

1999 Minnesota Working Family Credit



Filing information

Your last name _____ Social Security number _____

Number of qualifying child(ren): None One Two or more

Child's name	Date of birth	Social Security number

Determining your credit amount

You must be eligible for the federal Earned Income Credit (EIC) to claim the Minnesota working family credit. Before you fill out this schedule, you must follow the steps to determine if you can take the federal earned income credit and complete the appropriate EIC Worksheet, both of which are found in the instructions for filing your federal return.

- 1 If you filed federal Form 1040, fill in your total earned income from line 1 of your EIC Worksheet A or line 6 of EIC Worksheet B. If you filed Form 1040A or Form 1040EZ, fill in the amount from line 1 of your EIC Worksheet **1** _____
 - 2 Using the amount on line 1 above and the number of qualifying children, find the credit amount using the WFC Table on pages 10 and 11 of the M-1 instruction booklet and fill in amount here . . . **2** _____
 - 3 If you filed federal Form 1040, fill in your modified adjusted gross income from line 3 of your EIC Worksheet A or line 8 of EIC Worksheet B. If you filed Form 1040A or Form 1040EZ, fill in the amount from line 3 of your EIC Worksheet **3** _____
 - 4
 - If you do not have a qualifying child, is the amount on line 3 above \$5,660 or less?
 - If you have only one qualifying child, is the amount on line 3 above \$14,810 or less?
 - If you have two or more qualifying children, is the amount on line 3 above \$17,570 or less?

Yes. Go to line 5 below.

No. Using the amount on line 3 above, find the credit amount using the WFC Table on pages 10 and 11 of the M-1 instruction booklet, and fill in here **4** _____
 - 5 Working family credit amount
 - If you checked "Yes" on line 4, fill in the amount from line 2.
 - If you checked "No" on line 4, fill in the amount from line 2 or line 4, **whichever is smaller** . . . **5** _____

Full-year residents: Also fill in this amount on line 17 of your Form M-1.
- Part-year residents and nonresidents**
- 6 Multiply the amount on line 5 by the percentage on line 24 of your Schedule M-1NR. Also fill in this amount on line 17 of your Form M-1 **6** _____
- American Indians working and living on an Indian reservation**
- 7 If you are an American Indian who worked and lived on an Indian reservation, see the instructions on the back to determine the amount to fill in here and on line 17 of Form M-1 **7** _____

You must attach this schedule to your Form M-1.

1999 Schedule M-1WFC instructions

Who is eligible?

If you are eligible for the federal earned income credit, you are also eligible for the Minnesota working family credit.

Part-year residents and nonresidents may also be eligible for the credit.

Before you can fill out Schedule M-1WFC, you must follow the steps to determine if you qualify for the federal Earned Income Credit (EIC) and complete the appropriate EIC Worksheet, both of which are found in the instructions for filing your federal return.

Line instructions

Line 1

Fill in your total earned income from:

- line 1 of your EIC Worksheet A or line 6 of your EIC Worksheet B, if you filed Form 1040, or
- line 1 of your EIC Worksheet if you filed Form 1040A or Form 1040EZ.

Line 2

You must use the Minnesota Working Family Credit (WFC) Table on pages 10 and 11 of the M-1 instruction booklet to determine the credit amount for line 2.

Using the amount on line 1 and the number of qualifying children, find the credit amount to fill in on line 2.

Line 3

Fill in your modified adjusted gross income from:

- line 3 of your EIC Worksheet A or line 8 of your EIC Worksheet B, if you filed Form 1040, or
- line 3 of your EIC Worksheet if you filed Form 1040A or Form 1040EZ.

Line 4

Check the appropriate box.

If you do not have any qualifying children and the amount on line 3 is:

- \$5,660 or less, skip line 4 and continue with line 5.
- greater than \$5,660, use the amount from line 3 to find the credit amount in the WFC Table on pages 10 and 11 of the M-1 instruction booklet.

If you have only one qualifying child and the amount on line 3 is:

- \$14,810 or less, skip line 4 and continue with line 5.
- greater than \$14,810, use the amount from line 3 to find the credit amount in the WFC Table on pages 10 and 11 of the M-1 instruction booklet.

If you have two or more qualifying children and the amount on line 3 is:

- \$17,570 or less, skip line 4 and continue with line 5.
- greater than \$17,570, use the amount from line 3 to find the credit amount in the WFC Table on pages 10 and 11 of the M-1 instruction booklet.

Line 5

Working family credit

If you checked "Yes" on line 4, fill in the amount from line 2.

If you checked "No" on line 4, fill in the amount from line 2 or line 4, whichever is smaller.

Full-year residents

Fill in the amount from line 5 on line 17 of your Form M-1.

Line 6

Part-year residents and nonresidents

Multiply the amount on line 5 by the percentage on line 24 of your Schedule M-1NR. Fill in the result on line 6 of your Schedule M-1WFC and also on line 17 of your Form M-1.

If your income is below the filing requirements and you are filing Minnesota Form M-1 to claim this credit, you must complete Schedule M-1NR through line 24. However, enter zero on line 26 of your Schedule M-1NR.

Line 7

American Indians working and living on an Indian reservation

If you are an American Indian working and living on a reservation with earned income not subject to Minnesota tax, your credit amount must be based only on income taxable to Minnesota.

If you are eligible to subtract your reservation income, you must apportion your working family credit. To correctly determine your credit amount:

- 1 Subtract your earned income not taxable to Minnesota from your federal adjusted gross income _____
- 2 Divide the result in step 1 by your federal adjusted gross income. The result is a percentage %
- 3 Fill in the amount from line 5 of this schedule ... _____
- 4 Multiply the amount in step 3 by the percentage in step 2 _____

Fill in the result from step 4 on line 7 of your Schedule M-1WFC and also on line 17 of your Form M-1.