

Michigan Flow-through Entity Tax Information for Direct Members

Member Name Food Holdco LLC		SSN / FEIN 22-2222222
Tax Year End of FTE Taxpayer 9/30/2024	Member Type - Fill the appropriate box with an X. Individual <input type="checkbox"/> Trust or Estate <input type="checkbox"/> Flow-through Entity <input checked="" type="checkbox"/>	
FTE Taxpayer's Name Bagels LLC		FEIN 33-3333333

Instructions for Flow-through Entities: This schedule can be used by a flow-through entity to report to members the required Michigan flow-through entity tax (FTE tax) information. It is not a comprehensive report of all possible Michigan information your members may need to file their Michigan income tax returns; use supplemental schedules or notes to the federal Schedule K-1 as necessary. If you elected into and paid Michigan's FTE tax for this tax year, complete this schedule for each direct member and provide each member with their copy. If you need to report information to your members from another flow-through entity (tiered structure), do not use this form; use *Indirect Share of Michigan Flow-through Entity Tax Information for Direct Members* instead. Do not submit this form with the Annual Flow-Through Entity Tax Return (Form 5772) or anywhere else on MTO. For additional information, please visit www.michigan.gov/taxes/business-taxes/flowthrough-entity-tax.

Instructions for Members: The information reported on this schedule should be used to complete your Form MI-1040 or MI-1041 for the tax year in which the reporting flow-through entity's tax year ends and should be included as an attachment to your return. If you are flow-through entity, use this information to report to your direct members.

Part I - Allocation and Apportionment Information

1 Member's Profit/Loss Percentage or, if Special Allocation, Derived Percentage		40.00000%
2 Member's share of Business Income Tax Base from FTE taxpayer's Form 5774, Column G	Electing flow-through entity member: if this amount is positive, report it on Form 5772, Line 3	\$ 12,000,000
3 Apportionment Information of Flow-through Entity		
a. Michigan Sales	Individual or Fiduciary member: report on MI-1040H	\$ 100,000,000
b. Total Sales Everywhere	Individual or Fiduciary member: report on MI-1040H	\$ 100,000,000
c. Michigan Apportionment Percentage (Divide Line 3a by Line 3b)		100.00000%

Part II - FTE Tax Credit Information All references to "tax year" in this Part refer to the flow-through entity's tax year unless otherwise specified.

5 Member's Share of FTE Tax Levied This Tax Year:		
a. Member's share of FTE tax levied on flow-through entity for this tax year (See Form 5774, Part 2, Column I)	\$ 486,000	
b. Credit for member's next tax year. Report the amount from line 5a not paid by the fifteenth day of the third month after the tax year end.	\$ 6,000	Member, do not claim this amount on your current tax year return.
c. Credit for member's current tax year. Report the amount from line 5a paid by the fifteenth day of the third month after the tax year end.		\$ 480,000
6 Member's Share of FTE Tax Levied for a Prior Tax Year but Paid in This Tax Year:		
a. Amount of tax levied for the immediately preceding tax year that was paid later than the fifteenth day of the third month after that tax year (line 5b of previous year's copy of this form)		\$ 20,000
b. Amount of tax levied for any other previous tax year but paid in this tax year (e.g., amount paid with amended return filed during this tax year)		\$ -
7 Total Credit that May be Claimed on Member's Current Tax Year Return.* Add lines 5c, 6a, and 6b. If member is a nonresident trust or estate (fiduciary), complete line 8. For all other types of members, skip line 8.	Individual or Resident Fiduciary Member: report on MI-1040, Line 29 (individuals) or MI-1041, Line 19 (fiduciaries).	\$ 500,000 *
8 Credit that May be Claimed on Nonresident Fiduciary Member's Return.* Multiply line 7 by 95.75% (.9575) or 95.95% (.9595), whichever is applicable	Nonresident Fiduciary Member: report on MI-1041, line19.	*

* In addition, subject to proration based on income distributed by fiduciary if claimed by a fiduciary's beneficiary. See MI-1041 instructions for additional information.

Part III - Information for Other Adjustments Required on Member Return

9 Member's Share of All Taxes on Income, Including Michigan FTE Tax, Deducted in Arriving at Federal Taxable Income	Member: report on MI-1040, Schedule 1, Line 2 (individuals) or MI-1041, Line 30 (resident fiduciaries). Nonresident fiduciaries: see MI-1041 Schedule NR, line 8 instructions.	\$ 380,000
10 Member's Share of Michigan FTE Tax or Michigan City Income Tax Refund Received in Tax Year and Deducted in Arriving at Federal Taxable Income	Member: report on MI-1040, Schedule 1, Line 16 (individuals) or MI-1041, Line 38 (fiduciaries).	\$ 400

EXAMPLE CALCULATIONS

2 30,000,000 * 40%
 5a 1,215,000 * 40%
 5b 15,000 * 40%

5a-5b. Also,
 5c 1,200,000 * 40%
 6a 50,000 * 40%

6b n/a
 7 5c + 6a + 6b
 8 n/a

9 (50,000 + 900,000) * 40%
 10 1,000 * 40%

Example assumes Bagels deducts payments made during its tax year on its federal return.

Indirect Share of Michigan Flow-through Entity Tax Information for Direct Members

Member Name Sarah Smith		SSN / FEIN 111-11-1111
Tax Year End of Reporting Flow-through Entity 12/31/2024	Member Type - Fill the appropriate box with an X. Individual <input checked="" type="checkbox"/> Trust or Estate <input type="checkbox"/> Flow-through Entity <input type="checkbox"/> C Corporation <input type="checkbox"/>	
Reporting Flow-through Entity's Name Food Holdco LLC		FEIN 22-2222222

Instructions for Reporting Flow-through Entities: This schedule can be used to report to members the required Michigan flow-through entity tax (FTE tax) information, if the reporting entity is a direct or indirect member of one or more other flow-through entities that were FTE taxpayers for this tax year. This information is required to be reported to your members regardless of whether you are an FTE taxpayer. It is not a comprehensive report of all possible Michigan information your members may need to file their Michigan income tax returns; use supplemental schedules or notes to the federal Schedule K-1 as necessary. Complete this schedule for each of your direct members and provide each member with their copy. Do not submit this form with the Annual Flow-Through Entity Tax Return (Form 5772) or anywhere else on Michigan Treasury Online (MTO). For additional information, please visit www.michigan.gov/taxes/business-taxes/flowthrough-entity-tax.

Instructions for Members: The information reported on this schedule should be used to complete your Form MI-1040, MI-1041, or CIT Form 4891 for the tax year in which the reporting flow-through entity's tax year ends and should be included as an attachment to your return. If you are a flow-through entity, use this information to report to your direct members.

	Indirect Entity #1	Indirect Entity #2	Indirect Entity #3
Name of Indirect Flow-through Entity	Bagels LLC	Chocolates LLC	Snacks LLC
FEIN	33-3333333	44-4444444	55-5555555
Tax Year Ending (MM/DD/YY)	06/30/24	12/31/23	12/31/23

Part I - Allocation and Apportionment Information from Indirect Flow-through Entity

1 Member's Profit/Loss % of Indirect Flow-Through Entity or, if Special Allocations, Derived %	20.00000%	30.00000%	40.00000%
2 Member's share of Business Income Tax Base from Indirect Flow-through Entity	\$ 6,000,000	\$ 4,197,531	\$ 5,012,346
3 Apportionment Information of Indirect Flow-through Entity			
a. Michigan Sales	\$ 100,000,000	\$ 400,000,000	\$ 500,000,000
b. Total Sales Everywhere	\$ 100,000,000	\$ 400,000,000	\$ 500,000,000
c. Michigan Apportionment Percentage (Divide Line 3a by Line 3b)	100.00000%	100.00000%	100.00000%

Part II - FTE Tax Credit Information from Indirect Flow-through Entity

All references to "tax year" in this Part refer to the indirect flow-through entity's tax year unless otherwise specified.

5 Member's Share of FTE tax levied this tax year:			
a. Member's share of FTE tax levied on the indirect flow-through entity for this tax year	\$ 243,000	\$ 170,000	\$ 203,000
b. Credit for member's next tax year. Report the amount from line 5a not paid by the fifteenth day of the third month after the tax year end	\$ 3,000		\$ 60,000
c. Credit for member's current tax year. Report the amount from line 5a paid by the fifteenth day of the third month after the tax year end.	\$ 240,000	\$ 170,000	\$ 143,000
6 Member's Share of FTE tax levied for a prior tax year but paid in this tax year:			
a. Amount of tax levied for the immediately preceding tax year that was paid after the fifteenth day of the third month after that tax year (line 5b of previous year's copy of this form)	\$ 10,000		
b. Amount of tax levied for any other previous tax year and paid in this tax year (e.g., amount paid with amended return filed during this tax year)			
7 Total Indirect FTE Tax Credit that May be Claimed on Member's return.* Add lines 5c, 6a, and 6b. If member is a nonresident trust or estate (fiduciary), complete line 8. For all other types of members, skip line 8.	\$ 250,000	\$ 170,000	\$ 143,000
8 Total Indirect FTE Tax Credit that may be Claimed on Nonresident Fiduciary Member's Return*	\$ -	\$ -	\$ -

* In addition, subject to proration based on income distributed by fiduciary if claimed by a fiduciary's beneficiary. See MI-1041 instructions for additional information.

Part III - Information for Other Adjustments Required on Member Return

9 Member's Share of All Taxes on Income, Including Michigan FTE Tax Deducted in Arriving at Federal Taxable Income by Indirect Entity	\$ 190,000	\$ 30,000	\$ 45,000
10 Member's share of Indirect Entity's Michigan FTE Tax or Michigan City Income Tax Refund Received in Tax Year and Deducted in Arriving at Federal Taxable Income	\$ 200		