Montana State Legislature

Exhibit 1

This exhibit is a booklet entitled:
2008 Montana Form 2 Individual Income Tax Forms and Instruction.
We have only scanned a small portion to aid you in your research.
The original exhibit is on file at the Montana Historical Society and may be viewed there.

Montana Historical Society Archives
225 N. Roberts
Helena MT 59620-1201
Phone (406) 444-4774
2009 Legislative Scanner Susie Hamilton

SENATE TAXATION
EXHIBIT NO. 1
DATE 1.9.09
BILL NO. NA

2008 Montana Form 2

Individual Income Tax Forms and Instructions

Inside this booklet...

- Form 2
- Form 2EC
- Form 2 Worksheets

If you need help...

mt.gov/revenue

(866) 859-2254 (toll free)
(406) 444-6900 (Helena area)
(406) 444-2830 TDD

For more information on filing electronically, please see page 4.

Tax Filing Deadline is April 15, 2009

Need to check the status of your refund? Refer to "Where's My Refund?" information on page i.

This year, make it easy on yourself.

- **File early.**
  The earlier you file, the better service we can provide in getting your tax return processed.
- **File electronically.**
  It's simple, secure and convenient. Some options are available at no cost to you. See details inside on page 4.
- **If you expect a refund, choose direct deposit.**
  This simple option will reduce the time it takes for you to receive your refund.
- **Pay electronically.**
  Whether you file your tax return electronically or by paper, there are simple, secure and convenient electronic payment options available to you. See details inside on page 22.
- **Find the answers you need.**
  Please take some time to visit our website at mt.gov/revenue, where you'll find tax season updates, frequently asked questions and other helpful filing information.

Table of Contents

What's New For 2008 1

Getting Started 2

General Information 2

Form 2 Overview and Instructions

Step 1 – Taxpayer Information 9
Step 1 – Exemptions 11
Step 2 – Federal Income 12
Step 2 – Federal Adjusted Gross Income 14
Step 3 – Montana Adjusted Gross Income 15
Step 3 – Taxable Income 15
Step 4 – Tax 16
Step 5 – Payments and Refundable Credits 18
Step 6 – Penalties, Interest and Contributions 19
Step 6 – Amount You Owe or Your Refund 21

Form 2, Schedule I – VIII Instructions

Schedule I - Montana Additions to Federal Adjusted Gross Income 23
Schedule II - Montana Subtractions from Federal Adjusted Gross Income 25
Schedule III - Montana Itemized Deductions 32
Schedule IV - Nonresident/Part-Year Resident Tax 36
Schedule V - Montana Tax Credits 40
Schedule VI - Credit for an Income Tax Liability Paid to Another State or Country - Full-Year Resident Only 46
Schedule VII - Credit for an Income Tax Liability Paid to Another State or Country - Part-Year Resident Only 46
Schedule VIII - Reporting of Special Transactions 46

Form 2EC Elderly Homeowner/Renter Credit Instructions 47

2008 Worksheets

Worksheet II - Tax Benefit Rule for Federal Income Tax Refund 51
Worksheet III - Qualified Capital Gain Exclusion 52
Worksheet IV - Partial Pension and Annuity Income Exemption 52
Worksheet V - Standard Deduction 53
Worksheet VI - Itemized Deduction Worksheet 53
Qualified Mortgage Insurance Premiums Deduction Worksheet for Form 2 53
Worksheet VII - Calculation of Interest on Underpayment of Estimated Taxes - Short Method 54
Worksheet VIII - Taxable Social Security Benefits for Form 2 55

For your convenience, there are two copies of the following forms at the back of this booklet:

- 2008 Montana Form 2
- 2008 Montana Form 2, Schedules I-VIII
- 2008 Montana Form 2EC