

# 2021 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.		00
2. Fringe benefits included in Box 14 of the T-4, not taxable in U.S.	2.		00
3. Subtract line 2 from line 1	3.		00
4. Multiply line 3 by the conversion rate of <b>xx.xx%</b> ( <b>0.XXXX</b> ) (see instructions)	4.		00
5. Total Canadian income from line 15000 of your Canadian income tax return	5.		00
6. Multiply line 5 by the conversion rate of <b>XX.XX%</b> ( <b>0.xxxx</b> )	6.		00
7. Divide line 4 by line 6 (percentage of Canadian income taxed by Michigan to total Canadian income)	7.		%
8. Multiply the Canadian federal tax (line 42000 of Canadian return) \$ _____ by the conversion rate of <b>xx.xx</b> ( <b>0.xxxx</b> )	8.		00
9. Multiply line 8 by line 7	9.		00
10. Multiply the provincial tax (line 42800 of Canadian return) \$ _____ by the conversion rate of <b>xx.xx%</b> ( <b>0.xxxx</b> )	10.		00
11. Multiply line 10 by line 7	11.		00
12. Contribution to Canadian Pension Plan from Form T-4, Boxes 16 and 17.	12.		00
13. Multiply line 12 by the conversion rate of <b>xx.xx%</b> ( <b>0.xxxx</b> )	13.		00

## PART 2: COMPUTATION OF MICHIGAN TAX

14. Adjusted gross income from MI-1040, line 10	14.		00
15. Canadian income taxed by Michigan from line 4, above	15.		00
16. U.S. adjustments to Canadian wages (from U.S. Form 1040, Schedule 1, lines 10-21)	16.		00
17. Subtract line 16 from line 15	17.		00
18. Subtract line 17 from line 14 for Michigan sourced income	18.		00
19. Additions from MI-1040, line 11	19.		00
20. Add lines 17, 18 and 19	20.		00
21. Subtractions from MI-1040, line 13	21.		00
22. Subtract line 21 from line 20 for income subject to tax	22.		00
23. Divide line 17 by line 22 for percentage of Canadian income to total income subject to tax	23.		%
24. Exemption allowance from MI-1040, line 15	24.		00
25. Subtract line 24 from line 22 for taxable income	25.		00
26. Multiply line 25 by the Michigan tax rate of 4.25% (0.0425)	26.		00

## 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.		00
28. Add lines 9, 11 and 13 for total tax paid in Canada	28.		00
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.		00
29b. Canadian income taxed by Michigan from all U.S. 1116 forms	29b.		00
29c. Gross Canadian income from all U.S. 1116 forms	29c.		00
29d. Divide line 29b by line 29c and enter percentage	29d.		%
29e. Multiply line 29a by line 29d for adjusted amount claimed on U.S. Form 1040	29e.		00
30. Subtract line 29e from line 28 for amount available for credit on MI-1040	30.		00
31. Canadian provincial tax from line 11. Enter here and on MI-1040, line 18a	31.		00
32. Credit for tax paid to Canadian province (lesser of lines 27, 30 or 31). Enter here and on MI-1040, line 18b	32.		00

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