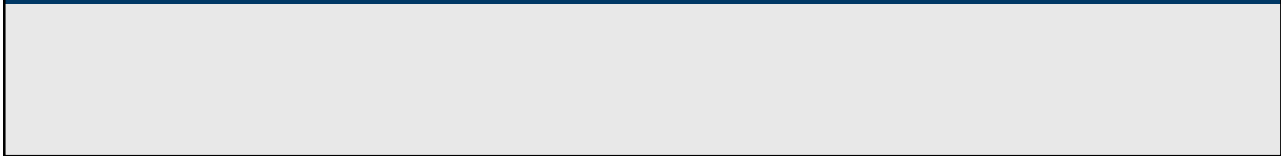
Taxpayer Rights Advocate



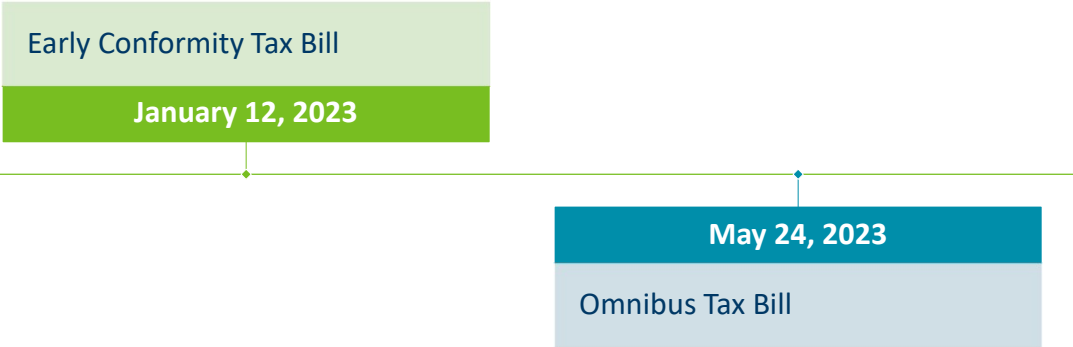
Chris Henjum
651-556-6013
dor.tra@state.mn.us



Legislative Updates



Tax Bills



Federal Conformity

Early Conformity Tax Bill

- I.R.C. as amended through Dec. 15, 2022
- Tax years 2017-2022
- Minimal use of NC schedules
- No automatic adjustments; you will need to amend returns
- Statute of limitations extended to Dec. 31, 2023

Omnibus Tax Bill

- I.R.C. as amended through May 1, 2023
- Tax year 2023
- No NC schedules so far this year

Federal Tax Laws

Taxpayer Certainty and Disaster Tax Relief (TCDTR) Act of 2019

Setting Every Community Up for Retirement Enhancement (SECURE) Act *

Families First Coronavirus Response (FFCR) Act

Coronavirus Aid, Relief, and Economic Security (CARES) Act

Taxpayer Certainty and Disaster Tax Relief Act of 2020 (TCDTR20)

COVID-Related Tax Relief (COVIDTR) Act of 2020 *

American Rescue Plan Act (ARPA)

Infrastructure Investment and Jobs Act (IIJA) of 2021*

Creating Helpful Incentives to Produce Semiconductors for America Act (CHIPS) *

Inflation Reduction Act (IRA) of 2022*

Setting Every Community Up for Retirement Enhancement (SECURE) Act 2.0*

* Denotes full conformity – no Minnesota modifications needed

Legislative Bulletins & Statutes

The screenshot shows the Minnesota Department of Revenue website. The navigation menu includes: Individuals, Businesses, Tax Professionals, Governments, Policy & Research, and Fraud. The 'Policy & Research' menu is expanded to show 'Tax laws, research, and statistics'. Under 'TAX POLICY', the 'Legislative Bulletins' link is highlighted with a red box. The '2023 Legislative Bulletins' section on the right lists several bulletins, with three highlighted by red boxes: '2023 Income and Corporate Franchise Tax Legislative Bulletin', '2023 Property Taxes Legislative Bulletin', and '2023 Special Taxes Legislative Bulletin'.

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Legislative Bulletins & Statutes

Dependent care credit. Minn. Stat. § 290.067, subd. 1, was amended to allow all filers, including unmarried taxpayers, with a newborn child who do not have dependent care expenses to claim a refundable tax credit (the “newborn credit.”) The credit deems the taxpayer to have paid the maximum amount of expenses for one dependent for the purposes of the credit. Effective for taxable years beginning after December 31, 2022. 2023 Minn. Laws, Ch. 64, Art. 1, § 35.

Legislative Bulletins & Statutes

<https://www.revisor.mn.gov>

Minnesota Law *Official and authentic digital publications*

Minnesota Statutes

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Find by Number

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- [Session Laws by Topic \(Index\)](#)
- [Session Law Archive](#)

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Business Income Tax Update

Allyson Caseday, External Training and Communication Specialist
Corporate Franchise Tax Division

Corporate Changes

GILTI
(Global Intangible Low Taxed Income)

DRD
(Dividends Received Deduction)

NOL
(Net Operating Loss)

Cannabis Income Tax Subtraction



Expands existing
subtractions

Composite Income and Pass-Through Entity Tax

Definitions moved from
Chapter 289A to Chapter 290



Pass-Through Entity Tax (PTE)

- Refunds
- Retroactive Change



PTE Entity Eligibility



- Partial elections
- Single member LLCs
- Publicly traded partnerships

PTE for Owners



- Partial election
- SALT cap
- FAGI calculation

PTE Income

- Partnership allocation
- Schedule PTE-RP



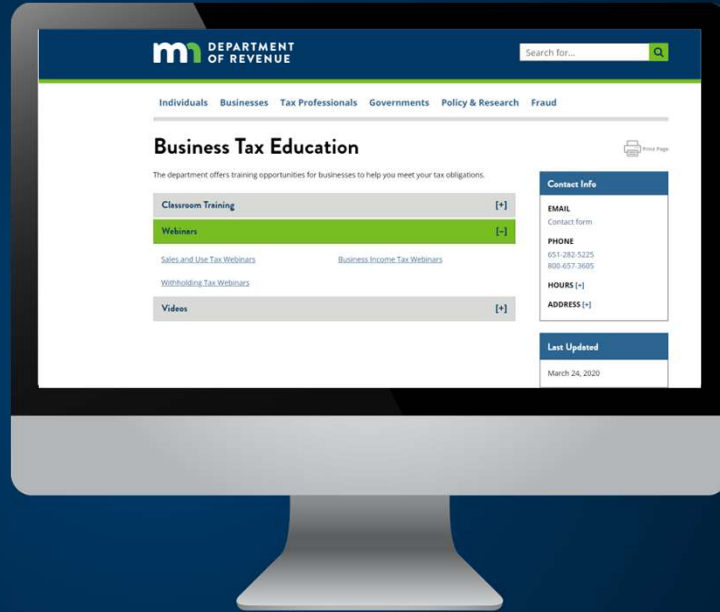
PTE Reporting



- Federal adjustments

PTE Webinars

- Starting November 21
- Limited attendance



Film Production Tax Credit Changes

Appropriation

Expense Period

Sunset

Historic Structure Rehabilitation Tax Credit

Extended through fiscal year 2030



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Tax Credit for Owners of Agricultural Assets



- Sale property credit rate and maximum credit
- Family member qualification
- Credit allocation

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New Credits



Credit for Sales
to
Manufactured
Home Parks



Short Line
Railroad
Infrastructure
Modernization



Sustainable
Aviation Fuel

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Mark Krause, Tax Professional Outreach Coordinator
Income Tax and Withholding Division

Individual Income Tax and Withholding Updates

Mark Krause, Tax Professional Outreach Coordinator
Income Tax and Withholding Division

One-Time Refundable Tax Rebate

Resident or
part-year
resident

Not a
dependent

Filed 2021
income or
property tax
refund return
before
Jan. 1, 2023

AGI less than
\$150,000 for
MFJ
\$75,000 all
others



Tax Years
2021

12/8/2023

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One-Time Refundable Tax Rebate

Missing rebates?



651-565-6595



mntaxrebate@submittable.com

Tax Years
2021

12/8/2023

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One-Time Refundable Tax Rebate

Fed
1040

- Taxable
- 1099-MISC issued

MN
M1 & M1PR

- Not taxable
- Not included in household income

Tax Years
2023

12/8/2023

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Standard Deduction Amounts for 2023

Filing Status	Standard Deduction Amount 2023	Change
Married Filing Jointly & Qualifying Surviving Spouse	\$27,650 (Fed \$27,700)	↑\$1,850
Head of Household	\$20,800 (Fed \$20,800)	↑\$1,400
Single & Married Filing Separately	\$13,825 (Fed \$13,850)	↑\$925
Dependent on another return	Larger of \$1,200 or Earned Income + \$350, up to \$13,825	

Tax Years
2023

12/8/2023

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Standard and Itemized Deduction Limitation

AGI over
\$220,650

AGI over
\$1 million

- Deductions reduced by 80% **or**
- 3% of AGI up to \$304,970 plus 10% of AGI over \$304,970
- Threshold reduced by 50% for MFS

- Deductions reduced by 80%
- Threshold reduced by 50% for MFS

Tax Years
2023 +

12/8/2023

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Dependent Exemptions

\$4,800

↑ \$350

Filing status	Phaseout
MFJ Qualifying Surviving Spouse	\$330,950
Head of Household	\$275,800
Single	\$220,650

Tax Years
2023

12/8/2023

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Child Tax Credit - Eligibility

Eligibility

- Available to full- and part-year residents
- Not available to nonresidents
- Must meet same eligibility requirements of the Working Family Credit

Tax Years
2023 +

12/8/2023

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Child Tax Credit – Income Limits

Income – Greater of earned income or AGI

- Less than \$35,000 for MFJ
- Less than \$29,500 all others
- Phased out above thresholds
- Indexed for inflation

Tax Years
2023 +

12/8/2023

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Child Tax Credit - Amount

Amount

- \$1,750 per child under 18 – No maximum number of children
- Combined with the Working Family Credit, then phased out
- Reduced by 12% of amount above income thresholds
- Indexed for inflation

Tax Years
2023 +

12/8/2023

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Child Tax Credit – Advanced Payments

Advanced Payments

- We may create advance child tax credit payments
- More details in 2024

Tax Years
2023 +

12/8/2023

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Working Family Credit - Eligibility

Eligibility

- Those without children age 19-64
- One or more child; extra amount for children 18+ in tax year
- Individual Taxpayer Identification Numbers (ITINs) and Adoption Taxpayer Identification Numbers (ATINs) now qualify

Tax Years
2023 +

12/8/2023

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Working Family Credit – Income Limits

Income

- < \$35,000 MFJ; greater of AGI or earned income
- < \$29,500 all others; greater of AGI or earned income
- Phased out above thresholds
- Indexed for inflation

Tax Years
2023 +

12/8/2023

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Working Family Credit - Amount

Amount

- 4% of the first \$8,750
- Increased by \$925 for one qualifying older child
 - \$2,100 for two
 - \$2,500 for three or more
- Combined with Child Tax Credit, then phased out
- Reduced by 12% of amount above income thresholds, or 9% if not eligible for the Child Tax Credit
- Indexed for inflation

Tax Years
2023 +

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New Forms



Tax Years
2023 +

12/8/2023

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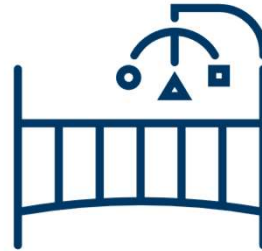
Dependent Care Credit - Newborn Credit

What changed?

- Unmarried filers are now eligible for the “newborn credit”

What stays the same?

- The credit amount is based on one child and \$3,000



Tax Years
2023 +

12/8/2023

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Page 16

K-12 Education Credit - Eligibility

Eligibility

- Now uses adjusted gross income
- Increased income from \$33,500 to \$70,000
- Phased out above \$70,000
- Indexed for inflation

Tax Years
2023 +

12/8/2023

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K-12 Education Credit - Amount

Amount

- Increased max credit to \$1,500 per qualifying child
- Credit reduced by:
 - \$1 for each \$4 of AGI over \$70,000 for a single child
 - \$2 for two or more qualifying children

Tax Years
2023 +

12/8/2023

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Social Security Benefits - Subtraction

Simplified Method

100% Subtraction - Only if AGI is:

- | | |
|-----------------------------------|-----------------|
| • MFJ/Qualifying Surviving Spouse | Below \$100,000 |
| • Single/Head of Household | Below \$78,000 |
| • MFS | Below \$50,000 |
| • Indexed for inflation | |

Tax Years
2023 +

12/8/2023

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Social Security Benefits - Phaseout

Simplified Method Phaseout Calculation

MFS

- Reduced 10% for each \$2,000 of AGI over threshold amount

All other filing statuses

- Reduced 10% for each \$4,000 of AGI over threshold amount

Tax Years

2023 +

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Social Security Benefits

Alternate Method Similar to Prior Law

MFJ/Surviving Spouse

- \$5,840 subtraction reduced by 20% of income over \$88,630

Single/Head of Household

- \$4,560 subtraction reduced by 20% of income over \$69,250

MFS

- \$2,920 subtraction reduced by 20% of income over \$44,315

Uses provisional income, not AGI

Tax Years

2023 +

12/8/2023

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Qualified Retirement Benefits Subtraction

Potential Qualifying Plans

- State Patrol
- Legacy Legislators Retirement Fund
- Certain legacy members PERA General Plan
- Legacy members Minneapolis Employees Retirement Fund
- PERA Police & Fire Plan
- Legacy members TRA
- Certain legacy members St Paul Teachers Retirement Fund
- Certain members PERA Correctional Employees Retirement Fund
- Ch. 353, 353E, 354, 354A

Tax Years
2023 +

Qualified Retirement Benefits Subtraction

Subtraction Amount

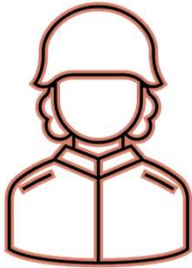
- \$25,000 for MFJ/Surviving Spouse
- \$12,500 for others
- Indexed for inflation

Phaseout

- **MFJ/Qualifying Surviving Spouse:** Over \$100,000
- **Single/Head of Household:** Over \$78,000
- **MFS:** Over \$50,000
- Reduced 10% for every \$2,000 of AGI over threshold amount
- Indexed for inflation

Tax Years
2023 +

Form M99 Changes



Who this affects

- Military service members that served in a combat zone

What changed

- Service members no longer need to wait until the following year
- Credit can be filed immediately upon their return

Tax Years
2023 +

Student Loan Discharges Subtraction

Pre-2023 Tax Bill

- Income-Contingent Repayment / Income-Based Repayment
- MN teacher shortage loan forgiveness
- PAYE (Pay-As-You-Earn) and Revised PAYE

Tax Bill

- American Rescue Plan Act Exclusion

Tax Years
2021-25

Unemployment Compensation Subtraction

Denied
Unemployment
Benefits

2020

Approved for
Unemployment
Benefits

2021

Subtract
Unemployment
Benefits

Amend
2021

Tax Years
2021

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Sexual Harassment or Abuse Settlements

Prohibits payments as severance or wages

Applies regardless of non-disclosure agreement

Subtraction is for the amount of damages received

Tax Years
2023 +

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Net Investment Income Tax

Types

- Interest and Dividends
- Capital Gains
- Rental and Royalty Income or Other

Entities

- Individuals
- Trusts
- Estates

Rate

- 1% on net investment income over \$1 million

Tax Years
2024 +

Angel Investment Tax Credit



Tax Years
2023-24

W-4MNP Changes

Big Change!

- No more withholding allowances!

New rates

- 6.25%
- Specified %
- Specified \$
- No withholding

Effective

- New form can be used in 2023
- Old version no longer used beginning Jan 2

Calendar Year

2023+

12/8/2023

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Property Tax Refund Updates

Renter's Credit (Renters)

One-Time Boost

For claims based on rent paid in **2022**

Increased by about 20.5%

Tax Years
2022

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Renter's Credit (Renters)

Renters Credit moves to **Form M1**

Refundable credit on Form M1

Still based on rent paid; still require a CRP

Based on AGI, not household income

Owner / Property Manager Responsibilities

Provide renters CRPs by February 1

New! Optional e-File CRPs to Revenue by January 31

May e-File with either a MN Tax ID or SSN

Tax Years
2024 +

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Homestead Credit Refund (Homeowners)

One-Time Boost

Similar to
Renter's Credit

Increased by
20.5%

One-Time Adjustment to Special Refund

For homeowners with increase of
6% or more (usually 12%)

For refunds payable in 2023 only

Maximum refund up from
\$1,000 to \$2,500

Amended return may be needed

Tax Years
2022

12/8/2023

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Homestead Credit Refund (Homeowners)

ITINs

Now qualifies for homesteading

For homestead applications filed in 2023 and
thereafter

2022 Homestead Credit Refunds may be filed

Tax Years
2022 +

12/8/2023

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Homestead Credit Refund (Homeowners)

Community Land Trusts

Added to class 4d property

Residents can now claim Property Tax Refund

Assessment Years
2024 +

Veteran's Market Value Exclusion

Veterans who died before receiving 100% disability exclusion

Surviving Spouse or family caregiver

Benefit

Apply for exclusion after death

Reapply for exclusion but expired before 2019

\$300,000 market value exclusion



Assessment Years
2023 +



Tax Professional Enforcement Update

Publishing Tax Preparers

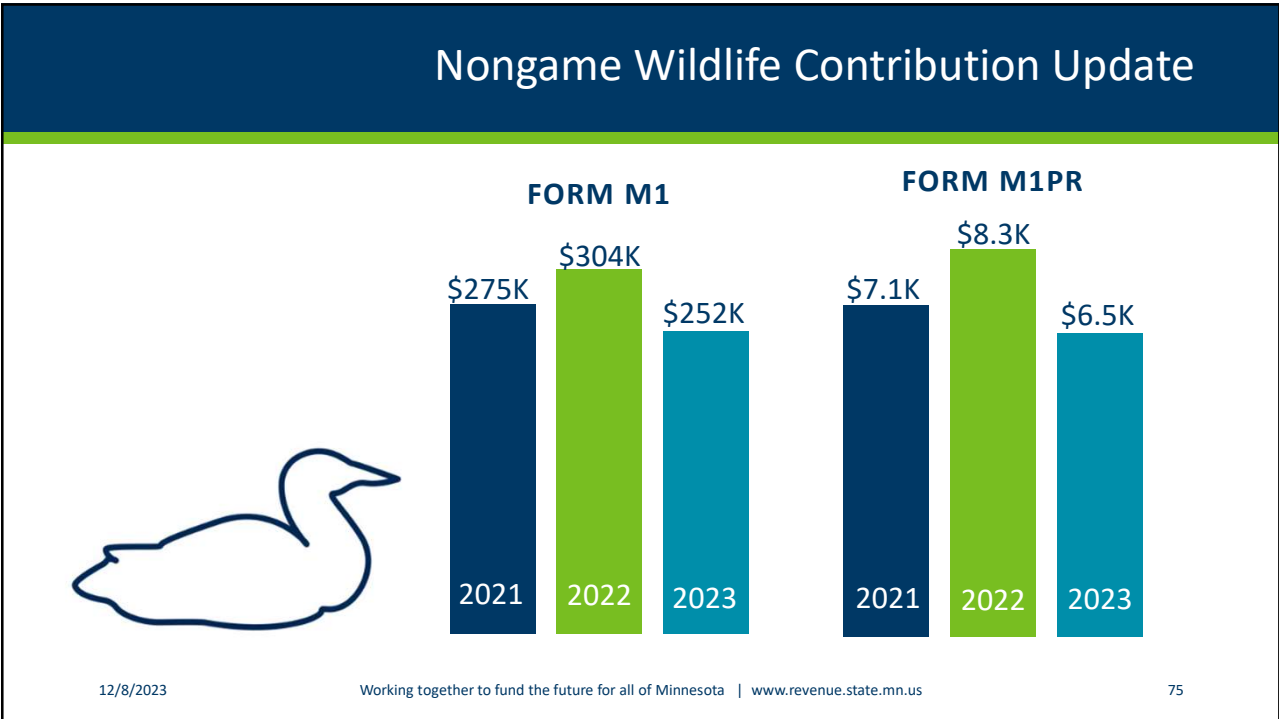
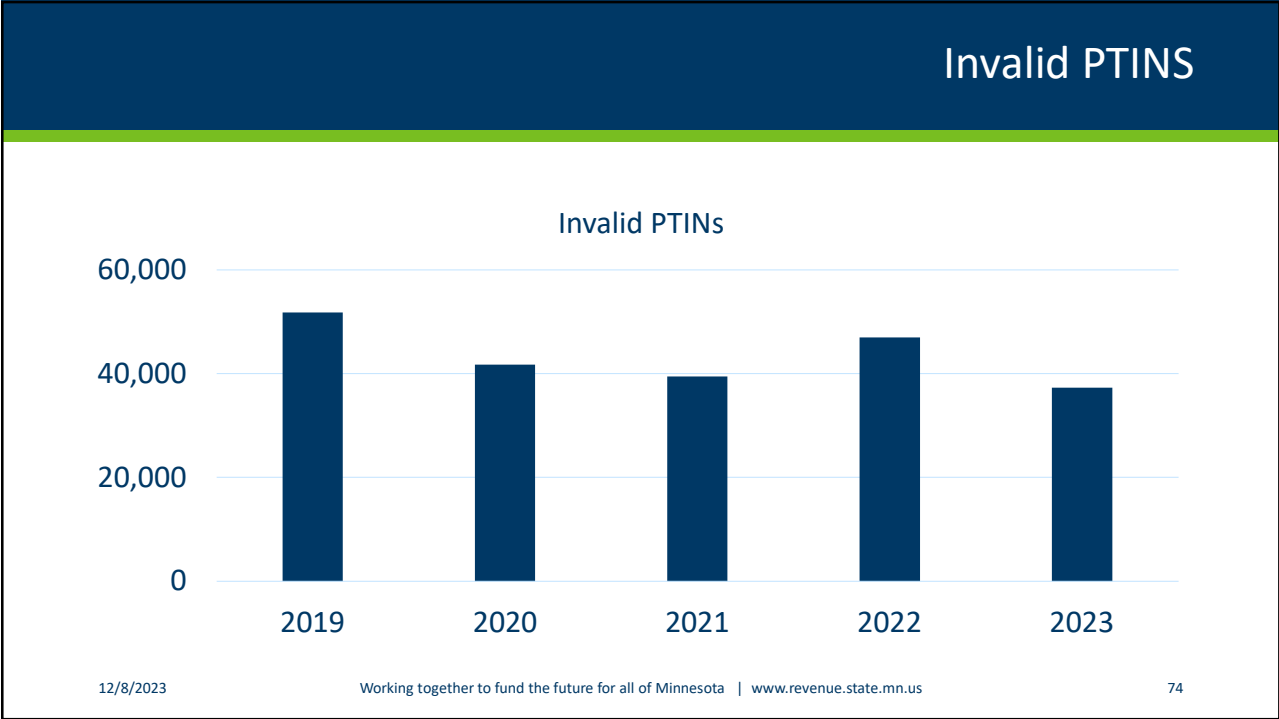
Minnesota Statute 270C.446, subdivision 2

We may publish names of tax preparers under certain circumstances.

2023 law change:

We may publish names of preparers penalized if they either:

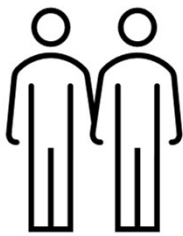
- Do not have a Preparer Tax Identification Number (PTIN) when required
- Have a PTIN, but do not include it on returns.





Miscellaneous Updates

Political Contribution Refund



\$100



\$150

\$50



\$75

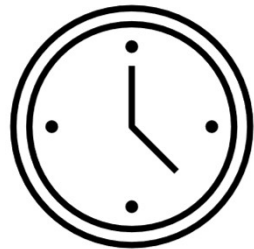


Tax Years
2024 +



Court Cases

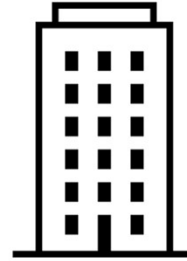
Beavers, 9563-R, February 21, 2023



Appeal
must be
timely filed

Tyler, 598 U.S. 631, May 25, 2023

Tax forfeiture proceeds in excess of delinquent taxes



Q & A Session





Thank you and have a great filing season!

See handouts for contact information