

Accounting Aid Society
Site Coordinator Update – March 22, 2025

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State-Only E-Files

The electronically filing of a State-Only return should be a rare occurrence. Site coordinators should contact Maysaa Rahal before e-filing any State-Only return.

TaxSlayer

Service Fee Housing and Subsidized Housing Checkboxes

On the *Part 3: Complete If You Are An Occupant Of A Housing Facility* page in the Michigan section of TaxSlayer, do not check both the box for Service Fee Housing and the box for Subsidized Housing.

Only one box should be checked in this section for all taxpayer scenarios.

If both boxes are checked, TaxSlayer incorrectly calculates a credit based on both 10% of rent paid and 23% of rent paid. In renter situations, please be sure to include a review of pages 10 through 12 of page 1 of Form MI-1040CR.

Please follow the guideline below for various service fee and subsidized housing scenarios:

- **Subsidized Housing** – If the taxpayer’s housing costs are subsidized, check the Subsidized Housing box and enter total rent paid by the taxpayer.
- **Service Fee Housing** – If the taxpayer lived in service fee housing, check the Service Fee Housing box and enter total rent paid by the taxpayer.
Note: Very often, clients do not know if they live in service fee housing. The Service Fee Housing list on our Resources page should be referred to in most rent situations to ensure the credit claim is accurately prepared.
- **Service Fee Housing and Subsidized Housing** – If the taxpayer lived in service fee housing and their rent was subsidized, check only the Service Fee Housing box and enter total rent paid by the taxpayer.
- **Two Subsidized Housing Rentals** – If the taxpayer lived in two different places during the tax year and rent was subsidized at both places:
 - Check the Subsidized Housing Box and enter the total rent paid by the taxpayer at the most recent address for the tax year.
 - Enter rent information at the first housing unit for the tax year in the Renter’s section of TaxSlayer.
 - If one of the buildings was service fee housing, check the Service Fee Housing box for that rental situation and enter rent information for the other rental in the Renter’s section of TaxSlayer.

We are aware that other programs enter the rent for subsidized housing in the Renter’s section and do not check the Subsidized Housing box. Please note that Michigan Homestead Property Tax Credit Claims prepared at an Accounting Aid Society tax site for clients who live in subsidized housing should

indicate that they lived in subsidized housing by completing Part 5, Alternate Housing Facilities, of Form MI-1040CR. It is only in the limited scenario of where a taxpayer lived in two subsidized housing units during the tax year where the rent for one of the places would be entered in Part 4, Renters, of Form MI-1040CR.