



2018 M3X, Amended Partnership Return Claim for Refund

Explain each change on page 2 of Form M3X.

For tax year beginning (mm/dd/yyyy) _____ and ending (mm/dd/yyyy) _____

Partnership's Name _____ Federal ID Number _____ Minnesota Tax ID Number _____

Doing Business as _____ Check this box if the name or address has changed since filing your original return. Fill in former information below.

Mailing Address _____ Former Name or Address, if Changed _____

City _____ State _____ ZIP Code _____ Number of Amended Schedules KPI and KPC: _____ Number of Partners: _____

Check if: Composite Income Tax More than 80% of income is from farming LLC Installment Sale of Pass-through Assets or Interests

Check box to indicate the reason you are amending: Amended Federal Return IRS Adjustment Changes affect Nonresident Withholding Changes affect Schedules KPC and/or KPI Changes affect M3A

A—As previously reported B—Net change C—Corrected amounts

1	Minimum fee (from line 1 of Form M3)	1 ■	■	_____
2	Composite income tax (enclose Schedules KPI)	2 ■	■	_____
3	Nonresident Minnesota withholding	3 ■	■	_____
4	Add lines 1 through 3	4 ■	■	_____
5	Employer Transit Pass Credit not passed through to partners, limited to the amount on line 1 (enclose Schedule ETP)	5 ■	■	_____
6	Tax Credit for Owners of Agricultural Assets not passed through to partners, limited to the amount of the minimum fee on line 1	6 ■	■	_____
	Enter the certificate number from the certificate you received from the Rural Finance Authority: AO _____ - _____			
7	Add lines 5 and 6	7 ■	■	_____
8	Subtract line 7 from line 4 (if result is zero or less, leave blank)	8 ■	■	_____
9	Enterprise Zone Credit (enclose Schedule EPC)	9 ■	■	_____
10	Estimated tax and/or extension payments	10 ■	■	_____
11	Amount due from original Form M3, line 12 (see instructions)	11 ■	■	_____

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2018 Form M3X Instructions

Before you can complete Form M3X, you will need the M3 instructions for the year you are amending.

Who Should File M3X?

This form must be filed by partnerships to correct—or amend—an original Minnesota partnership return. If you are amending a return from a tax year other than the year listed at the top of this form, use the Form M3X for that year.

Federal Return Adjustments. If the Internal Revenue Service (IRS) changes or audits your federal return or you amend your federal return, you have 180 days to file an amended Minnesota return. If you are filing Form M3X based on an IRS adjustment, be sure to check the box in the heading and attach to your Form M3X a complete copy of your amended federal return or the correction notice you received from the IRS.

If you fail to report as required, a 10 percent penalty will be assessed on any additional tax. See line 16 instructions.

Claim for Refund. Use Form M3X to make a claim for refund and report changes to your Minnesota liability. If you make a claim for a refund and we do not act on it within six months of the date filed, you may bring an action in the district court or the tax court.

Conformity. As a result of the January 2023 Minnesota tax bill, you must file Form M3X only to update composite income tax for electing partners.

You do **not** need to update nonresident withholding amounts. You may need to amend, and issue updated Schedules KPI and KPC, or Schedules KPINC and KPCNC if your partner(s) need additional information to update their return(s). For example, if you claimed federal bonus depreciation on qualified improvement property (QIP) and adjusted the partner's bonus depreciation addition as a result of the QIP nonconformity adjustment.

If you are amending solely due to the January 2023 Minnesota tax bill, write "Conformity" in red at the top of the Minnesota Form M3X. For more details, see the Form M3 instructions.

When to File

File Form M3X only after you have filed your original return. You may file Form M3X within 3½ years after the return was due or within one year from the date of an order assessing tax, whichever is later. If you filed your original return under an

extension by the extended due date, you have up to 3½ years from the extended due date to file the amended return.

If you are amending your return to reduce your federal Sec. 179 addition as a result of Minnesota law 2020 5th Sp. Sess. Chap.3, write "Like-Kind Exchange" at the top of your Form M3X. Identify the property relinquished and received in the qualifying transactions, and the dates of disposition and receipt in the Explanation of Change on page 2 of Form M3X.

Filing Reminders

The amended return must be signed by a general partner.

If you pay someone to prepare your return, the preparer must sign and enter his or her Minnesota ID, Social Security or PTIN number and daytime phone.

Round amounts to the nearest dollar. Decrease any amount less than 50 cents and increase any amount that is 50 cents or more to the next higher dollar.

Completing the Form

Enter the tax year you are amending at the top of the form. On page 2 of Form M3X, include a detailed explanation of why the original return was incorrect. Providing this information will help us verify the amended amounts.

Estimated payments and refunds credited to subsequent years cannot be amended or changed after the original return is filed.

Form AWC, *Alternative Withholding Certificate*, can only be filed with the original return. Any Forms AWC received after the filing of the original return will be denied.

Apportionment Factors. If the changes affect your sales, property and payroll within Minnesota, you must complete and attach M3A. Be sure to use the correct apportionment factors for the year you are amending. Below is a list of apportionment factors for each tax year:

Tax year	Sales Factor	Property Factor	Payroll Factor
2014 & later	100	0	0
2013	96	2	2
2012	93	3.5	3.5
2011	90	5	5
2010	87	6.5	6.5
2009	84	8	8
2008	81	9.5	9.5

2007	78	11	11
2006 & prior	75	12.5	12.5

Use of Information

All information provided on this form is private, except for your Minnesota tax ID number, which is public. Private information cannot be given to others except as provided by state law.

The identity and income information of the partners are required under state law so the department can determine the partner's correct Minnesota taxable income and verify if the partner has filed a return and paid the tax. The Social Security numbers of the individual, estate and trust partners are required to be reported on Schedule KPI under M.S. 289A.12, subd. 13.

Lines 1–10 Columns A, B, C

Column A: Enter the amounts shown on your original return or as later adjusted by an amended return or audit report.

Column B: Enter the dollar amount of each change as an increase or decrease for each line you are changing. Show all decreases in parentheses.

If the changes you are making affect the amounts on a schedule, you must complete and enclose a corrected schedule.

If you do not enter an amount when there is a change, the processing of your amended return will be delayed. You must also explain each change in detail in the space on the back of Form M3X and enclose any related schedules or forms.

If you are not making a change for a given line, leave column B blank.

Column C: Enter the corrected amounts after the increases or decreases. If there are no changes, enter the amount from column A.

Line 6

If you received a credit certificate from the Minnesota Rural Finance Authority for selling or leasing agricultural assets to a beginning farmer, enter the certificate number in the space provided and credit amount on line 6.

If you have multiple credits, enter the certificate number your partnership received directly from the Rural Finance Authority within the certificate number box. If you have multiple credits and received all credits from other pass-through entities, enter the certificate number relating to the largest credit amount

Continued

2018 Form M3X Instructions (continued)

within the certificate number box. Subtotal all credit amounts on Line 6.

Line 11

Enter the total of the following tax amounts, whether or not paid:

- amount from line 12 of your original M3;
- any additional tax due from a previously filed M3X, (either line 17, 18, or 19 depending on the year); and
- additional tax due as the result of an audit or notice of change.

Do not include any amounts that were paid for penalty, interest or underpayment of estimated tax.

Line 13

Enter the total of the following refund amounts:

- from line 17 of your original M3, even if you have not yet received it;
- any refund amount from a previously filed M3X, (either line 18, 19, or 20 depending on the year); and
- refund or reduction in tax from a protest or other type of audit adjustment.

Include any amount that was credited to estimated tax or applied to pay past due taxes.

Do not include any interest that may have been included in the refunds you received.

Lines 15 and 19

Lines 15 and 19 should reflect the changes to your tax and/or credits as reported on lines 1 through 9 of Form M3X. If you have unpaid taxes on your original Form M3, Form M3X is not intended to show your corrected balance due.

Line 14

If line 14 is a negative amount, treat it as a positive amount and add it to line 7C. Enter the result on line 15. This is the amount you owe, which is due when you file your amended return. You *cannot* use any funds in your estimated tax account to pay this amount. Continue with line 15.

Line 16

If only one of the penalties below applies, you must multiply line 15 by 10 percent (.10). If both penalties apply, multiply line 15 by 20 percent (.20). Enter the result on line 16.

- The IRS assessed a **penalty for negligence or disregard of rules or regulations**; and/or
- You **failed to report federal changes to the department within 180 days as required**.

Line 18

Interest is calculated as simple interest and accrues on unpaid tax and penalties from

the regular due date until it is paid in full. Use the formula below with the appropriate interest rate:

$$\text{Interest} = \text{line 16} \times \text{number of days past the due date} \times \text{interest rate} \div 365$$

If the days fall in more than one calendar year, you must determine the number of days separately for each year.

The interest rates for recent years are:

2019	5%	2009	5%	2002	7%
2018	4%	2007-08	8%	2001	9%
2017	4%	2006	6%	2000	8%
2014-16	3%	2004-05	4%	1999	8%
2010-13	3%	2003	5%	1998	9%

Penalty will be assessed if the additional tax and interest are not paid with the amended return.

Line 19

Pay Electronically. Go to www.revenue.state.mn.us and log in. To be timely, you must complete your transaction and receive a confirmation number on or before the due date for that payment. You can cancel a payment up to one business day before the scheduled date, if needed. When paying electronically, you cannot use a foreign bank.

If you're using the system for the first time and need a temporary password, call 651-282-5225 or 1-800-657-3605.

Pay by Check. Go to www.revenue.state.mn.us and select **Make a Payment**. Select **Check**. Use the **Payment Voucher System** to create a voucher.

Your check authorizes us to make a one-time electronic fund transfer from your account. You will not receive your canceled check.

Line 20

If you want your refund to be directly deposited into your bank account, complete line 21. Your bank statement will indicate when your refund was deposited to your account. Otherwise, skip line 21 and your refund will be sent to you in the mail.

This refund *cannot* be applied to your estimated tax account.

Line 21

If you want your refund to be directly deposited into your checking or savings account, enter the routing and account numbers. You must use an account not associated with any foreign banks.

You can find your bank's routing number and account number on the bottom of your check.



The **routing number** must have nine digits.

The **account number** may contain up to 17 digits (both numbers and letters). Enter the number and leave out any hyphens, spaces and symbols.

If the routing or account number is incorrect or is not accepted by your financial institution, your refund will be sent to you in the form of a paper check.

By completing line 21, you are authorizing the department and your financial institution to initiate electronic credit entries, and if necessary, debit entries and adjustments for any credits made in error.

Signature

The return must be signed by a general partner of the organization receiving, controlling or managing the income of the partnership. The person must also include his or her ID number.

If someone other than a general partner prepared the return, the preparer must also sign. The preparer's PTIN and phone number should also be included.

You may check the box in the signature area to give us your permission to discuss your return with the paid preparer. This authorization remains in effect until you notify the department in writing (either by mail or fax) that the authorization is revoked.

Checking the box does not give your preparer the authority to sign any tax documents on your behalf or to represent you at any audit or appeals conference. For these types of authorities, you must file a power of attorney, Form REV184.

E-mail Address

If the department has questions regarding your return and you want to receive correspondence electronically, indicate the e-mail address below your signature. Check a box to indicate if the e-mail address belongs to an employee of the partnership, the paid preparer or other contact person.

By providing an e-mail address, you are authorizing the department to correspond with you or the designated person over the Internet and you understand that the entity's nonpublic tax data may be transmitted over the Internet.

You also accept the risk that the data may be accessed by someone other than the intended recipient. The department is not liable for any damages that the entity may incur as a result of an interception.

Information and Assistance

Website: www.revenue.state.mn.us

Email: BusinessIncome.Tax@state.mn.us

Phone: 651-556-3075

This material is available in alternate formats.