NC-PE (SD)

8-22-23

## 2023 N.C. Additions and Deductions for Pass-Through Entities, Estates, and Trusts

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Only

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. 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 N.C. adjustments applicable to individuals. The adjustments listed MAY NOT be applicable to every entity. For additional information, see the instructions for the specific entity.

ABCDEFGHIJKLMNOPQRSTUVWXYZABCD 900123456 Entity's Legal Name Federal Employer ID Number Additions to Income Part A. 1 Interest Income From Obligations of States Other Than N.C. 1 12345678 2. Deferred Gains Reinvested Into an Opportunity Fund 2. 12345678 12345678 3. **Bonus Depreciation** 3. 12345678 4. IRC Section 179 Expense 4 12345678 5. S Corporation Shareholder Built-in Gains Tax 5. Amount by Which Federal Basis Exceeds State Basis for Property Disposed of in 2023 6. 12345678 6. 7. 12345678 7. Federal Net Operating Loss Deduction 12345678 8. 8. State, Local, or Foreign Income Tax Deducted by an S Corporation, Partnership, or Estate and Trust 12345678 9. Withdrawal of 529 Plan Contributions Not Used for Permissible Purpose 9. 12345678 10. 10. **Discharge of Qualified Principal Residence Indebtedness** Qualified Education Loan Payments Paid by Employer 11. 12345678 11 12345678 12. Expenses allocable to income exempt or excluded from gross income (New for 2023) 12 13. 13. 12345678 Discharge of Certain Student Loan Debt 14. 12345678 Taxed Pass-Through Entity Loss 14 12345678 15. Reserved for Future Use 15. 12345678 16. Total Additions - Add Lines 1 through 15 16 Part B. **Deductions From Income** 12345678 17 State or Local Income Tax Refund 17 Interest Income From Obligations of the United States or United States' Possessions 12346578 18. 18. 12346578 19. Taxable Portion of Social Security and Railroad Retirement Benefits 19 20. Retirement Benefits Received by Vested N.C. State Government, N.C. Local Government, or Federal Government Retirees, i.e. Bailey Settlement 12346578 20. Certain Retirement Benefits Received by a Retired Member of the United States Uniformed Services 21 12346578 Not Deducted on Line 20 21 12346578 22. 22 Bonus Asset Basis 12345678 12345678 12345678 23. **Bonus Depreciation** a. 2018 b. 2019 c. 2020 12345678 12345678 d. 2021 e. 2022 23f. Total 12345678 12345678 12345678 24. IRC Section179 Expense a. 2018 12345678 b. 2019 c. 2020 12345678 12345678 12345678 d. 2021 e. 2022 24f. Total 25. Recognized IRC Section 1400Z-2 Gain 12345678 25 12345678 Gain From the Disposition of Exempt N.C. Obligations Issued Before July 1, 1995 26. 26 27. Exempt Income Earned or Received by a Member of a Federally Recognized Indian Tribe 27. 12346578 12345678 28. Amount by Which State Basis Exceeds Federal Basis for Property Disposed of in 2023 28. 29. Ordinary and Necessary Business Expense Reduced or not Allowed Due to Claiming a Federal Tax Credit in 12345678 Lieu of a Deduction 29 12345678 30. Personal Education Student Account Deposits 30. 31. Certain State Emergency Response and Disaster Relief Reserve Fund Payments 31. 12345678 12345678 32 Certain Economic Incentive Payments 32 12345678 33. Certain N.C. Grant Payments 33. 34. 12345678 34. Certain Net Operating Loss Carrybacks 12345678 35 Excess Net Operating Loss Carryforward 35. 36 Excess Business Loss 12345678 36. 12345678 37. **Business Interest Limitation** 37 38. Taxed Pass-Through Entity Income 38. 12345678 39. 12345678 N.C. Net Operating Loss 39 12345678 40. Reserved for Future Use 40 Total Deductions - Add Lines 17 through 22, 23f, 24f, and 25 through 40 12345678 41 41