



## 2007 First-time Home Buyer Savings Account

Penalty Calculation

For Self-Administered Individual Accounts

15-63-203, MCA

### Taxpayer Information

Your name \_\_\_\_\_ Social Security Number \_\_\_\_\_

### Account Information

Your first-time home buyer savings account number \_\_\_\_\_

Financial institution where your account is held \_\_\_\_\_

Address of your financial institution \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

If you have a first-time home buyer account, you have to file your Montana income tax return using Form 2 (long form). All non-qualifying withdrawals from your self-administered first time home buyers account (FTB) have to be included as income on Form 2, Schedule I, line 11.

If you made withdrawals from your first time home buyer account that were not used for the purchase of your first home, including withdrawals made on the last business day of the tax year, you have to complete the worksheet below. Nonqualifying withdrawals, other than those made on the last business day of the tax year, are subject to a 10% penalty.

1. Enter the total from column E of your Montana Form FTB. This amount also has to be reported on Form 2, Schedule I, line 11. .... 1. \_\_\_\_\_
2. Enter withdrawals that you included in column E of Form FTB that were made on the last business day in December 2007. .... 2. \_\_\_\_\_
3. Subtract the amount on line 2 from the amount on line 1 and enter result. .... 3. \_\_\_\_\_
4. Multiply the amount on line 3 by 10% (0.10). **This is your penalty.** Enter this amount on Form 2, line 68 and write "FTB" in the space provided. .... 4. \_\_\_\_\_

When you file your Montana income tax return electronically, you represent that you have retained all documents required as a tax record and that you will provide a copy to the department upon request.