

# 2020 MICHIGAN Resident Credit for Tax Imposed by a Canadian Province

Issued under authority of Public Act 281 of 1967, as amended. **Include with MI-1040.** Type or print in blue or black ink.

Filer's Name(s) as shown on your MI-1040 (First, Middle Initial, Last)	Filer's Full Social Security Number
Home Address (Street, City, State, ZIP Code)	Spouse's Full Social Security Number

## PART 1: CONVERSION OF CANADIAN WAGES AND TAXES TO UNITED STATES CURRENCY

1. Canadian income taxed by Michigan.....	1.	<input type="text"/>	<input type="text"/>	
2. Fringe benefits included in Box 14 of the T-4, not taxable in U.S.....	2.	<input type="text"/>	<input type="text"/>	
3. Subtract line 2 from line 1.....	3.	<input type="text"/>	<input type="text"/>	
4. Multiply line 3 by the conversion rate of <b>xx.xx%</b> ( <b>0.xxxx</b> ) (see instructions).....	4.	<input type="text"/>	<input type="text"/>	<input type="text"/>
5. Total Canadian income from line 150 of your Canadian income tax return.	5.	<input type="text"/>	<input type="text"/>	
6. Multiply line 5 by the conversion rate of <b>xx.xx%</b> ( <b>0.xxxx</b> ) .....	6.	<input type="text"/>	<input type="text"/>	<input type="text"/>
7. Divide line 4 by line 6 (percentage of Canadian income taxed by Michigan to total Canadian income).....	7.	<input type="text"/>	<input type="text"/>	<input type="text"/>
8. Multiply the Canadian federal tax (line 420 of Canadian return) \$ _____ by the conversion rate of <b>xx.xx%</b> ( <b>0.xxxx</b> ) .....	8.	<input type="text"/>	<input type="text"/>	<input type="text"/>
9. Multiply line 8 by line 7 .....	9.	<input type="text"/>	<input type="text"/>	<input type="text"/>
10. Multiply the provincial tax (line 428 of Canadian return) \$ _____ by the conversion rate of <b>xx.xx%</b> ( <b>0.xxxx</b> ) .....	10.	<input type="text"/>	<input type="text"/>	<input type="text"/>
11. Multiply line 10 by line 7 .....	11.	<input type="text"/>	<input type="text"/>	<input type="text"/>
12. Contribution to Canadian Pension Plan from Form T-4, Boxes 16 and 17..	12.	<input type="text"/>	<input type="text"/>	
13. Multiply line 12 by the conversion rate of <b>xx.xx%</b> ( <b>0.xxxx</b> ) .....	13.	<input type="text"/>	<input type="text"/>	<input type="text"/>

## PART 2: COMPUTATION OF MICHIGAN TAX

14. Adjusted gross income from MI-1040, line 10 .....	14.	<input type="text"/>	<input type="text"/>	
15. Canadian income taxed by Michigan from line 4, above .....	15.	<input type="text"/>	<input type="text"/>	
16. U.S. adjustments to Canadian wages (from U.S. Form 1040, Schedule 1, lines 10-21).....	16.	<input type="text"/>	<input type="text"/>	
17. Subtract line 16 from line 15.....	17.	<input type="text"/>	<input type="text"/>	<input type="text"/>
18. Subtract line 17 from line 14 for Michigan sourced income.....	18.	<input type="text"/>	<input type="text"/>	<input type="text"/>
19. Additions from MI-1040, line 11 .....	19.	<input type="text"/>	<input type="text"/>	<input type="text"/>
20. Add lines 17, 18 and 19.....	20.	<input type="text"/>	<input type="text"/>	<input type="text"/>
21. Subtractions from MI-1040, line 13.....	21.	<input type="text"/>	<input type="text"/>	<input type="text"/>
22. Subtract line 21 from line 20 for income subject to tax.....	22.	<input type="text"/>	<input type="text"/>	<input type="text"/>
23. Divide line 17 by line 22 for percentage of Canadian income to total income subject to tax .....	23.	<input type="text"/>	<input type="text"/>	<input type="text"/>
24. Exemption allowance from MI-1040, line 15.....	24.	<input type="text"/>	<input type="text"/>	<input type="text"/>
25. Subtract line 24 from line 22 for taxable income .....	25.	<input type="text"/>	<input type="text"/>	<input type="text"/>
26. Multiply line 25 by the Michigan tax rate of 4.25% (0.0425).....	26.	<input type="text"/>	<input type="text"/>	<input type="text"/>

## PART 3: ALLOWABLE CREDIT FOR TAX PAID TO CANADIAN PROVINCE(S)

27. Multiply line 26 by line 23 for Michigan tax on Canadian province income .....	27.	<input type="text"/>	<input type="text"/>	<input type="text"/>
28. Add lines 9, 11 and 13 for total tax paid in Canada.....	28.	<input type="text"/>	<input type="text"/>	<input type="text"/>
29. Adjustments to credit claimed on U.S. Form 1040:				
29a. Canadian portion of credit, excluding carryovers, claimed on U.S. Form 1040, Schedule 3, line 1 (see instructions).....	29a.	<input type="text"/>	<input type="text"/>	<input type="text"/>
29b. Canadian income taxed by Michigan from all U.S. 1116 forms .....	29b.	<input type="text"/>	<input type="text"/>	<input type="text"/>
29c. Gross Canadian income from all U.S. 1116 forms.....	29c.	<input type="text"/>	<input type="text"/>	<input type="text"/>
29d. Divide line 29b by line 29c and enter percentage.....	29d.	<input type="text"/>	<input type="text"/>	<input type="text"/>
29e. Multiply line 29a by line 29d for adjusted amount claimed on U.S. Form 1040.....	29e.	<input type="text"/>	<input type="text"/>	<input type="text"/>
30. Subtract line 29e from line 28 for amount available for credit on MI-1040 .....	30.	<input type="text"/>	<input type="text"/>	<input type="text"/>
31. Canadian provincial tax from line 11. Enter here and on MI-1040, line 18a.....	31.	<input type="text"/>	<input type="text"/>	<input type="text"/>
32. Credit for tax paid to Canadian province (lesser of lines 27, 30 or 31). Enter here and on MI-1040, line 18b .....	32.	<input type="text"/>	<input type="text"/>	<input type="text"/>

**INCLUDE THIS FORM WITH YOUR MI-1040 RETURN**