NC-PE (SD)

12-1-21

2021 N.C. Additions and Deductions for Pass-Through Entities, Estates, and Trusts North Carolina Department of Revenue

A pass-through entity, estate, or trust is required to attach Form NC-PE to the applicable N.C. tax return if the entity is required to add certain items to federal income, or if the entity is allowed to deduct certain items from federal income. Importantly, both pages of this form must be attached to the applicable tax return, even if the entity completes only one part of the form. If both pages of the form are not attached, the Department may be unable to process the tax return.

Form NC-PE is identical to Form D-400, Schedule S and includes all North Carolina adjustments applicable to individuals. The adjustments listed MAY NOT be applicable to every entity. For additional information, see the instructions for the specific entity.

| Entity's | s Legal Name ABCDEFGHIJKLMNOPQRSTUVWXYZABCD Federal Employer ID Number | · 90 | 0123456 | |
|-----------------------------|--|-------|----------|--|
| Part A. Additions to Income | | | | |
| 1. | Interest Income From Obligations of States Other Than N.C. | 1. | 12345678 | |
| 2. | Deferred Gains Reinvested Into an Opportunity Fund | 2. | 12345678 | |
| 3. | Bonus Depreciation | 3. | 12345678 | |
| 4. | IRC Section 179 Expense | 4. | 12345678 | |
| 5. | S-Corporation Shareholder Built-in Gains Tax | 5. | 12345678 | |
| 6. | Amount by Which Federal Basis Exceeds State Basis for Property Disposed of in 2021 | 6. | 12345678 | |
| 7. | Unabsorbed Net Operating Loss Deduction | 7. | 12345678 | |
| 8. | State, Local, or Foreign Income Tax Deducted by an S Corporation, Partnership, or Estate and Trust | 8. | 12345678 | |
| 9. | Withdrawal of 529 Plan Contributions Not Used for Permissible Purpose | 9. | 12345678 | |
| 10. | Discharge of Qualified Principal Residence Indebtedness | 10. | 12345678 | |
| 11. | Qualified Education Loan Payments Paid by Employer | 11. | 12345678 | |
| | | | 10015070 | |
| 12. | Business Meal Deduction in Excess of 50% | 12. | 12345678 | |
| 13. | Discharge of Certain Student Loan Debt | 13. | 12345678 | |
| 14. | Reserved for Future Use XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX | | 12345678 | |
| 15. Part E | Total Additions - Add Lines 1 through 14 3. Deductions From Income | 15. | 12345678 | |
| 16. | State or Local Income Tax Refund | 16. | 12345678 | |
| 17. | Interest Income From Obligations of the United States or United States' Possessions | 17. | 12346578 | |
| 18. | Taxable Portion of Social Security and Railroad Retirement Benefits | 18. | 12346578 | |
| 19. | Retirement Benefits Received by Vested N.C. State Government, N.C. Local Government, or | | | |
| | Federal Government Retirees (Bailey settlement - Important: See instructions) | 19. | 12346578 | |
| 20. | Certain Retirement Benefits Received by a Retired Member of the United States Armed Forces | | | |
| | Not Deducted on Line 19 | 20. | 12346578 | |
| 21. | Bonus Asset Basis | 21. | 12346578 | |
| 22. | Bonus Dep <mark>reciation a.</mark> 2016 12345678 b. 2017 12345678 c. 2018 12345678 | | | |
| | | Total | 12345678 | |
| 23. | IRC Section 179 Expense a. 2016 12345678 b. 2017 12345678 c. 2018 12345678 | | | |
| | d. 2019 12345678 e. 2020 12345678 23f. | Total | 12345678 | |
| 24. | Reco <mark>gnized IRC Section 1400Z-2 Ga</mark> in | 24. | 12345678 | |
| 25. | Gain From the Disposition of Exempt N.C. Obligations Issued Before July 1, 1995 | 25. | 12345678 | |
| 26. | Exempt Income Earned or Received by a Member of a Federally Recognized Indian Tribe | 26. | 12346578 | |
| 27. | Amount by Which State Basis Exceeds Federal Basis for Property Disposed of in 2021 | 27. | 12345678 | |
| 28. | Ordinary and Necessary Business Expense Reduced or not Allowed Due to Claiming a Federal Tax Credit in | | | |
| | Lieu of a Deduction | 28. | 12345678 | |
| 29. | Personal Education Savings Account Deposits | 29. | 12345678 | |
| 30. | Certain State Emergency Response and Disaster Relief Reserve Fund Payments | 30. | 12345678 | |
| 31. | Certain Economic Incentive Payments | 31. | 12345678 | |
| 32. | Certain N.C. Grant Payments | 32. | 12345678 | |
| 33. | Certain Net Operating Loss Carrybacks | 33. | 12345678 | |
| 34. | Excess Net Operating Loss Carryforward | 34. | 12345678 | |
| 35. | Excess Business Loss | 35. | 12345678 | |
| 36. | Business Interest Limitation | 36. | 12345678 | |
| 37. | Reserved for Future Use XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX | | 12345678 | |
| 38. | Total Deductions - Add Lines 16 through 21, 22f, 23f, and 24 through 37 | 38. | 12345678 | |