



2023 Schedule M1MT, Alternative Minimum Tax

YOUR FIRST NAME, INIT
Your First Name and Initial

YOUR LAST NAMEXXXXXX
Last Name

999999999
Social Security Number

Before you complete this schedule, read the instructions on the next page.

Round amounts to the nearest whole dollar.

Table with 3 columns: Line number, Description, and Amount. Includes lines 1 through 29 for calculating alternative minimum tax.

Include this schedule and a copy of federal Form 6251 when you file your Form M1.

# 2023 Schedule M1MT Instructions

## Should I file Schedule M1MT?

If you had to pay federal alternative minimum tax (AMT) when you filed your federal Form 1040, 1040-SR, or 1040-NR, you must complete Schedule M1MT, *Alternative Minimum Tax*, to determine if you are required to pay Minnesota AMT. You may be required to pay Minnesota AMT even if you did not have to pay federal AMT.

**Before you can complete Schedule M1MT, you must first complete Part I of federal Form 6251, even if you were not required to file Form 6251 with your federal return.**

**You must enclose the completed federal Form 6251 with your Form M1, *Individual Income Tax*.**

## Line Instructions

*Round amounts to the nearest whole dollar.*

### Line 2—Other adjustments and preferences

Include amounts from lines 2c through 3 of federal Form 6251 and any AMT adjustment from Schedule K-1.

### Line 4 - Other additions from Schedule M1MB

Include the amounts from lines 1, 4, and 5 of Schedule M1MB, *Business Income Additions and Subtractions*.

### Line 5—State and Municipal Bond Interest from Outside Minnesota

#### Worksheet for Line 5

- |  |       |
|--|-------|
| 1 Add lines 1 and 2 of Schedule M1M .....  | _____ |
| 2 Enter the amount of non-Minnesota municipal bond interest included on line 2g of federal Form 6251 ..... | _____ |
| 3 Subtract step 2 from step 1. Enter the result on line 5 .....  | _____ |

### Line 6—Intangible Drilling Costs

If, for regular tax purposes, you elected the optional 60-month write-off under section 59(e) of the Internal Revenue Code (I.R.C.) for all property in this category, skip line 6. No adjustment is needed.

Intangible drilling costs (IDCs) from oil, gas, and geothermal wells are a tax preference item to the extent that the excess IDCs exceed 65% of the net income from the wells. Compute the tax preference item separately for oil and gas properties and for geothermal properties.

Compute excess IDCs as follows:

1. Figure the amount of your IDCs allowed for regular tax purposes under I.R.C. section 263(c), but do not include any section 263(c) deduction for nonproductive wells.
2. Subtract from step 1 the amount that would have been allowed had you amortized these IDCs over a 120-month period starting with the month the well was placed in production. If you prefer not to use the 120-month period, you can elect to use any method permissible in determining cost depletion.

Determine your net income by taking the gross income you received or accrued during the tax year from oil, gas, and geothermal wells and reducing it by the deductions allocable to these properties (reduced by the excess IDCs).

When refiguring net income, use only income and deductions allowed for AMT purposes.

### Line 7—Depletion

In the case of oil wells and other wells of nonintegrated oil companies, enter the amount by which your depletion deduction under IRC section 611, exceeds the adjusted basis of the property at the end of your tax year. In computing your year-end adjusted basis, use the rules of IRC, section 1016. Do not reduce the adjusted basis by the current year's depletion.

Figure the excess amount separately for each property. Only depreciation that exceeds the adjusted basis of a property is treated as a tax preference amount.

**Note:** Do not include any amounts you included on line 3 of this schedule.

### Line 18 — Other subtractions from Schedule M1M and M1MB

Add the amounts from:

- Schedule M1M, *Income Additions and Subtractions*, lines 11-12, 17-23, 25, 28-30
- Schedule M1MB, *Business Income Additions and Subtractions*, lines 11-13, 16 and 17

### Line 29

Compare your Minnesota alternative minimum tax on line 27 to the tax from the table on line 28:

- **If line 28 is equal to or more than line 27**, you are *not* required to pay Minnesota AMT for 2023. Enter zero on line 29.
  - If you paid Minnesota AMT in one or more years from 1989 through 2022, you should complete Schedule M1MTC, *Alternative Minimum Tax Credit*, to see if you are eligible for a credit.
  - If you did not pay Minnesota AMT in any year from 1989 through 2022, do not file Schedule M1MTC.
- **If line 27 is more than line 28**, you are required to pay Minnesota AMT for 2023.
  - Subtract line 28 from line 27. Enter the result on line 29 and on line 11 of Form M1.

**Include this schedule and a copy of federal Form 6251 when you file Form M1.**