



2023 Montana Individual Income Tax Return

Form 2

Page 1 For the year Jan 1 – Dec 31, 2023, or the tax year beginning and ending
First name and initial Last name Social Security Number Deceased? Date of death

Mark if this is Spouse's first name and initial Last name Spouse's Social Security Number Deceased? Date of death
an amended
return. Current mailing address City State ZIP Code + 4
(See page 2)

Filing Status
1 Single 3 Head of household 4 Married filing jointly **Residency Status** 1 Resident full-year ND reciprocity
2a Married filing separately on the same form Mark only one box. 2 Nonresident full-year (See instructions)
2b Married filing separately on separate forms If using 2b or 2c, enter your spouse's SSN below. 3 Resident part-year Military Spouse
2c Married filing separately and spouse not filing

Dependents
First name Last name Social Security Number Relationship Mark if disabled

						Column A	Column B (for spouse when filing separately using filing status 2a)
Exemptions	a	X Yourself	65 or older	Blind	Enter number marked	a	
	b	Spouse	65 or older	Blind	Enter number marked	b	
	c	Enter the total number of dependents. If more than 3 dependents, see instructions.				c	
	d	Add lines a through c. This is your total number of exemptions.				d	
Federal Income	1	Wages, salaries, tips, etc. Include federal Form(s) W-2				1	00 00
	2a	Tax-exempt interest	2a	00	00 2b Taxable interest	2b	00 00
	3a	Qualified dividends	3a	00	00 3b Ordinary dividends	3b	00 00
	4a	IRA distributions	4a	00	00 4b Taxable amount	4b	00 00
	5a	Pensions and annuities	5a	00	00 5b Taxable amount	5b	00 00
	6a	Social Security benefits	6a	00	00 6b Taxable amount	6b	00 00
	7	Capital gain or (loss). Attach Schedule D if required. If not required, mark here				7	00 00
	8	Other income from Schedule 1, line 10 (See page 3)				8	00 00
	9	Add lines 1, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your total income.				9	00 00
	10	Adjustments to income from Schedule 1, line 25 (See page 3)				10	00 00
Taxable Income	11	Subtract line 10 from line 9. This is your Federal Adjusted Gross Income.				11	00 00
	12	Montana additions (See page 4)				12	00 00
	13	Montana subtractions (See page 5)				13	00 00
	14	Montana Adjusted Gross Income. Add lines 11 and 12, then subtract line 13.				14	00 00
	15	Standard or itemized deductions. Mark this box and include page 7 if you elect to itemize.				15	00 00
	16	Exemptions. Multiply \$2,960 by your total number of exemptions.				16	00 00
	17	Taxable income. Subtract lines 15 and 16 from line 14. If zero or less, enter 0.				17	00 00
	18	Tax liability before credits (See instructions)				18	00 00
	19	Nonrefundable credits (see page 9). Do not enter an amount larger than line 18.				19	00 00
	20	Tax after nonrefundable credits. Subtract line 19 from line 18.				20	00 00
Tax, Credits and Payments	21	Montana tax withheld on Forms W-2 and 1099				21	00 00
	22	Other payments and refundable credits (See page 11)				22	00 00
	23a	Earned Income Tax Credit Enter your federal EITC 23a 00				23a	00 00
	23b	Multiply line 23a by 3% (0.03) and enter the result (Status 2a filers: See instructions)				23b	00 00
	24	Contributions, penalties, and interest (See page 11)				24	00 00
	25	Total payments. Add lines 21, 22, and 23b, then subtract line 24.				25	00 00
	26	If line 25 is less than line 20, subtract line 25 from line 20. This is your TAX DUE ▶ 26				26	00 00
	Pay online at https://tap.dor.mt.gov or make checks payable to Montana Department of Revenue						
	27	If line 25 is more than line 20, subtract line 20 from line 25. This is your TAX OVERPAID ▶ 27				27	00 00

Go to Page 2 to complete your return and claim any refund.

Office Use Only

Date Received



Filing Status 2a Payment Schedule

If your filing status is 2a, you **must complete** this schedule **only if** there is an amount on page 1, line 26, **and** on page 1, line 27.
Under filing status 2a, your overpayment is applied to the amount owed by your spouse before you can claim the net overpayment on the Refund Schedule.

1 Enter the amount from line 26, tax due	1	00
2 Enter the amount from line 27, tax overpaid	2	00
3 Subtract line 2 from line 1, enter the result but not less than zero This is your net amount due.	3	00
4 Subtract line 1 from line 2, enter the result but not less than zero This is your net overpayment.	4	00

The amount on line 4 (above) must be entered on Refund Schedule, line 1 (below), and in the column of the spouse with an overpayment on page 1, line 27.

Refund Schedule

		A	B
1 Enter your overpayment from page 1, line 27 or from the Filing Status 2a Payment Schedule, line 4	1	00	00
2 Amount from line 1 you want applied to your 2024 estimated tax	2	00	00
3 Amount from line 1 you want deposited into a 529 or 529A account (See below)	3	00	00
4 Subtract lines 2 and 3 from line 1. This is your REFUND ►	4	00	00

If you are filing a return in Montana for the first time, direct deposit is not available. Stop here and sign your return below.
If the direct deposit option is available and you wish to use it, provide your bank account information, and sign your return below.

Direct Deposit Information	1 If using direct deposit, you are required to mark one box	Checking	Savings	
	RTN#	ACCT#		
	If this deposit is going to an account located outside of the United States or its territories, mark this box			
529/529A Direct Deposit Information	2 Account Type	529 Qualified Tuition Program	529A Achieving a Better Life Experience	529/529A deposit amount
	RTN#	ACCT#		00
	3 Account Type	529 Qualified Tuition Program	529A Achieving a Better Life Experience	
	RTN#	ACCT#		00

REQUIRED – Signature, Paid Preparer, and Third-Party Designee

Under penalties of false swearing, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete.

Taxpayer Signature	X	Date	Phone
Spouse Signature	X	Date	Phone
Paid Preparer			
Signature		PTIN	FEIN
		Phone	

Mark the box if paid preparer is also a Third-Party Designee.

Mark the box if you want to allow another person (other than a paid preparer) to discuss this return with us.

Name	Phone number
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Farming business net operating loss carryback waiver. Mark this box if you do not want to carry back your 2023 farming business net operating loss.

Amended Return Information

Mark the appropriate box.	In the table below, indicate the reasons for the changes you made to your Montana tax return.		
a NOL carryback	Form or Schedule	Line or Box	Reason
b Federal audit			
c Amended federal return			
d Filing status			
e Other			



Schedule 1 (federal Form 1040 or 1040-SR)**Additional Income and Adjustments to Income**

Enter your additional income and adjustments to income from Form 1040, Schedule 1

		A	B
Additional Income	1 Taxable refunds, credits, or offsets of state and local income taxes	1	00 00
	2a Alimony received	2a	00 00
	2b Date of original divorce or separation agreement	2b	
	3 Business income or (loss). Include federal Schedule C.	3	00 00
	4 Other gains or (losses). Include federal Form 4797.	4	00 00
	5 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Include federal Schedule E.	5	00 00
	6 Farm income or (loss). Include federal Schedule F.	6	00 00
	7 Unemployment compensation	7	00 00
	8 Other income.		
	8a Net operating loss	8a	00 00
Adjustments to Income	8b Gambling income	8b	00 00
	8c Cancellation of debt	8c	00 00
	8d Foreign earned income exclusion from Form 2555	8d	00 00
	8p Section 461(l) excess business loss adjustment	8p	00 00
	8x Other income from Form 1040, Schedule 1 lines 8e through 8o, 8q through 8u, and 8z	8x	00 00
	9 Total other income. Add lines 8a through 8x.	9	00 00
	10 Combine lines 1 through 7 and 9. Enter here and on page 1, line 8.	10	00 00
	11 Educator expenses	11	00 00
	12 Certain business expenses of reservists, performing artists, and fee-basis government officials. Include federal Form 2106.	12	00 00
	13 Health savings account deduction. Include federal Form 8889.	13	00 00
	14 Moving expenses for members of the Armed Forces. Include federal Form 3903.	14	00 00
	15 Deductible part of self-employment tax. Include federal Schedule SE.	15	00 00
	16 Self-employed SEP, SIMPLE, and qualified plans	16	00 00
	17 Self-employed health insurance deduction	17	00 00
	18 Penalty on early withdrawal of savings	18	00 00
	19a Alimony paid	19a	00 00
	19b Recipient's SSN	19b	
	19c Date of original divorce or separation agreement	19c	
	20 IRA deduction	20	00 00
	21 Student loan interest deduction	21	00 00
	22 Reserved for future use	22	
	23 Archer MSA deduction	23	00 00
	24 Other adjustments. List types and total amount.	24	00 00
	25 Add lines 11 through 24. Enter the total on page 1, line 10.	25	00 00

Montana Medical Savings Account (MSA) Schedule

If you have an MSA, you must report your beginning and ending balance each year.

		A	B
Subtraction	1 Beginning balance. If this is a new account, enter 0.	1	00 00
	2 Total contributions for the year (up to \$4,500 per taxpayer)	2	00 00
	3 Earnings from the account: interest, dividends, capital gains, etc.	3	00 00
	4 Add lines 2 and 3. Enter the total on Subtractions Schedule, line 15. (See page 5)	4	00 00
	5 Ending balance. Enter your ending balance as shown on your year-end account statement.	5	00 00
Nonqualified Withdrawal and Penalty	1 Total withdrawals made during the year	1	00 00
	2 Withdrawals for eligible expenses (See instructions)	2	00 00
	3 Nonqualified withdrawals. Subtract line 2 from line 1. Enter the total on Additions Schedule, line 6.	3	00 00
	4 Nonqualified withdrawals not subject to the 10% (0.10) penalty (See instructions)	4	00 00
	5 Nonqualified withdrawals subject to penalty. Subtract line 4 from line 3.	5	00 00
	6 Penalty. Multiply line 5 by 10% (0.10) and include the total on Contributions, Penalties, and Interest Schedule, line 5 (See page 11)	6	00 00

Montana Additions Schedule

Enter your additions to Federal Adjusted Gross Income on the corresponding lines.

		A	B
Savings Accounts	General Additions		
	1 Recovery of federal income tax deducted in 2022 (See worksheet below)	1	00 00
	2 Other recoveries of amounts deducted in earlier years that reduced Montana taxable income	2	00 00
	3 Interest and mutual fund dividends from state, county, or municipal bonds from other states	3	00 00
	4 Dividends not included in Federal Adjusted Gross Income	4	00 00
	5 Adjustment for smaller federal estate and trust taxable distributions	5	00 00
	6 Montana medical savings account nonqualified withdrawals (See page 3)	6	00 00
	7 First-time home buyer savings account nonqualified withdrawals	7	00 00
Business Additions	8 Allocation of compensation to spouse in sole proprietorship	8	00 00
	9 Federal net operating loss deduction	9	00 00
	10 Expenses used to claim a Montana tax credit	10	00 00
	11 Farm and ranch risk management account taxable distributions	11	00 00
	12 Enter your total additions from Montana Schedules K-1 (PTE), part 3, column I, line 1	12	00 00
	13 Title plant depreciation and amortization	13	00 00
	14 State income tax deduction included in Federal Adjusted Gross Income	14	00 00
Total Retirement	15 Other additions. Specify:	15	00 00
	16 Subtotal to figure taxable Social Security benefits. Combine lines 1 through 15.	16	00 00
	17 Addition to taxable Social Security benefits (See page 6)	17	00 00
	18 Add lines 16 and 17, and enter the total on page 1, line 12	18	00 00
	This is your total Montana Additions to Federal Adjusted Gross Income.		

Recovery of Federal Income Tax Deducted in 2022

Worksheet

If you chose the standard deduction in 2022, your refund is not taxable. Do not complete this worksheet.

	A	B
1 Enter your total federal taxes paid in 2022 as reported on your 2022 Form 2, Itemized Deductions Schedule, lines 4a through 4d	1	00 00
2 Enter the federal income tax refund you received in 2023	2	00 00
3 Enter any refundable credits claimed on your 2022 federal Form 1040	3	00 00
4 Subtract line 3 from line 2. This is the portion of your federal refund that is a result of taxes you paid.	4	00 00
If the result is zero or less, stop here. Your federal refund is not taxable.		
5 Enter the amount reported on your 2022 Form 2, Itemized Deductions Schedule, line 4	5	00 00
6 Enter the federal income taxes included on line 16 of your 2022 federal Form 1040	6	00 00
7 Subtract line 4 from line 1 and enter the result here, but not less than zero	7	00 00
8 Subtract line 7 from line 5	8	00 00
9 Subtract line 6 from line 5	9	00 00
10 Enter the lesser of line 9 or line 8. This is the amount of taxes you deducted that were refunded to you.	10	00 00
If the result is zero or less, stop here. Your federal refund is not taxable.		
11 Enter the amount reported on your 2022 Form 2, Itemized Deductions Schedule, line 19	11	00 00
12 Enter your Montana Adjusted Gross Income from 2022 Form 2, page 1, line 14	12	00 00
13 Calculate the 2022 standard deduction:		
• If your filing status was single or married filing separately, enter 20% (0.20) of line 12, but not less than \$2,260 or more than \$5,090.		
• If your filing status was married filing jointly or head of household, enter 20% (0.20) of line 12, but not less than \$4,520 or more than \$10,180.	13	00 00
14 Subtract line 13 from line 11	14	00 00
If the result is zero or less, stop here. Your federal refund is not taxable.		
15 If your 2022 taxable income was less than zero, enter your 2022 taxable income as a negative number. Otherwise enter 0.	15	00 00
16 Add line 15 to the smaller of line 10 or line 14. If the result is less than zero, enter 0. Enter here and on the Additions Schedule, line 1.		
This is your recovery of federal income tax deducted in 2022.	16	00 00

Montana Subtractions Schedule

Enter your subtractions from Federal Adjusted Gross Income on the corresponding lines.

			A	B
General Subtractions	1 State income tax refunds included on Schedule 1, line 1 (See page 3)	1	00	00
	2 Interest and mutual fund dividends from federal bonds, notes, and obligations	2	00	00
	3 Partial interest exemption for taxpayers 65 and older	3	00	00
	4 Adjustment for larger federal estate and trust taxable distribution	4	00	00
	5 Exemption for certain income of child taxed to parent	5	00	00
	6 Recoveries of amounts deducted in earlier years that did not reduce Montana income tax	6	00	00
	7 Unemployment compensation	7	00	00
Employment	8 Exempt tribal income. Include Form ETM.	8	00	00
	9 Certain taxed tips and gratuities	9	00	00
	10 Workers' compensation benefits	10	00	00
	11 Certain health insurance premiums taxed to employee	11	00	00
	12a Student loan repayments for health care professional included in gross income	12a	00	00
Military	12b Student loan repayments for educator included in gross income	12b	00	00
	13 Military salary of active duty servicemembers	13	00	00
	14 Life insurance premiums reimbursement or death benefits for National Guard and Reservist	14	00	00
Savings Accounts	15 Montana medical savings account deposits and earnings (See page 3)	15	00	00
	16 First-time home buyer savings account deposits and earnings. Include Form FTB.	16	00	00
	17 Family education savings account (529) deposits (up to \$3,000 per taxpayer)	17	00	00
	18 Achieving a Better Life Experience Act (ABLE) account deposits (up to \$3,000 per taxpayer)	18	00	00
Status	19 Carryover of capital losses incurred prior to 2007	19	00	00
	20 Carryover of passive losses incurred prior to 2007	20	00	00
	21 Allocation of compensation to spouse in sole proprietorship	21	00	00
Business Subtractions	22 Montana net operating loss carryover from Form NOL	22	00	00
	23 Business-related expenses for purchasing recycled material. Include Form RCYL.	23	00	00
	24 Business expenses not included on page 1, line 11, due to an existing federal credit taken. (Do not include depreciation deductions)	24	00	00
	25 Certain expenses incurred by marijuana businesses (See instructions)	25	00	00
	26 Sales of land to beginning farmers	26	00	00
	27 Capital gains and dividends from small business investment companies	27	00	00
	28 Certain gains recognized by liquidating corporation	28	00	00
	29 Farm and ranch risk management account deposits. Include Form FRM.	29	00	00
	30 Capital gain on eligible sale of mobile home park	30	00	00
	31 Total subtractions from Montana Schedules K-1 (PTE), part 3, column I, line 2	31	00	00
Retirement	32 Partial retirement disability income exemption for taxpayers under age 65	32	00	00
	33 Federal taxable Tier II Railroad Retirement benefits entered on page 1, line 5b (see instructions)	33	00	00
	34 Partial pension, annuity, and IRA income exemption (See page 6)	34	00	00
	35 Subtotal to figure taxable Social Security benefits. Combine lines 1 through 34.	35	00	00
	36 Subtraction from federal taxable Social Security benefits (see page 6)	36	00	00
	37 Tier I Railroad Retirement benefits entered on page 1, line 6b	37	00	00
	38 Add lines 35 through 37, and enter the total on page 1, line 13.	38	00	00
Total	This is your total subtractions from Federal Adjusted Gross Income.			

Partial Pension, Annuity, and IRA Income Exemption

Worksheet

If you are married filing jointly, complete lines 1 through 3a in Columns A and B separately for each spouse.

		A	B
1	Maximum exclusion amount	5 0 6 0 00	5 0 6 0 00
2	Pension, annuity, and IRA income. Enter the sum of page 1, line 4b and line 5b, reduced by any amount reported on Subtractions Schedule, line 33.	00	00
3a	Enter the smaller of line 1 or line 2.	00	00
3b	If you are married filing jointly, add line 3a in Column A and line 3a in Column B and enter the total here in Column A	00	
4	Enter your Federal Adjusted Gross Income from page 1, line 11	00	00
5	Federal Adjusted Gross Income limitation amount	4 2 1 4 0 00	4 2 1 4 0 00
6	Subtract line 5 from line 4 and multiply the result by 2 (x 2). If less than zero, enter 0.	00	00
7	Partial pension, annuity, and IRA income exemption. If single, head of household, or married filing separately, subtract line 6 from line 3a. If married filing jointly, subtract line 6 from line 3b. If less than zero, enter 0. Enter the result on Subtractions Schedule, line 34 (See page 5).		
	This is your partial pension, annuity, and IRA income exemption.	00	00

Taxable Social Security Benefits

Worksheet

The taxable amount of your Social Security benefits for Montana may be different than for federal purposes.

Complete this schedule to figure how much you must enter on either the Additions or Subtractions Schedule.

		A	B
Modified Income	1	Total amount from box 5 of all your federal Forms SSA-1099	00 00
	2	Multiply line 1 by 50% (0.50)	00 00
	3	Subtract page 1, line 6b, from page 1, line 9, and enter the result here. (See instructions)	00 00
	4	Subtract Additions Schedule, line 3, from Additions Schedule, line 16 (See page 4)	00 00
	5	Enter the amount, if any, from page 1, line 2a	00 00
	6	Combine lines 2, 3, 4, and 5	00 00
	7	Enter Schedule 1, line 25 (See page 3.) Do not include student loan interest deduction.	00 00
	8	Add the amounts on Subtractions Schedule, line 35 (See page 5) and line 7.	00 00
		If the amount on line 8 is greater than on line 6, none of your Social Security benefits are taxable. Stop here, enter 0 on line 20, and go to line 21.	
	9	Subtract line 8 from line 6	00 00
	10	Enter the amount that corresponds to your filing status. If your filing status is:	
		• Married filing jointly, enter \$32,000 in column A;	
		• Single or head of household, enter \$25,000 in column A;	
		• Married filing separately, enter \$16,000 in columns A and B.	00 00
		If the amount on line 10 is greater than on line 9, none of your Social Security benefits are taxable. Stop here, enter 0 on line 20, and go to line 21.	
Taxable Social Security Benefits	11	Subtract line 10 from line 9	00 00
	12	Enter the amount that corresponds to your filing status. If your filing status is:	
		• Married filing jointly, enter \$12,000 in column A;	
		• Single or head of household, enter \$9,000 in column A;	
		• Married filing separately, enter \$6,000 in columns A and B.	00 00
	13	Subtract line 12 from line 11. If less than zero, enter 0.	00 00
	14	Enter the smaller of line 11 or line 12	00 00
	15	Multiply line 14 by 50% (0.50)	00 00
	16	Enter here the smaller of line 2 or line 15	00 00
	17	Multiply line 13 by 85% (0.85). If line 13 is zero, enter 0.	00 00
	18	Add lines 16 and 17	00 00
	19	Multiply line 1 by 85% (0.85)	00 00
	20	Enter the smaller of line 18 or 19. This is your Montana taxable Social Security benefits.	00 00
	21	Enter the federal taxable amount of Social Security benefits that you entered on page 1, line 6b	00 00
Adjustments	22	If line 21 equals line 20, the amount of the federal taxable Social Security benefits that you entered on page 1, line 6b, is the same amount that is taxed by Montana. No additions or subtractions are necessary.	
	23	If line 21 is less than line 20, subtract line 21 from line 20. Enter the result on Additions Schedule, line 16. (See page 4.) This is your additional amount of taxable Social Security benefits.	00 00
	24	If line 21 is greater than line 20, subtract line 20 from line 21. Enter the result on Subtractions Schedule, line 36. (See page 5.) This is your reduction in taxable Social Security benefits.	00 00

Standard Deduction

Worksheet

When filing separately on the same form, each spouse must figure their own deduction.

A**B**

Maximum

Minimum
Total

1	Enter your Montana Adjusted Gross Income from page 1, line 14	1	00	00
2	Multiply the amount on line 1 by 20% (0.20)	2	00	00
3	If you are single or married filing separately, enter \$5,540. If you are married filing jointly or head of household, enter \$11,080.	3	00	00
4	Enter the amount from line 2 or line 3, whichever is smaller	4	00	00
5	If you are single or married filing separately, enter \$2,460. If you are married filing jointly or head of household, enter \$4,920.	5	00	00
6	Enter the amount from line 4 or line 5, whichever is larger, here and on page 1, line 15.	6	00	00
	This is your standard deduction.			

Itemized Deductions Schedule

If you choose to itemize your deductions, mark the box on page 1, line 15.

Medical and Dental Expenses

Federal Tax
Paid/Withheld in 2023State and Local Taxes
Limited to \$10,000Other State
Taxes

Interest

Gifts to
CharityMiscellaneous
Deductions

Total

1	Medical and dental expenses	1a	00	00		
	Enter the amount from page 1, line 14	1b	00	00		
	Multiply line 1b by 7.5% (0.075)	1c	00	00	A	B
	Subtract line 1c from line 1a and enter the total here, but not less than zero.					
	This is your deductible medical and dental expenses subject to a percentage of Montana Adjusted Gross Income.	1	00	00		
2	Medical insurance premiums not deducted elsewhere on your return	2	00	00		
3	Long-term care insurance premiums not deducted elsewhere on your return	3	00	00		
4	Federal income tax withheld	4a	00	00		
	Federal estimated tax payments	4b	00	00		
	2022 federal income taxes paid	4c	00	00		
	Other back year federal income taxes	4d	00	00		
	Add lines 4a through 4d and enter the total here, but not more than \$5,000 if you are single, head of household, or married filing separately; or \$10,000 if you are married filing jointly.					
	This is your federal income tax deduction.	4	00	00		
5	General state and local sales taxes	5a	00	00		
	Local income taxes	5b	00	00		
	Real estate taxes paid	5c	00	00		
	Value-based personal property taxes	5d	00	00		
	Add lines 5a through 5d, enter the total here, but not more than \$10,000 if your status is single, head of household or married filing jointly; or \$5,000 if you are married filing separately.					
	This is your state and local tax deduction.	5	00	00		
6	Montana light vehicle registration fees	6	00	00		
7	Per capita livestock fees	7	00	00		
8	Other deductible taxes paid. List type and amount:	8	00	00		
9	Home mortgage interest and points. If paid to the person from whom you bought the house, provide their name, Social Security Number, and address	9	00	00		
10	Investment interest. Include federal Form 4952.	10	00	00		
11	Charitable contributions made by cash or check	11	00	00		
12	Charitable contributions made by other than cash or check	12	00	00		
13	Charitable contribution carryover from the previous year	13	00	00		
14	Child and dependent care expenses. Include Montana Form 2441-M.	14	00	00		
15	Casualty and theft losses. Include federal Form 4684.	15	00	00		
16	Political contributions, limited to \$100 per taxpayer	16	00	00		
17	Gambling losses allowed under federal law	17	00	00		
18	Other miscellaneous deductions. List type and amount:	18	00	00		
19	Add lines 1 through 18, and enter the total on page 1, line 15.	19	00	00		
	This is your total itemized deductions.					

Resident Part-Year Required Information

Date of Change

State moved to

State moved from

Nonresident / Part-Year Resident Ratio Schedule

Enter your Montana source income that is included in Montana Adjusted Gross Income on page 1, line 14.

		A	B	
MT AGI Ratio	Enter your Montana source income that is included in Montana Adjusted Gross Income on page 1, line 14.			
	1 Wages, salaries, tips, etc.	1	00	00
	2 Interest	2	00	00
	3 Ordinary dividends	3	00	00
	4 Refunds, credits, or offsets of local income taxes	4	00	00
	5 Alimony received	5	00	00
	6 Business income or (loss)	6	00	00
	7 Capital gain or (loss)	7	00	00
	8 Other gains or (losses)	8	00	00
	9 IRAs, pensions, and annuities	9	00	00
	10 Rental real estate, royalties, partnerships, S corporations, trusts, etc.			
	Mark this box if Montana source losses are carried over to next year. (See instructions)	10	00	00
	11 Farm income or (loss)	11	00	00
	12 Social Security benefits	12	00	00
	13 Other income and adjustments to income (See instructions)	13	00	00
	14 Montana source additions to income (See instructions)	14	00	00
	15 Montana source net operating loss (See instructions)	15	00	00
	16 Montana source income. Add lines 1 through 15.	16	00	00
17 Enter your Montana Adjusted Gross Income from page 1, line 14	17	00	00	
18 Divide the amount on line 16 by the amount on line 17.				
Round to 6 decimal places and do not enter more than 1.000000.				
This is your nonresident or part-year resident ratio.		18		

Tax Liability Schedule

Full-year residents must skip lines 3a, 3b, and 5. Nonresidents calculate their tax on lines 2 and 3a or compute the tax on their volume of sales on line 3b when eligible.

		A	B
	the tax on their volume of sales on line 3b when eligible.		
1 Tax from the tax table below		1	00
2 Recapture taxes (See instructions)	Code Code	2	00
3a Nonresident tax. Multiply line 1 by the nonresident ratio above and add line 2. Enter the total on page 1, line 18.		3a	00
3b Alternative tax method for certain nonresidents (See instructions)		3b	00
4 Tax on lump-sum distributions. Include federal Form 4972.		4	00
5 Part-year resident tax. Multiply line 1 by the part-year resident ratio above, and add lines 2 and 4. Enter the total on page 1, line 18.		5	00
6 Resident tax. Add lines 1, 2 and 4, and enter the total on page 1, line 18.		6	00

2023 Montana Individual Income Tax Rates

If your taxable income (page 1, line 17) is:

More than	But not more than	Then your tax rate is	Less
\$0	\$3,600	1% of taxable income	\$0
\$3,600	\$6,300	2% of taxable income	\$36
\$6,300	\$9,700	3% of taxable income	\$99
\$9,700	\$13,000	4% of taxable income	\$196
\$13,000	\$16,800	5% of taxable income	\$326
\$16,800	\$21,600	6% of taxable income	\$494
More than \$21,600		6.75% of taxable income	\$656

Example:

Your taxable income is \$25,000.

$$\$25,000 \times 6.75\% (0.0675) = \$1,688$$

$$\$1.688 - \$656 = \$1.032 \text{ tax}$$

Nonrefundable Credits Schedule

Enter your nonrefundable credits, including any carryover credits that may be available from 2022.

		A	B
Nonrefundable	1 Resident capital gains credit. 2% of capital gain entered on page 1, line 7.	1	00
	2 Nonresident/part-year resident capital gains credit. 2% of capital gain entered on Nonresident/Part-Year Resident Ratio Schedule, line 7. (See page 8)	2	00
	3 Credit for an income tax liability paid to another state or country (See schedule below)	3	00
	4 Qualified endowment credit. Include Form QEC.	4	00
	5 Recycle credit. Include Form RCYL.	5	00
	6 Apprenticeship credit	6	00
	7 Trades education and training credit. Include Form TETC	7	00
	8 Innovative educational program credit Credit confirmation code Credit confirmation code Credit confirmation code	8	00
Nonrefundable credits with carryover provision	9 Student scholarship organization credit Credit confirmation code Credit confirmation code Credit confirmation code	9	00
	10 Contractor's gross receipts tax credit. If multiple CGR accounts, mark here CGR Account ID	10	00
	11 Historic property preservation credit. Include federal Form 3468	11	00
	12 Infrastructure users fee credit. Include Form IUFC	12	00
	13 Media credit. Include Form MEDIA-CLAIM UCRN UCRN	13	00
	14 Jobs growth incentive credit. Include Form JGI. Credit certificate number	14	00
	15 Carryforward amount from a repealed tax credit	15	
	15a Tax credit code	15a	00
	15b Tax credit code	15b	00
	15c Tax credit code	15c	00
	16 Add lines 1 through 14 and 15a through 15c and enter the total on page 1, line 19 This is your total nonrefundable credits	16	00

Credit for Income Tax Paid to Another State or Country Schedule

You may have paid income tax on income sourced to another state while a MT resident. Use this schedule to calculate this credit. You cannot claim this credit if a foreign tax credit is claimed for federal tax purposes.

		A	B
Credit for Taxes Paid to Another State or Country	1 Enter your income sourced and taxable to another state or country that is included in your Montana Adjusted Gross Income or in your Montana source income if a part-year resident. (See instructions)	1	00
	2 Enter all income sourced and taxable to the other state or country. Enter state's abbreviation.	2	00
	3 Enter your income sourced and taxable to Montana. If a full-year resident, enter page 1, line 14. If a part-year resident, enter Nonresident/Part-Year Resident Ratio Schedule, line 16. (See page 8)	3	00
	4 Enter your total income tax liability paid to the other state or country (See instructions)	4	00
	5 Enter your Montana tax liability (See instructions)	5	00
	6 Divide line 1 by line 2. Enter the percentage here, but not more than 100%.	6	
	7 Multiply line 4 by line 6	7	00
	8 Divide line 1 by line 3. Enter the percentage here, but not more than 100%.	8	
	9 Multiply line 5 by line 8. (If you have capital gains included on line 1, see instructions.)	9	00
	10 Enter the smaller of the amounts on lines 4, 7, or 9 here and on Nonrefundable Credits Schedule, line 3 (See above.) This is your credit for income tax paid to another state or country.	10	00

Elderly Homeowner/Renter Credit Schedule

When you claim this credit, you attest that:

- You are 62 or older as of December 31, 2023.
- Your gross household income of **ALL HOUSEHOLD MEMBERS** is less than \$45,000 for the tax year.
- You have lived in Montana for at least nine months during the tax year; and,
- You occupied a Montana residence as a renter, owner, or lessee for at least six months during the tax year.

Enter physical address of Montana residence

(if different than mailing address entered on Form 2)

Address

City

For lines 1-7 and 9, use the amounts reported on **Forms 2, page 1**, for **ALL** members of the household. (See instructions)**Household**

Gross Household Income

1 Enter the Federal Adjusted Gross Income from line 11	1	00
2 Enter the tax-exempt interest from line 2a	2	00
3 Enter any IRA distributions reported on line 4a not included on line 4b. Do not include rollovers.	3	00
4 Enter any pensions and annuities reported on line 5a not included on line 5b. Do not include rollovers.	4	00
5 Subtract the taxable Social Security benefits reported on line 6b from the amount on line 6a	5	00
6 Social Security payments not reported, except when paid directly to a nursing home	6	00
7 Refundable credits received, including the elderly homeowner/renter credit received in 2023	7	00
8 Other income not included above (See instructions)	8	00
9 Enter all losses included in the Federal Adjusted Gross Income on line 11 (See instructions)	9	00
10 Add lines 1 through 9. This is your gross household income.	10	00

Net Household Income

11 Your standard exclusion is entered here for you.	11	1 2 6 0 0
12 Subtract line 11 from line 10 and enter the result here, but not less than zero	12	00
13 Enter your multiplier rate from the Household Income Reduction Table (See table below)	13	
14 Multiply line 12 by line 13. This is your net household income.	14	00

Credit Computation

15 Enter the property tax that you were billed for your Montana residence and up to one acre in 2023	15	00
16 Enter the rent that you paid in 2023 for your Montana residence	16	00
17 Multiply line 16 by 15% (0.15)	17	00
18 Add lines 15 and 17	18	00
19 Subtract line 14 from line 18 and enter the result here, but not less than zero	19	00
20 Enter the lesser of line 19 or \$1,150	20	00
21 Enter the percentage from the Credit Multiplier Table that corresponds to your gross household income (See table below)	21	
22 Multiply line 20 by the percentage on line 21 and enter the total here and on Other Payments and Refundable Credits Schedule, line 7. (See page 11.) This is your elderly homeowner/renter credit.	22	00

To claim the Elderly Homeowner/Renter Credit, you must include pages 1, 2, 10, 11, and any other pages used to complete your return.

Long-Term Care Facility Rent Calculation

Worksheet

LTC Rent

1 Total payment to the facility	1	00
2 If you received board services (meals, housekeeping, laundry, transportation), multiply line 1 by 20% (0.20)	2	00
3 If you received care (nursing care, assisted living care, memory care), multiply line 1 by 30% (0.30)	3	00
4 Subtract lines 2 and 3 from line 1. This is your rent. Enter here and on line 16 of the schedule above.	4	00

Household Income Reduction Table – If your household income on line 12 is:

At least	But not more than	Multiplier	At least	But not more than	Multiplier
\$0	\$1,999	0	\$7,000	\$7,999	0.035
\$2,000	\$2,999	0.006	\$8,000	\$8,999	0.039
\$3,000	\$3,999	0.016	\$9,000	\$9,999	0.042
\$4,000	\$4,999	0.024	\$10,000	\$10,999	0.045
\$5,000	\$5,999	0.028	\$11,000	\$11,999	0.048
\$6,000	\$6,999	0.032	\$12,000	and greater	0.05

Credit Multiplier Table

If line 10 is:	Multiplier
Less than \$35,000	1.00 (100%)
\$35,000 to \$37,500	0.40 (40%)
\$37,501 to \$40,000	0.30 (30%)
\$40,001 to \$42,500	0.20 (20%)
\$42,501 to \$44,999	0.10 (10%)
\$45,000 and greater	0.00 (0%)

Other Payments and Refundable Credits Schedule

Withholding reported on Forms W-2 and 1099 must be entered on page 1, line 21.

		A		B	
Other Payments and Refundable Credits	1 2023 estimated tax payments	1	00		00
	2 Overpayment applied from 2022 return	2	00		00
	3 Total withholding from Montana Schedules K-1	3	00		00
	4 Pass-through entity tax from Montana Schedules K-1	4	00		00
	5 Loan-out withholding from Form LOWCERT	5	00		00
	6 Unlocking public lands credit	6	00		00
	7 Elderly homeowner/renter credit (See schedule on page 10, line 22)	7	00		00
	8 Adoption credit. Attach Form ADPT	8	00		00
	9 Extension payment	9	00		00
	10 If filing an amended return, payments made with original return.	10	00		00
Total	11 Add lines 1 through 10, enter on page 1, line 22.				
This is your other payments and refundable credits.		11	00		00

Contributions, Penalties, and Interest Schedule

Enter any voluntary contributions to check-off programs, penalties, and interest on the corresponding lines.

Contributions	1 Voluntary Contributions										A										B																			
	Nongame Wildlife Program										a	\$5	\$10	\$20	00 other amount										a	\$5	\$10	\$20	00 other amount											
	Child Abuse Prevention										b	\$5	\$10	\$20	00 other amount										b	\$5	\$10	\$20	00 other amount											
	Agriculture Literacy in MT Schools										c	\$5	\$10	\$20	00 other amount										c	\$5	\$10	\$20	00 other amount											
	MT Military Family Relief Fund										d	\$5	\$10	\$20	00 other amount										d	\$5	\$10	\$20	00 other amount											
										A										B																				
Total voluntary contributions										1										00										00										
Amend	2 If filing an amended return, enter overpayments already refunded or applied to 2024										2										00										00									
	3 Interest on underpayment of estimated taxes (See worksheet below)										3										00																			
	If applicable, mark the appropriate box										2/3 farming gross income										Estimated payments were made using the annualization method																			
	4 Late file penalty, late payment penalty and interest (See instructions)										4										00										00									
	5 Other penalties (See instructions)										5										00										00									
Total	6 Add lines 1 through 5, and enter the total on page 1, line 24.																																							
	This is your contributions, penalties, and interest.										6										00										00									

Calculation of Interest on Underpayment of Estimated Taxes - Short Method[Worksheet](#)

If you are filing separately on the same form, combine column A and B for each of the calculations.

\$500 Threshold	1 Total tax due reported on page 1, line 20	1										00								00
	2 Montana tax withheld on Forms W-2 and 1099 reported on page 1, line 21	2										00								00
	3 Combine the amounts on Other Payments and Refundable Credits Schedule, lines 2 through 8 (See schedule above)	3										00								00
	4 Add lines 2 and 3	4										00								00
	5 Subtract line 4 from line 1	5										00								00
		If your result is \$500 or less, stop here; you do not owe interest on your underpayment.																		
Underpayment for 2023	6 Multiply line 1 by 90% (0.90)	6										00								00
	7 Income tax liability that you entered on your 2022 Form 2, page 1, line 20	7										00								00
	8 Enter the smaller of line 6 or line 7	8										00								00
	9 Add the amount on line 4 above and Other Payments and Refundable Credits Schedule, line 1 (See schedule above)	9										00								00
	10 Subtract line 9 from line 8.																			
This is your total underpayment for 2023.		10										00								00
		If the result is zero or less, stop here; you do not owe interest on your underpayment.																		
Interest	11 Multiply line 10 by 0.046800	11										00								00
	12 If you paid the amount on line 10 on or after April 15, 2024, enter 0. If you paid the amount on line 10 before April 15, multiply the amount on line 10 by the number of days you paid before April 15 and then by 0.0001918.	12										00								00
	13 Subtract line 12 from line 11, and enter on Contributions, Penalties, and Interest Schedule, line 3. (See schedule above)																			
This is your interest on the underpayment of estimated taxes.		13										00								00