

2017 MICHIGAN Fiduciary Nonresident Schedule

Issued under authority of Public Act 281 of 1967, as amended.

Nonresident estates and trusts must include MI-1041 Schedule NR with Form MI-1041.

Name of Estate or Trust	Federal Employer Identification Number (FEIN)
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INCOME ALLOCATION (Include all applicable federal schedules.)

INCOME (from U.S. Form 1041)

- 1. Interest income.....
- 2. Dividends.....
- 3. Business income or (loss)
- 4. Capital gain or (loss) (from MI-1041D, line 15A)
- 5. Rents, royalties, partnerships, other estates or trusts, etc.
- 6. Farm income or (loss).....
- 7. Ordinary gain or (loss) from U.S. Form 4797 (see instructions).....
- 8. Other income. Describe: _____
- 9. **Total income.** Add lines 1 through 8.....

	A Total	B Michigan	C Other States
1.			
2.			
3.			
4.			
5.			
6.			
7.			
8.			
9.			

DEDUCTIONS (from U.S. Form 1041)

- 10. Interest.....
- 11. Taxes
- 12. Fiduciary fees
- 13. Charitable deduction.....
- 14. Attorney, accountant, and return preparer fees
- 15. a. Other deductions NOT subject to 2% floor
- b. Other Michigan adjustments (see instructions).....
- c. Allowable misc. itemized deductions subject to 2% floor
- 16. **Subtotal.** Add lines 10 through 15c.....
- 17. Adjusted total income or (loss). Subtract line 16 from line 9
- 18. Income distribution deduction.....
- 19. Estate tax deduction (including certain generation-skipping taxes)
- 20. Exemption.....
- 21. **Total deductions.** Add lines 18 through 20
- 22. Total income of fiduciary before tax and capital loss limitation adjustment.
Subtract line 21 from line 17.....

10.			
11.			
12.			
13.			
14.			
15a.			
15b.			
15c.			
16.			
17.			
18.			
19.			
20.			
21.			
22.			

FIDUCIARY TAXABLE INCOME

- 23. Fiduciary's Michigan capital loss from line 15B of MI-1041D. Enter loss as a positive number. Do not enter a number if line 15B is a capital gain.
- 24. Taxes imposed on or measured by Michigan income deducted on U.S. Form 1041
- 25. Combine line 22 column B, and lines 23 and 24
- 26. Fiduciary's Michigan capital loss from line 16 of the MI-1041D. Enter the loss as a positive number.
- 27. **Income taxable to fiduciary.** Subtract line 26 from line 25. Enter here and on MI-1041, line 12.....

23.			
24.			
25.			
26.			
27.			

Instructions for MI-1041 Schedule NR, *Fiduciary Nonresident Schedule*

Purpose

Use this form to compute the income attributable to Michigan for nonresident estates or trusts.

General Instructions

Income, deductions, and computations on lines 1 through 22 are comparable to lines 1 through 22 on the U.S. Form *1041*. In column A, enter the corresponding amounts from the U.S. Form *1041*. In column B, enter Michigan's portion of the income. In column C enter the non-Michigan portion. See "Line-by-Line Instructions" for lines 4 and 7.

The following income is subject to Michigan tax and should be entered in column B on lines 1 through 8:

- Income earned, received, or acquired in Michigan
- Income from personal services performed in Michigan
- Income from real or tangible personal property located in Michigan
- Income, including interest, dividend, and other portfolio income, from a business, trade, profession, or occupation conducted in Michigan. If the business activity is in Michigan and in another state, complete and include *Schedule of Apportionment* (Form MI-1040H) to apportion this income.

The following income received by a nonresident estate or trust is **not** subject to Michigan tax and should be entered in column C, on lines 1 through 8:

- Income from annuities
- Retirement and pension income
- Nonbusiness interest income
- Nonbusiness dividends
- Income from a business, trade, profession, or occupation not conducted in Michigan.

LINE-BY-LINE INSTRUCTIONS

Line 4: Complete *Adjustments of Capital Gains and Losses* (MI-1041D) before completing this line. If a gain, enter in column A the amount from MI-1041D, line 15, column A, federal portion. Enter in column B the amount from MI-1041D, line 15, column A, Michigan portion. Enter the difference in column C. If a loss, review line 16, Part 4, of the completed MI-1041D.

Line 7: Complete *Adjustments of Gains and Losses from Sales of Business Property* (MI-4797) before completing this line if the gain/loss on the U.S. Form *4797* is from the sale of business property located in Michigan and the property was acquired prior to October 1, 1967, or if you have gains/losses from property subject to allocation and apportionment provisions. Enter the Michigan portion in column B and the non-Michigan portion in column C.

Line 15b: Enter income and related expenses from Michigan oil and gas and nonferrous metallic minerals extraction to the extent subject to Michigan severance tax and included in federal taxable income in column B. Enter any Michigan NOLD in column B. Enter the entire federal NOLD, if any, in column C. Include documentation to support each adjustment.

Line 24: Enter taxes deducted on U.S. Form *1041*, line 11, which were imposed on Michigan income, such as State or city income taxes.

Line 25: Add line 22 column B, and lines 23 and 24. If line 25 is less than zero, enter as a negative number. Do not enter "0" if the amount is less than zero.