



2018 Montana Income Tax Return for Estates and Trusts
Include a complete copy of the federal Form 1041 and all related forms and schedules.

For calendar year 2018 or tax year beginning MMDDYYYY and ending MMDDYYYY

Form section for marking applicable items: Initial return, Final return, Amended return, Refund return, Estate or filing trust, 645 election, Name of Estate or Trust, Name and Title of Fiduciary, Mailing Address, City, State, Zip Code + 4, FEIN, Date Entity Created, Enter number of: Schedules K-1 included, Resident beneficiaries, Nonresident beneficiaries, Other types of beneficiaries.

Entity Type and Residency Status section: Decedent's estate, Simple trust, Complex trust, Qualified disability trust, ESBT, Grantor type trust, Bankruptcy estate (Chapter 7), Bankruptcy estate (Chapter 11), Pooled income fund, Qualified funeral trust, Other, Resident, Nonresident, Resident part-year, State moved to, State moved from, Date of change.

Enter amounts on lines 1 through 17 corresponding to your federal return. Round to the nearest dollar. If no entry, leave blank.

Income section: Lines 1-9 including Interest income, Ordinary dividends, Business income or (loss), Capital gain or (loss), Rents, royalties, partnerships, other estates and trusts, etc., Farm income or (loss), Ordinary gain or (loss), Other income, Total federal income.

Line 9 must equal the total income reported on federal Form 1041 (see instructions for Electing Small Business Trust).

Deductions and Exemption section: Lines 10-24 including Interest, Taxes, Fiduciary fees, Charitable deduction, Attorney, accountant, and return preparer fees, Other deductions, Montana adjusted total income or (loss), Montana additions from Schedule A, Montana deductions and subtractions from Schedule B, Montana adjusted total income or (loss), Montana income distribution deduction from Schedule C, Exemption, Total Montana income distribution deduction and exemption, Montana taxable income.



File online at revenue.mt.gov



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Taxes and Credits	25. Montana taxable income from line 24.....	25. XXXXXXXXXXXXXX	00
	26. Tax from the tax table. If line 25 is zero or less, enter zero	26. XXXXXXXXXXXXXX	00
	27. 2% capital gains tax credit on undistributed capital gains from Schedule E, line 4	27. XXXXXXXXXXXXXX	00
	28. Subtract line 27 from line 26. If zero or less, enter zero. Resident tax after capital gains tax credit.	28. XXXXXXXXXXXXXX	00
	28a. Nonresident, resident part-year tax after capital gains credit from Schedule F, line 17, but not less than zero	28a. XXXXXXXXXXXXXX	00
	29. Tax on lump sum distributions	29. XXXXXXXXXXXXXX	00
	30. Add line 28 or 28a and line 29. Total tax.	30. XXXXXXXXXXXXXX	00
	31. Credit for taxes paid to other states or countries (see instructions)	31. XXXXXXXXXXXXXX	00
	32. Other nonrefundable credits. List credit form(s) XX	32. XXXXXXXXXXXXXX	00
	33. Add lines 31 and 32. Total nonrefundable credits.	33. XXXXXXXXXXXXXX	00
34. Subtract line 33 from line 30. If zero or less, enter zero	34. XXXXXXXXXXXXXX	00	
35. Endowment credit recapture tax.....	35. XXXXXXXXXXXXXX	00	
36. Add lines 34, 35 and the ESBT tax liability from Schedule G, line 12. Tax liability.	36. XXXXXXXXXXXXXX	00	
Payments and Refundable Credits	37a. Total Montana income tax withheld. Include federal Form(s) W-2 and 1099.....	37a. XXXXXXXXXXXXXX	00
	37b. Montana income tax withheld allocated to beneficiaries	37b. XXXXXXXXXXXXXX	00
	37. Subtract line 37b from 37a. Montana income tax withheld allocable to the estate or trust.	37. XXXXXXXXXXXXXX	00
	38a. Total Montana pass-through entity withholding. Include Montana Schedule K-1	38a. XXXXXXXXXXXXXX	00
	38b. Montana pass-through entity withholding allocated to beneficiaries	38b. XXXXXXXXXXXXXX	00
	38. Subtract line 38b from 38a. Montana pass-through entity withholding allocable to the estate or trust.	38. XXXXXXXXXXXXXX	00
	39a. Total Montana mineral royalty tax withheld. Include federal Forms 1099 and supporting schedule if any.....	39a. XXXXXXXXXXXXXX	00
	39b. Mineral royalty tax withheld allocated to beneficiaries.....	39b. XXXXXXXXXXXXXX	00
	39. Subtract line 39b from 39a. Mineral royalty tax withheld allocable to the estate or trust.	39. XXXXXXXXXXXXXX	00
	40. 2018 estimated tax payments and amount applied from the 2017 return	40. XXXXXXXXXXXXXX	00
41. 2018 extension payments.....	41. XXXXXXXXXXXXXX	00	
42. Refundable credits. List credit form(s) XX	42. XXXXXXXXXXXXXX	00	
43. Add lines 37 through 42. Total payments and refundable credits.	43. XXXXXXXXXXXXXX	00	
Tax	44. If line 36 is greater than line 43, subtract line 43 from line 36. Tax due.	44. XXXXXXXXXXXXXX	00
	45. If line 43 is greater than line 36, subtract line 36 from line 43. Tax overpaid.	45. XXXXXXXXXXXXXX	00
Penalties and Interest	46. Interest on underpayment of estimated taxes (see instructions).....	46. XXXXXXXXXXXXXX	00
	47. Late file, late payment penalties and interest (see instructions and table).....	47. XXXXXXXXXXXXXX	00
	48. Other penalties (see instructions).....	48. XXXXXXXXXXXXXX	00
	49. Add the amounts on lines 46 through 48. Total penalties and interest.	49. XXXXXXXXXXXXXX	00

Continue to page 3 for the calculation of the amount the entity owes or its refund.

2018 Montana Fiduciary Income Tax Table

If Your Taxable Income Is More Than	But Not More Than	Multiply Your Taxable Income By	And Subtract	This Is Your Tax	If Your Taxable Income Is More Than	But Not More Than	Multiply Your Taxable Income By	And Subtract	This Is Your Tax
\$0	\$3,000	1% (0.010)	\$0		\$10,800	\$13,900	5% (0.050)	\$270	
\$3,000	\$5,200	2% (0.020)	\$30		\$13,900	\$17,900	6% (0.060)	\$409	
\$5,200	\$8,000	3% (0.030)	\$82		More Than \$17,900		6.9% (0.069)	\$570	
\$8,000	\$10,800	4% (0.040)	\$162						

For example: Taxable income \$6,800 X 3% (0.030) = \$204 \$204 minus \$82 = \$122 tax

Questions? Call us at (406) 444-6900, or Montana Relay at 711 for hearing impaired.



18DT02XX

Amount the Entity Owes or Its Refund

50. If the estate or trust has a tax due (amount on line 44), add lines 44 and 49 OR, if the estate or trust has a tax overpayment (amount on line 45) and it is less than line 49, subtract line 45 from line 49.
 Enter the result. **This is the amount the estate or trust owes.** 50. XXXXXXXXXXXXXXXX 00
Why not e-pay? See your options at revenue.mt.gov. If writing a check, make it payable to MONTANA DEPARTMENT OF REVENUE.

51. If the estate or trust has a tax overpayment (amount on line 45) and it is greater than line 49, subtract line 49 from line 45. Enter the result. **Overpayment.** 51. XXXXXXXXXXXXXXXX 00

52. Enter the amount on line 51 that the estate or trust wants applied to the 2019 estimated tax 52. XXXXXXXXXXXXXXXX 00

53. Subtract line 52 from line 51 and enter the result. **Refund.** 53. XXXXXXXXXXXXXXXX 00

For direct deposit of your refund, complete 1, 2, 3 and 4. See instructions.

1. RTN# XXXXXXXXX 2. ACCT# XXXXXXXXXXXXXXXXXXXXX

3. If using direct deposit, the estate or trust is required to mark one box. Checking Savings

4. Is this refund going to an account that is located outside of the United States or its territories? Yes No

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.

Signature of Fiduciary (or officer representing fiduciary)	Date	FEIN of Fiduciary (if a financial institution)	Telephone Number
X _____	MMDDYYYY	XXXXXXXXXX	XXX XXX XXXX

Print/Type Preparer's Name	Preparer's Signature	Date	PTIN
XXXXXXXXXXXXXXXXXXXXXXXXXXXX	_____	MMDDYYYY	XXXXXXXXXX
Firm's Name			Firm's FEIN
XXXXXXXXXXXXXXXXXXXXXXXXXXXX			XXXXXXXXXX
Firm's Address			Telephone Number
XXXXXXXXXXXXXXXXXXXXXXXXXXXX			XXX XXX XXXX

May the DOR discuss this return with the tax preparer? Yes No

Send your completed Form FID-3 to:

Montana Department of Revenue
 PO Box 8021
 Helena, MT 59604-8021

Schedule A – Schedule of Additions

1. Interest and mutual fund dividends from state, county or municipal bonds from other states.....	1.	XXXXXXXXXXXXX	00
2. Dividends not included in federal total income	2.	XXXXXXXXXXXXX	00
3. Taxable federal refund	3.	XXXXXXXXXXXXX	00
4. Other recoveries of amounts deducted in earlier years that reduced Montana taxable income	4.	XXXXXXXXXXXXX	00
5. All state and local taxes included in line 11 of Form FID-3.....	5.	XXXXXXXXXXXXX	00
6. Expenses allocated to U.S. obligations	6.	XXXXXXXXXXXXX	00
7. Federal net operating loss carryover included on Form FID-3, line 15.....	7.	XXXXXXXXXXXXX	00
8. Other income. List type XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX and amount....	8.	XXXXXXXXXXXXX	00
9. Total additions (add lines 1 through 8). Enter the total on Form FID-3, line 18.....	9.	XXXXXXXXXXXXX	00



Schedule B – Schedule of Deductions/Subtractions

Table with 11 rows for Schedule B deductions. Columns include description, line number, and amount (e.g., 1. Federal income tax deduction, 1. XXXXXXXXXXXX 00).

Schedule C – Montana Distributable Net Income (MDNI) and Montana Income Distribution Deduction (MIDD)

Table with 13 rows for Schedule C calculations. Columns include description, line number, and amount (e.g., 1. Montana adjusted total income or (loss) from Form FID-3, line 20, 1. XXXXXXXXXXXX 00).



Schedule E – Capital Gains Tax Credit Calculation

Table with 4 rows for Schedule E calculations. Line 1: Enter the capital gain or (loss) from Form FID-3, line 4. Line 2: Enter the net capital gains reported on federal Form 1041, Schedule D, Part III, line 19 column (1) Beneficiaries. Line 3: Subtract line 2 from line 1. Net capital gains eligible for the credit. Line 4: If line 3 is greater than \$0, multiply line 3 by 2% (.02). If line 3 is less than or equal to \$0, enter \$0. Allowable capital gains tax credit. Enter on Form FID-3, line 27.

Schedule F – Nonresident /Resident Part-Year Estate and Trust Tax

Table with 2 columns: A (Total income) and B (Montana source income included in column A). Rows 1-13 list various income sources like Interest income, Ordinary dividends, Business income, etc. Row 14: Add lines 1 through 13 and enter the result here. Column B is the estate or trust's Montana source income. Row 15: Divide the amount in column B, line 14 above by the amount in column A, line 14 above and enter result here. Round to 6 decimal places and do not enter more than 1.000000. Row 16: Enter the resident tax after capital gains tax credit reported on Form FID-3, line 28. Row 17: Multiply the tax on line 16 by the percentage on line 15 and enter here and on Form FID-3, line 28a. Estate or trust nonresident/resident part-year tax after capital gains tax credit.

Schedule F applies to nonresident and resident part-year estates and trusts only. The fiduciary will use this schedule to compute the ratio of Montana source income to total income. This ratio is then multiplied by the resident tax from FID-3, line 28 to determine the nonresident or resident part-year tax to be reported on FID-3, line 28a.

Column A – Enter on lines 1 through 13 the total income from Form FID-3, lines 1 through 8 and Schedule A (see instructions).

Column B – Enter on lines 1 through 13 the Montana source income from Form FID-3, lines 1 through 8 and Schedule A (see instructions).

How does a nonresident estate or trust determine its Montana source income?

For further information and a line-by-line description of Montana source income, refer to Form FID-3, Schedule F instructions.



Schedule G – Electing Small Business Trust Tax Calculation

Table with 12 rows of tax calculation items, including 'Total federal adjusted ESBT income', 'Montana additions to ESBT income', 'Montana deductions to ESBT income', 'Capital gains tax credit', and 'ESBT tax liability'. Each row includes a description, a line number, a value (often 'XXXXXXXXXXXX'), and a '00' column.



Schedule H – Reporting of Special Transactions, NOL and Amended Return Information

Part I. Reporting of Special Transactions

Complete this part only if the estate or trust filed any of the federal income tax forms described below. Mark the appropriate box indicating which form the estate or trust filed with the Internal Revenue Service for this tax year. If your answer is "Yes" to one or more of these forms, include a complete copy of the federal Form 1041.

- 1. The estate or trust filed federal Form 8918 – Material Advisor Disclosure Statement with the Internal Revenue Service ... X Yes
2. The estate or trust filed federal Form 8824 – Like-Kind Exchanges with the Internal Revenue Service ... X Yes
3. The estate or trust filed federal Form 8865 – Return of U.S. Persons With Respect to Certain Foreign Partnerships with the Internal Revenue Service ... X Yes
4. The estate or trust filed federal Form 8886 – Reportable Transaction Disclosure Statement with the Internal Revenue Service ... X Yes

Part II. Net Operating Loss (NOL) Carryback Election for Farming Loss

Check here if you elect to forgo the carryback of a 2018 farming NOL. You have to make this election by the due date (including extension) for filing your 2018 income tax return. If you forgo the carryback of a 2018 NOL, report the amount from Montana Form NOL, Schedule A, line 25 on the appropriate line on the 2019 form FID-3, Schedule B ... X

Part III. Amended Return. Check the appropriate box(es).

- a. Farming NOL carryback ... X
b. Federal audit ... X
c. Amended federal return ... X
d. Filing status ... X
e. Other ... X

In the table below, indicate the line references for which you are reporting a change and explain in detail the reason(s) for the change.

Table with 3 columns: Form or Schedule, Line or Box Number, Reason(s) for Change. The table contains placeholder text (XXXXXXXXXXXXXXXXXXXX) for the first two columns and is currently empty.

