

# Nonresidents/Part-Year Residents 2000



Your last name	Social Security number	Your residency status in 2000:	<input type="checkbox"/> Nonresident of Minnesota; Resident of _____ (state)
			<input type="checkbox"/> Part-year MN resident from _____ to _____ (mm/dd/yyyy)
Spouse's last name	Spouse's Social Security number	Spouse's 2000 residency status:	<input type="checkbox"/> Nonresident of Minnesota; Resident of _____ (state)
			<input type="checkbox"/> Part-year MN resident from _____ to _____ (mm/dd/yyyy)

Complete lines 1 through 6 of Form M-1 before filling out this schedule. Then read the instructions on the back of this schedule.

<b>Column A</b>	<b>Column B</b>
<b>Federal total</b>	<b>Minnesota portion</b>
<b>(from federal forms)</b>	<b>(see instructions)</b>

Income

	1 Wages, salaries, and tips (from line 7 of federal Form 1040 or 1040A or line 1 of Form 1040EZ) . . . . .	<b>1</b>	_____	_____	_____
	2 Interest income (from line 8a and 8b of federal Form 1040 or 1040A or line 2 of Form 1040EZ) . . . . .	<b>2</b>	_____	_____	_____
	3 Ordinary dividend income (from line 9 of federal Form 1040 or 1040A) . . . . .	<b>3</b>	_____	_____	_____
	4 Business income or loss (from line 12 of federal Form 1040) . . . . .	<b>4</b>	_____	_____	_____
	5 Total capital gain or loss (from line 13 of federal Form 1040 or line 10 of Form 1040A) . . . . .	<b>5</b>	_____	_____	_____
	6 IRA distributions and pensions and annuities (add lines 15b and 16b of federal Form 1040, or lines 11b and 12b of Form 1040A) . . . . .	<b>6</b>	_____	_____	_____
	7 Income from rents, royalties, partnerships, S corporations, estates, and trusts (from line 17 of federal Form 1040) . . . . .	<b>7</b>	_____	_____	_____
	8 Farm income or loss (from line 18 of federal Form 1040) . . . . .	<b>8</b>	_____	_____	_____
	9 Other income (add lines 10, 11, 14, 19, 20b, and 21 of Form 1040, or lines 13 and 14b of Form 1040A, or from line 3 of 1040EZ) . . . . .	<b>9</b>	_____	_____	_____
	<b>10</b> Add lines 1 through 9, column B . . . . .	<b>10</b>	_____	_____	_____

Deductions

	11 Student loan interest (from line 24 of federal Form 1040, or line 17 of Form 1040A) . . . . .	<b>11</b>	_____	_____	_____
	12 Medical savings account (from line 25 of federal Form 1040) . . . . .	<b>12</b>	_____	_____	_____
	13 Moving expenses (from line 26 of federal Form 1040) . . . . .	<b>13</b>	_____	_____	_____
	14 Self-employment tax deduction and self-employed health insurance deduction (add lines 27 and 28 of federal Form 1040) . . . . .	<b>14</b>	_____	_____	_____
	15 Pension plan deduction (add lines 23 and 29 of Form 1040, or from line 16 of Form 1040A) . . . . .	<b>15</b>	_____	_____	_____
	16 Alimony paid (from line 31a of Form 1040) . . . . .	<b>16</b>	_____	_____	_____

Tax calculation

	17 Add lines 11 through 16 of column B. Fill in "0" if lines 11 through 16 are blank . . . . .	<b>17</b>	_____	_____	_____
	18 Subtract line 17 from line 10. If line 17 is more than line 10, fill in "0." This is your Minnesota source income. Also fill in this amount in the space provided next to line 7 on Form M-1 . . . . .	<b>18</b>	_____	_____	_____
	19 Federal adjusted gross income (from line 33 of federal Form 1040, line 19 of Form 1040A, line 4 of Form 1040EZ, or line 1 of your federal telefile tax record) . . . . .	<b>19</b>	_____	_____	_____
	20 Income from non-Minnesota state and municipal bonds (included on line 3 of Form M-1) . . . . .	<b>20</b>	_____	_____	_____
	21 Add lines 19 and 20 . . . . .	<b>21</b>	_____	_____	_____
	22 Net income from U.S. bond interest (see instructions) . . . . .	<b>22</b>	_____	_____	_____
	23 Subtract line 22 from line 21. Also fill in this amount in the space provided next to line 7 on Form M-1 . . . . .	<b>23</b>	_____	_____	_____
	24 Divide line 18 by line 23, and fill in the resulting percentage (use 4 decimal places). If line 18 is more than line 23, fill in 100%. If line 18 is zero, fill in "0" . . . . .	<b>24</b>	_____	_____	_____%
	25 Tax from the table in the M-1 instructions for the amount on line 6 of Form M-1 or, if required, fill in the amount from line 31 of Schedule M-1MT . . . . .	<b>25</b>	_____	_____	_____
	26 Multiply line 25 by percentage on line 24. Fill in result here and on line 7 of Form M-1 or, if required, on line 12 of Schedule M-1LS . . . . .	<b>26</b>	_____	_____	_____

**You must attach this schedule to your Form M-1. Also, on line 7 of your Form M-1, be sure to enter the correct amounts in the spaces provided and check the box for Schedule M-1NR.**

# Schedule M-1NR instructions for 2000

## Who must file

If you were a nonresident or part-year Minnesota (MN) resident in 2000, you can apportion your MN tax by the percentage of your total income that is assignable to MN. Complete this schedule to determine your MN tax.

You must file a MN Form M-1 and Schedule M-1NR, if:

- you and your spouse received **gross income** assignable to MN of \$7,200 or more, or
- the total of your 2000 MN **gross income** passed through to you from all fiduciaries (line 11 of Schedule M-KF), partnerships (line 21 of Schedule M-KPI), and S corporations (line 18 of Schedule M-KS) is \$7,200 or more.

*Gross income* is income before any deductions and expenses.

If your MN gross income is less than \$7,200, and you had tax withheld or paid estimated tax, fill in the first 10 lines of Schedule M-1NR, put zero on line 26, and attach a copy of the schedule to Form M-1.

If you were a resident of Michigan, North Dakota, or Wisconsin for all of 2000, fill out this schedule only if you received income from sources in MN other than from personal or professional service (including wages, salaries, tips, commissions, bonuses, fees, and similar compensation) performed in MN.

## Instructions for column B

Under column B, enter what is assignable to MN according to the following instructions.

**Line 1.** Include wages, salaries, tips, commissions and bonuses received while a MN resident and amounts received from work in MN while a nonresident. Do not include: MN income earned while a resident of Michigan, Wisconsin, or North Dakota; or for wages received after May 16, 2000, any deferred compensation received for work performed while a MN resident but received in a year when you were a nonresident for the full year.

**Line 2.** Include interest earned (credited to your account) while a MN resident. Also include interest and dividends earned from non-MN state or municipal bonds (which are not included on your federal return) while a resident.

**Line 3.** Include all dividends earned while a MN resident.

**Line 4.** Include net business income or loss incurred while a MN resident, and amounts from MN sources earned while a nonresident. Do not include income from personal or professional service performed in MN while a resident of Michigan, North Dakota, or Wisconsin.

**Line 5.** Include net capital gain or loss

received while a MN resident, and net capital gain or loss from MN sources received while a nonresident. *Nonresidents:* If you sold a partnership interest and the gain was taxable to MN and to your home state, see Schedule M-1CRN.

**Line 6.** Include IRA distributions and pension and annuity payments received while a MN resident.

**Line 7.** Include income from rents, royalties, partnerships, S corporations, estates and trusts earned while a MN resident, and amounts from MN sources earned while a nonresident.

**Line 8.** Include net farm income or loss incurred while a resident, and amounts from a MN farm while a nonresident.

**Line 9.** Include *other* income you received while a MN resident and the amounts from lines 14 and 21 of Form 1040 you received from MN sources while a nonresident. (Include all MN gambling winnings.)

**Line 11.** *Part-year residents:* Include the portion of federal student loan interest deduction that represents interest paid while a MN resident. *Nonresidents:* Follow the steps below:

- 1 From the front of this schedule, add lines 12 through 16 of column B.
- 2 Subtract step 1 from line 10 of this schedule.
- 3 Add lines 24 and 33 of Form 1040 (or lines 17 and 19 of Form 1040A).
- 4 Divide step 2 by step 3 and convert to a percentage.
- 5 Multiply line 24 of Form 1040 (or line 17 of Form 1040A) by the percentage in step 4. Fill in the result on line 11, column B.

However, if you can claim the alimony paid deduction (see line 16) in addition to the student loan interest deduction, you must follow the steps below:

- 1 Divide line 10, column B, by the total federal income (sum of lines 1 through 9, column A) and convert to a percentage.
- 2 Multiply the federal student loan interest deduction (line 11, column A) by the percentage in step 1. Fill in the result on line 11, column B of Schedule M-1NR.

**Line 12.** To determine the MN portion, multiply line 25 of Form 1040 by the percentage your MN earned income is to your federal earned income. For purposes of this deduction only, earned income includes wages, self-employment income and all other earned income, plus all taxable alimony received (line 11 of Form 1040).

**Line 13.** Include moving expenses paid while a MN resident or that were attributable to a move into MN.

**Line 14.** To determine the MN portion, follow the steps below:

1 Multiply line 27 of your Form 1040 by the percentage that your MN self-employment income is to your total self-employment income. (*Total self-employment income is the sum of lines 1 and 2 of federal Schedule SE.*) The result is your MN self-employment tax deduction.

2 From the amount on line 3 of the worksheet for line 28 of Form 1040 (or line 15 of the worksheet found in Publication 535), determine the amount received from self-employment in MN.

3 Divide step 2 by line 3 of the worksheet (or line 15 of the worksheet found in Publication 535). Convert to a percentage.

4 Multiply line 28 of your Form 1040 by the percentage in step 3. The result is your MN self-employed health insurance deduction.

5 Add step 1 and step 4. Fill in the result on line 14, column B.

**Line 15.** To determine your MN Keogh deduction, multiply your federal Keogh deduction by the percentage you determined in step 1 of line 14.

To determine your MN IRA, SEP or SIMPLE plan deduction, multiply your federal deduction by the percentage your MN earned income is to your federal earned income (without lowering your wages by self-employment losses). For purposes of this deduction only, earned income includes wages, self-employment income and all other earned income, plus all taxable alimony received. Subtract deductible Keogh contributions and self-employment tax deductions (Schedule SE) from that total.

If your spouse also worked, determine the spousal deduction in the same way. Use only your spouse's earned income plus your spouse's federal IRA, SEP or SIMPLE plan deduction.

**Line 16.** *Part-year residents:* Include alimony paid while a MN resident. *Nonresidents:* Follow the steps below:

- 1 From the front of this schedule, add lines 11 through 15 of column B.
- 2 Subtract step 1 from line 10 of this schedule.
- 3 Add lines 31a and 33 of Form 1040.
- 4 Divide step 2 by step 3 and convert to a percentage.
- 5 Multiply line 31a of Form 1040 by the percentage in step 4. Fill in the result on line 16, column B.

**Line 22.** Fill in the amount from line 27 of your Form M-1. The income must be reduced by any interest or other expenses attributable to that income that were deducted on your federal return and included on line 3 of your Form M-1.

**Line 24.** The result on line 24 is the ratio of MN income to federal income.