

Application for Michigan Net Operating Loss Refund MI-1045Issued under authority of Public Act 281 of 1967. **Type or print in blue or black ink.**

For loss year

 or for loss year beginning

 and ending

Filer's First Name	M.I.	Last Name	Filer's Social Security No. (Example: 123-45-6789)	
If a Joint Return, Spouse's First Name	M.I.	Last Name	Spouse's Social Security No. (Example: 123-45-6789)	
Home Address (Number, Street, or P.O. Box)				
City or Town			State	ZIP Code

IMPORTANT: Use your U.S. Form 1040 to complete this form. Do not consider net operating losses from other years, **income and losses from other states, or income and losses from oil and gas production that is subject to Michigan Severance Tax.****PART 1: COMPUTING THE NET OPERATING LOSS (NOL) (see instructions, page 2).**

1. Wages, salaries, tips, etc.....	1.	00
2. Interest income.....	2.	00
3. Dividends _____ Less exclusions _____ Balance _____	3.	00
4. Business income or loss (attach U.S. Schedules C and F).....	4.	00
5. Capital gain or loss (attach U.S. Schedule D).....	5.	00
6. Other gains or losses (attach U.S. Form 4797).....	6.	00
7. Pension, IRA, and annuities (included in Adjusted Gross Income (AGI)).....	7.	00
8. Net rent or royalty income.....	8.	00
9. Income or losses from partnerships, estates, trusts and S corporations (attach U.S. Schedule E).....	9.	00
10. Miscellaneous income (e.g., state and local refunds, unemployment compensation). Explain: _____	10.	00
11. Total income. Add lines 1 through 10.....	11.	00
12. ADJUSTMENTS: Only list adjustments to Michigan source income		
a. Payments to a retirement plan as an individual or self-employed person	12a.	00
b. Deduction for self-employment tax and self-employed health insurance	12b.	00
c. Educator expenses and/or moving expenses.....	12c.	00
d. Alimony paid and/or penalty for early withdrawal of savings.....	12d.	00
e. Domestic production activities deduction (DPAD).....	12e.	00
f. Other adjustments to income including health savings account deduction	12f.	00
13. Total adjustments. Add lines 12a through 12f.....	13.	00
14. Michigan AGI. Subtract line 13 from line 11. If greater than zero, you do not have an NOL.....	14.	00
15. Nonbusiness deductions: Add lines 12a, 12d and 12f.....	15.	00
16. Nonbusiness income included in line 11		
a. Interest income.....	16a.	00
b. Dividend income.....	16b.	00
c. Net nonbusiness capital gains (before any allowable exclusion).....	16c.	00
d. Pension, IRA, and annuities.....	16d.	00
e. Alimony received.....	16e.	00
f. Other income.....	16f.	00
17. Total nonbusiness income. Add lines 16a through 16f.....	17.	00
18. Excess of nonbusiness deductions over nonbusiness income, subtract line 17 from line 15. If less than zero, enter "0".....	18.	00
19. Excess capital loss deduction (see instructions, page 2).....	19.	00
20. Domestic production activities deduction (DPAD).....	20.	00
21. Add lines 18, 19 and 20.....	21.	00
22. Net operating loss. Combine lines 14 and 21. If greater than zero, you do not have an NOL.....	22.	00

MICHIGAN NET OPERATING LOSS: The Michigan NOL amount may be carried back two years. Any unused balance may be carried forward 20 years. An election to forego the carryback period must be filed in the same manner as required by the Internal Revenue Code. (Attach a statement to your return for the NOL year.) Any loss in excess of income subject to Michigan tax may be carried forward to the next year.

Filer's Social Security No.

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Application for Refund From Carryback of Net Operating Loss**PART 2: REDETERMINING YOUR MICHIGAN INCOME TAX**

	A	B	C
23. Year you are carrying the NOL to			
24. Reported federal AGI	00	00	00
25. Additions from MI-1040, Schedule 1 and DPAD. Explain: _____	00	00	00
26. Balance. Add lines 24 and 25	00	00	00
27. Subtractions from MI-1040, Schedule 1. Explain: _____	00	00	00
28. Balance. Subtract line 27 from line 26	00	00	00
29. Enter Net Operating Loss from line 22	00	00	00
30. Balance. Subtract line 29 from line 28	00	00	00
31. Michigan exemption allowance	00	00	00
32. Taxable balance. Subtract line 31 from line 30	00	00	00
33. Tax. Multiply line 32 by applicable tax rate. If less than zero, enter "0"	00	00	00
34. Nonrefundable tax credits	00	00	00
35. Tax due. Subtract line 34 from line 33. If less than zero, enter "0"	00	00	00
36. a. Refundable tax credits	00	00	00
b. Tax withheld	00	00	00
c. Tax paid with prior returns	00	00	00
d. Estimated tax payments	00	00	00
37. Total of items 36a through 36d	00	00	00
38. Tax previously refunded or carried to next year	00	00	00
39. Balance of tax paid. Subtract line 38 from line 37	00	00	00
40. Overpayment. Subtract line 35 from line 39	00	00	00

Taxpayer Certification. I declare under penalty of perjury that the information in this return and attachments is true and complete to the best of my knowledge.		Preparer Certification. I declare under penalty of perjury that this return is based on all information of which I have any knowledge.	
Filer's Signature	Date	Preparer's PTIN, FEIN or SSN	
Spouse's Signature	Date	Preparer's Business Name (print or type)	
<input type="checkbox"/> By checking this box, I authorize Treasury to discuss my return with my preparer.		Preparer's Business Address (print or type)	

Line-by-Line Instructions for Parts 1 and 2

Note: The Michigan NOL is generally carried back two years. See instructions, page 4, for exceptions.

Part 1: Computing Net Operating Loss

To complete Part 1, use the entries on your U.S. Form 1040 for the year the loss occurred. Do not consider **income and losses from other states, income and losses from oil and gas production**, or net operating loss deductions (NOLD) from other years.

Line 10: Miscellaneous income includes state and local refunds, unemployment benefits, alimony received and any other miscellaneous taxable income.

Line 14: Subtract line 13 from line 11. This amount should equal your federal AGI if you have no income or losses from other states, income and losses from oil and gas production, or net operating loss deductions from other years.

Line 19: The excess capital loss must be calculated on a U.S. Form 1045 Schedule A, line 21 or 22, then entered on this line.

Line 20: Enter the domestic production activities deduction (DPAD) as calculated on line 12e.

Part 2: Redetermining Your Michigan Income Tax

Line 25: Include any additions from Michigan Schedule 1. Also include DPAD attributable to Michigan.

Line 27: Include any subtractions from Michigan Schedule 1.

Line 30: If line 30 is less than zero, carry amount to line 29 in the next column. This amount cannot exceed line 29 of the preceding column.

Line 34: Enter the total of nonrefundable credits claimed on your original return.

Line 36a: Enter the total of refundable credits for homestead property tax, farmland preservation and any other refundable credits claimed for the tax year(s) you are carrying the loss. Any credit entered here must be adjusted for the NOLD adjustment to household income, if applicable. Be sure to attach your amended credit form.

Line 36c: For the year listed on line 23, enter total tax paid with the annual return plus any additional tax paid after original return was filed.

Mail your completed form to: **Michigan Department of Treasury
Lansing, MI 48956**

Computation of Federal Modified Taxable Income (FMTI) for Household Income Only

NOTE: Do not complete this section if you are electing to forego your carryback. Effective 2012, FMTI is not used and an NOL is not allowed in determining Total Household Resources.

PART 3: ADJUSTING YOUR NOL FOR HOUSEHOLD INCOME

Step 1. Figure Your FMTI

	A	B	C
41. Year you are carrying the NOL to			
42. Reported AGI for year shown on line 41 without NOLD	00	00	00
43. a. Adjustments to AGI including DPAD (see instructions).....	00	00	00
b. Capital losses, in excess of capital gains (\$3,000 maximum) ...	00	00	00
44. MODIFIED federal AGI. Add lines 42 and 43a or 43b	00	00	00
45. a. Medical (see instructions for limitations).....	00	00	00
b. Taxes	00	00	00
c. Contributions.....	00	00	00
d. Interest.....	00	00	00
e. Casualty loss	00	00	00
f. Moving expenses.....	00	00	00
g. Miscellaneous (attach U.S. <i>Schedule A</i> ; see inst.)	00	00	00
h. Limit on itemized deductions	00	00	00
i. If you did not itemize, use the standard deduction	00	00	00
46. Enter the total of 45a through 45h, or 45i if you did not itemize	00	00	00
47. FMTI. Subtract line 46 from line 44. If less than zero, enter "0"	00	00	00

Step 2. Figure Your Carryback (If you are not carrying the loss back, go to Step 3.)

48. Unabsorbed NOL. Enter in column A your federal NOL as a positive amount	00	00	00
49. NOL to be carried to next succeeding year through 2011. Subtract line 47 from line 48. Carry the amount on this line to the next column, line 48. If less than zero, enter "0"	00	00	00

Step 3. Figure Your Carryforward

50. Year the federal NOL occurred			
51. Enter the amount of the original federal NOL as a positive amount	00	00	00
52. Total of all NOLs used for previous years	00	00	00
53. Subtract line 52 from line 51. This is the remaining NOL that can be carried forward to the year on line 41	00	00	00
54. Subtract line 47 (FMTI) from line 53. This is the remaining NOL to carry forward. If less than zero, enter "0"	00	00	00

Line-by-Line Instructions for Part 3

Part 3: Adjusting Your NOL for Household Income

Line 41: May be applied to tax years 2011 and prior only.

Line 42: Include NOL carryovers or carrybacks from earlier years.

Line 43a: Add back any domestic production activities deduction. Also, adjustments to AGI, such as taxable Social Security benefits and IRA deductions, must be recalculated based on federal modified AGI.

Line 45: Use 45a through 45h if you itemized. If you didn't itemize, use 45i.

45a: Medical adjustments. The amount of medical adjustments you can take varies with federal law from year to year. You must recalculate your medical expense deduction based on modified federal AGI and the federal limitation in effect for the year entered on line 41.

45c: Percentage limitations on charitable contributions are based on modified federal AGI.

45g: Miscellaneous deductions are limited to 2 percent of AGI. This amount cannot exceed 2 percent of modified federal AGI.

45h: If modified AGI exceeds certain amounts, itemized deductions may be limited. See limitations in effect for the year entered on line 41.

Line 47: This is your FMTI. Your Michigan NOLD will be the amount on this line or the amount from line 48 (or line 53 for carryforwards), whichever is smaller. This amount cannot be less than zero.

Line 48: Enter your federal NOL in column A as a positive amount. Each succeeding year will be the excess portion (if any) from line 49 of the preceding column.

Line 49: Subtract line 47 from line 48. If the result is more than zero, this is the excess NOL to be carried forward to the next year. If it is less than zero, the NOLD is limited to the excess on line 48. This is the last year affected by the NOL. **Note:** Effective January 1, 2012 an NOLD cannot reduce total household resources and is no longer used on Michigan Property Tax Credit and Home Heating Credit claims.

Line 54: If line 47 is less than line 53, subtract line 47 from line 53 and enter here; then use line 47 as your NOLD to recalculate your credit. If line 47 is greater than line 53 enter "0" and use line 53 as your NOLD to recalculate your Michigan credits.