



## 2023 Schedule M1HOME, First-Time Homebuyer Savings Account

If you are the account holder of more than one first-time home buyer savings account, complete a separate Schedule M1HOME for each account.

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

### Registration Information

Bank Name \_\_\_\_\_ Date Account Opened (MM/DD/YYYY) \_\_\_\_\_ Account Number \_\_\_\_\_ Start of Year Balance \_\_\_\_\_ End of Year Balance \_\_\_\_\_

Qualified Beneficiary \_\_\_\_\_ Date Beneficiary Named \_\_\_\_\_

### Withdrawals from Account

Date of First Withdrawal \_\_\_\_\_ Amount of First Withdrawal \_\_\_\_\_ Purpose of First Withdrawal \_\_\_\_\_

Date of Second Withdrawal \_\_\_\_\_ Amount of Second Withdrawal \_\_\_\_\_ Purpose of Second Withdrawal \_\_\_\_\_

Date of Third Withdrawal \_\_\_\_\_ Amount of Third Withdrawal \_\_\_\_\_ Purpose of Third Withdrawal \_\_\_\_\_

Round amounts to the nearest whole dollar.

### Account Reporting

- 1 Amount of contributions to the account prior to 2023 (see instructions) . . . . . 1 ■ \_\_\_\_\_
- 2 Amount of contributions made in 2023. Do not enter more than \$14,000 (\$28,000 if married and filing a joint return) 2 ■ \_\_\_\_\_
- 3 Add Lines 1 and 2 . . . . . 3 ■ \_\_\_\_\_
- 4 Qualified withdrawals in 2023 (see instructions) . . . . . 4 ■ \_\_\_\_\_
- 5 Nonqualified withdrawals in 2023 (see instructions) . . . . . 5 ■ \_\_\_\_\_

### Subtraction

- 6 Enter amount of interest and dividends earned in 2023 on this account here and on line 27 of Schedule M1M . . . . . 6 \_\_\_\_\_

### Addition

- 7 Subtract line 3 from line 5. If the result is zero or less, **STOP HERE**. You do not have an addition. If you have a positive number, enter this amount on line 5 of Schedule M1M and complete line 8. . . . . 7 \_\_\_\_\_

### Additional Tax

- 8 Multiply line 7 by 10% (.10). Enter the amount here and on line 14 of Form M1. Check the box for Schedule M1HOME on line 14 of Form M1 (see instructions) . . . . . 8 \_\_\_\_\_



# 2023 Schedule M1HOME Instructions

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Complete Schedule M1HOME, *First-time Homebuyer Savings Account*, to:

- Register a first-time homebuyer savings account in Minnesota
- Designate a qualified beneficiary
- Determine your subtraction or addition and additional tax

Complete one form per qualified first-time homebuyer savings account you earned interest and dividends from or took a distribution from in 2023.

## Who is a qualified beneficiary?

A qualified beneficiary is the person or married couple that the account holder designates on this schedule. The beneficiary must be a Minnesota resident who has not had ownership interest in a principal residence in the last three years. The account holder may be the beneficiary of a first-time homebuyer account. You may change the qualified beneficiary at any time.

## How do I determine the date I named the qualifying beneficiary?

Typically, you name the qualified beneficiary the day you open the account. To qualify for this subtraction, you must name the beneficiary on Schedule M1HOME.

## What is a qualified withdrawal?

A qualified withdrawal is a withdrawal of funds used for a single-family residence in Minnesota, including:

- Down-payment
- Closing costs
- Cost of construction
- Financing the construction

A single-family residence also includes any of these:

- Manufactured home
- Trailer
- Mobile home
- Condominium unit
- Townhome
- Cooperative

## What is a nonqualified withdrawal?

A nonqualified withdrawal is a withdrawal of funds used for anything other than expenses listed as a qualified withdrawal.

## Line Instructions

*Round amounts to the nearest whole dollar.*

### Line 1

Enter the contributions to the account made prior to 2023. If there were distributions from this account in prior years, reduce your overall contributions by the amount of these distributions.

### Line 2

Enter the contributions to the account during 2023. Do not enter more than \$14,000 (\$28,000 if married and filing a joint return).

### Line 3

Add the amounts from line 1 and 2. The total contributions to the account must not exceed \$50,000 (\$100,000 if married and filing a joint return).

### Line 4

Enter the amount of qualified withdrawals taken from the account in 2023.

### Line 5

Enter the amount of nonqualified withdrawals taken from the account in 2023.

Do not include:

- Withdrawals made due to the account holder's or designated qualified beneficiary's death or disability
- Disbursement of assets under federal bankruptcy law
- Disbursement of assets of the account under Minnesota Statutes 550 or 551

**Line 6**

Enter the amount of interest or dividends earned on this account in 2023. You may find this amount on a federal Form 1099 your financial institution issued. This amount is your subtraction to enter on line 4 of this schedule and on line 27 of Schedule M1M, *Income Additions and Subtractions*.

**Line 7**

Enter the result of this line here and on line 5 of Schedule M1M. This is the amount of your addition.

**Line 8**

Multiply the amount on line 7 by 10% (.10). Enter this amount here and on line 14 of Form M1. This is your additional tax.

**Questions? Need forms?**

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)
- 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