

**NC-PE (SD)**

12-1-21

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

DOR  
Use  
Only

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. If the form is not attached to the applicable tax return, 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 Legal Name	ABCDEFGHIJKLMN <strong>OPQRSTUVWXYZ</strong> ABCD	Federal Employer ID Number	900123456
<b>Part A. Additions to Income</b>			
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
12.	Business Meal Deduction in Excess of 50%	12.	12345678
13.	Discharge of Certain Student Loan Debt	13.	12345678
14.	Reserved for Future Use <strong>XX</strong>	14.	12345678
15.	<b>Total Additions - Add Lines 1 through 14</b>	15.	12345678
<b>Part B. Deductions From Income</b>			
16.	State or Local Income Tax Refund	16.	12345678
17.	Interest Income From Obligations of the United States or United States' Possessions	17.	12345678
18.	Taxable Portion of Social Security and Railroad Retirement Benefits	18.	12345678
19.	Retirement Benefits Received by Vested N.C. State Government, N.C. Local Government, or Federal Government Retirees <i>(Bailey settlement - Important: See instructions)</i>	19.	12345678
20.	Certain Retirement Benefits Received by a Retired Member of the United States Armed Forces Not Deducted on Line 19	20.	12345678
21.	Bonus Asset Basis	21.	12345678
22.	Bonus Depreciation	a. 2016 12345678    b. 2017 12345678    c. 2018 12345678	22f. Total 12345678
	d. 2019 12345678    e. 2020 12345678		
23.	IRC Section 179 Expense	a. 2016 12345678    b. 2017 12345678    c. 2018 12345678	23f. Total 12345678
	d. 2019 12345678    e. 2020 12345678		
24.	Recognized IRC Section 1400Z-2 Gain	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.	12345678
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 <strong>XX</strong>	37.	12345678
38.	<b>Total Deductions - Add Lines 16 through 21, 22f, 23f, and 24 through 37</b>	38.	12345678