**Montana TY2021**

**Questions & Answers**

Below are questions regarding the 2021 Montana return requirements. Additional Q&As will be posted as received. Montana return requirements documentation will be updated as needed.

**Form 2:**

1. Form 2, Page 10, Household Income Reduction Table states “If your household income on line 14 is:” but line 14 of the Elderly Homeowner/Renter Credit Schedule is the net household income AFTER the multiplier rate has been applied.  Which line of the schedule should be used to figure the multiplier rate?

Thank you for bringing this to our attention. It’s line 12. Update published 10.14.2021.

1. The IRS has extended the above the line charitable contribution deduction of up to $300 ($600 for married filers) through 2021 but the prior year line 10b “Charitable Contributions if you take the Federal Standard Deduction” line has been removed the TY21 Montana Form 2, page 1.  Does Montana still conform to this federal provision?  No If so, how should it be reported on the Montana Form 2?

Last year it was a part of the calculation of federal AGI. On the 2021 1040, it’s not a part of the federal AGI calculation, so it is no longer included on the MT return.

**Form PTE:**

1. PTE Instructions, Page 12, Column E-Exemption states “Each participant is allowed one exemption of $2,860.”  This amount appears to be a typo because the Form PTE and e-file business rules states the exemption amount is $2,580. Is that correct?

Yes, Instructions dated 10.14.2021 have the correction.

1. The “DOM” – Domestic 2nd Tier Pass-Through Entity Owner type has been removed from the Montana Schedule K-1 but is still shown as an option on the Form PT-AGR.  Will this owner entity type be removed from the PT-AGR in a future update to the PT-AGR?

No

**Form CIT:**

1. Form CIT, Page 2, Part III General Questions, Question n states “If you answered Yes to any of the above questions (h) through (n), you need to complete and include Schedule M.” But Form CIT Instructions, Page 4, Part III General Questions (A-Q) states “If you answer “Yes” to any of the questions in k-0, you must complete and include Schedule M.”  Which lines require the Schedule M to be included?

The correct one is Form CIT, Page 2, Part III General Questions, Question n states “If you answered Yes to any of the above questions (h) through (n), you need to complete and include Schedule M. “