2015 Schedule M1WFC, Minnesota Working Family Credit

Sequence #4

First Name and Initial	Last Name			Social Security Number	,
Number of Qualifying Children:	None	One	Two or More		
		Number of months	;		
Child's first, middle initial, last name	Relationship to	the child lived			
(If you have more than two	you (for example: with you in 2015 Child's date of birth			Child's	
qualifying children, list only two)	son, daughter, etc.)	(see instructions)	(mmddyyyy)	Social Security nu	ımber
To claim this credit, you must be:					
 a full- or part-year resident of Min eligible for the federal earned inc Before you complete this schedule, you 	ome credit (EIC)	in the instructions	ofor the federal return to	dotormino	
if you can take the federal earned inco				Round ar	nounts to the whole dollar.
1 If you filed federal Form 1040, enter	er your total earned inco	ome from line 1 of	EIC Worksheet A		
or line 6 of EIC Worksheet B. If you	filed Form 1040A or Fo	orm 1040EZ,			
enter the amount from line 1 of the				1	
2 Using the amount on line 1, your fil	_		children,		
find the credit amount using the W				_	
booklet (if result is zero, stop here;				2 ■	
3 Federal adjusted gross income (fro),			
line 21 of Form 1040A or line 4 of				3	
(If a negative number, leave blank)					
If line 3 is the same as line 1, skip 4 If you have:	line 4 and enter the air	iount from line 2 (on line 5.		
 no qualifying children, is line 3 	less than \$8 260 (\$13	780 if married fili	ng ioint)		
 only one qualifying child, is line 	· ·				
 two or more qualifying children, 					
Yes. Go to line 5 below.		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
No. Using the amount on line	3, your filing status, and	the number of qua	alifying children,		
find the credit amount using the		•		4	
5 Working family credit amount.					
• If you checked "Yes" on line 4,	enter the amount from	line 2.			
If you checked "No" on line 4, e	nter the amount from I	ine 2 or line 4, wh	nichever is less	5	
Full-year residents: Also enter this	amount on line 26 of F	orm M1.			
6 Part-year residents: Multiply line 5	•				
here and on line 26 of Form M1. Ho		_		_	
see instructions; enter result from s	•	he space below a	nd enter step 7 on line 6.	6 ■	
Full-year nonresidents are no long		Step 5 of the work	sheet:		
7 American Indians working and livi					
with JOBZ business income: Deter	_				
Enter the result here and on line 26	6 of Form M1				
Include this schedule with your Fo Enter the number of qualifying ch		vided on line 26	6 of Form M1.		

2015 Schedule M1WFC Instructions

What's new for 2015?

As a result of recent legislation, full-year nonresidents are no longer eligible for the Minnesota working family credit.

Am I eligible?

You may be eligible for the Minnesota working family credit if:

- You were a full-year or part-year resident of Minnesota in 2015, and
- Are eligible for the federal earned income credit (EIC).

Before you can complete Schedule M1WFC, you must:

- 1 follow the steps in the instructions for your federal return to determine if you qualify for the federal EIC, and
- 2 complete the appropriate federal EIC Worksheet.

Income requirements

If you have one or two qualifying children on federal Schedule EIC, the income requirements for the Minnesota working family credit are the same as the federal earned income credit.

If you have three qualifying children on federal Schedule EIC, you qualify for the Minnesota working family credit unless your income is above the following amount based on your filing status:

Filing Status

Income Limit

Married-joint returns \$49,900 Other than married filing joint 44,400

Information on Qualifying Children

Near the top of Schedule M1WFC, check the box that indicates the total number of qualifying children. Enter the requested information for each qualifying child. If you have more than two qualifying children, list only two.

Enter the number of months the child lived with you during the year. If the child lived with you in the United States for more than half of the year but less than seven months, enter "7" in the space provided. If the child was born or died in 2015 and your home was the child's home for the entire time he or she was alive during the year, enter "12."

Enter the number of qualifying children in the space provided on Form M1, line 26.

Penalty for Fraudulently Claiming A Refundable Credit

If you file a return that fraudulently claims a refundable credit, including the Minnesota working family credit, you will be assessed a penalty. The penalty is 50 percent of the fraudulently claimed refund and is in addition to the 50 percent penalty on the understated tax.

Line Instructions

Round amounts to the nearest whole dollar.

Line 6

Part-year residents

The credit for part-year residents is determined using the percentage of income taxable to Minnesota.

If your gross income is below the filing requirement, and you are filing Form M1 to claim this credit, you should have entered zero on line 23 of Schedule M1NR. To correctly determine your credit, you must:

- 1. Fully complete Schedule M1NR by following the line instructions
- 2. Use the worksheet for line 6 (below)

Line 7

American Indians working and living on an Indian reservation and taxpayers with JOBZ business income

The working family credit is based only on earned income taxable to Minnesota. Therefore, you must apportion your credit if you are a Minnesota resident and:

- are an American Indian working and living on a reservation and had earned income not subject to Minnesota tax, or
- claimed a subtraction for income from operating a qualified business in a Job Opportunity Building Zone.

To apportion your working family credit, follow the worksheet below to determine line 7.

Worksheet for Line 6 (for part-year residents whose Minnesota gross income is less than \$10,300) Note: full-year nonresidents are no longer eligible for this credit, and should not use this worksheet.
1 Line 11, column B, of Schedule M1NR
2 Line 22, column B, of Schedule M1NR
3 Subtract step 2 from step 1. (If result is zero or less, stop here. You do not qualify for the credit)
4 Line 24 of Schedule M1NR
5 Divide step 3 by step 4 and enter the result as a decimal (carry to five decimal places). If step 3 is more than step 4, enter 1.0. Also enter the result on the space provided on line 6 of Schedule M1WFC
6 Amount from line 5 of Schedule M1WFC
7 Multiply step 5 by step 6. Also enter the result on line 6 of Schedule M1WFC and on line 26 of Form M1

Worksheet for Line 7				
1	Federal adjusted gross income (from line 3 of Schedule M1WFC)			
2	Earned income that is <i>not</i> taxable to Minnesota			
3	Subtract step 2 from step 1			
4	Divide step 3 by step 1 and enter the result as a decimal (carry to five decimal places)			
5	Amount from line 5 of Schedule M1WFC			
6	Multiply step 5 by step 4. Also enter the result on line 7 of Schedule M1WFC and on line 26 of Form M1			