Instructions For Handwritten Forms

Guidelines
- Do not use red ink. Use blue or black ink.
- Do not use dollar signs, commas, or other punctuation marks.

Before Sending
- Do not submit photocopies of returns. Submit originals only.
- Do not mix form types.

Printing
- Set page scaling to "none." The Auto-Rotate and Center checkbox should be unchecked.
- Do not select "print on both sides of paper."
A pass-through entity, estate, or trust that reported N.C. additions or N.C. deductions to an owner or beneficiary on a NC K-1 form must provide each owner or beneficiary the information necessary for the owner or beneficiary to prepare the appropriate N.C. tax return. The pass-through entity, estate, or trust may use this schedule to provide the necessary information to the owner or beneficiary. (For more information, see the instructions for the appropriate N.C. tax return.)

<table>
<thead>
<tr>
<th>Entity’s Legal Name (USE CAPITAL LETTERS)</th>
<th>Federal Employer ID Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Individual Owner or Beneficiary’s First Name M.I. Individual Owner or Beneficiary’s Last Name</td>
<td></td>
</tr>
<tr>
<td>Non-Individual Owner or Beneficiary’s Legal Name</td>
<td></td>
</tr>
</tbody>
</table>

**Part A. Additions to Income** *(Complete Column A and Column B, if applicable, for each owner or beneficiary.)*

<table>
<thead>
<tr>
<th>COLUMN A</th>
<th>COLUMN B</th>
</tr>
</thead>
<tbody>
<tr>
<td>Enter the Amount from all Sources</td>
<td>Enter the Amount from N.C. Sources</td>
</tr>
</tbody>
</table>

1. Interest Income From Obligations of States Other Than North Carolina 1.  
4. IRC Section 179 Expense 4.  
5. S-Corporation Shareholder Built-in Gains Tax 5.  
8. State, Local, or Foreign Income Tax Deducted by an S Corporation, Partnership, or Estate and Trust 8.  
10. Discharge of Qualified Principal Residence Indebtedness 10.  
11. Qualified Education Loan Payments by Employer 11.  
15. Total Additions - Add Lines 1 through 14 (Include your share of the applicable N.C. addition on your N.C. income tax return. For more information, see the instructions for the applicable return.) 15.  
<table>
<thead>
<tr>
<th>Owner or Beneficiary's Name</th>
<th>Identifying Number</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Part B. Deductions From Income** *(Complete Column A and Column B, if applicable, for each owner or beneficiary.)*

16. State or Local Income Tax Refund

17. Interest Income From Obligations of the United States or United States’ Possessions

18. Taxable Portion of Social Security and Railroad Retirement Benefits


20. Certain Retirement Benefits Received by a Retired Member of the United States Armed Forces Not Deducted on Line 19 *(Important: See instructions to determine if benefits qualify for deduction)*

21. Bonus Asset Basis

22. Bonus Depreciation

22a. 2016

22b. 2017

22c. 2018

22d. 2019

22e. 2020

22f. *(Add Lines 22a - 22e)*

23. IRC Section 179 Expense

23a. 2016

23b. 2017

23c. 2018

23d. 2019

23e. 2020

23f. *(Add Lines 23a - 23e)*

24. Recognized IRC Section 1400Z-2 Gain

25. Gain From the Disposition of Exempt N.C. Obligations Issued Before July 1, 1995

26. Exempt Income Earned or Received by a Member of a Federally Recognized Indian Tribe

27. Amount by Which State Basis Exceeds Federal Basis for Property Disposed of in 2021

28. Ordinary and Necessary Business Expense Reduced or not Allowed Due to Claiming a Federal Tax Credit in Lieu of a Deduction

29. Personal Education Savings Account Deposits

30. Certain State Emergency Response and Disaster Relief Reserve Fund Payments

31. Certain Economic Incentive Payments

32. Certain N.C. Grant Payments

33. Certain Net Operating Loss Carrybacks *(Limited to 20% of amount added to AGI in tax years 2013 through 2019)*

34. Excess Net Operating Loss Carryforward *(Limited to 20% of amount added to AGI in 2019 and 2020)*

35. Excess Business Loss *(Limited to 20% of amount added to AGI in 2018, 2019, and 2020)*

36. Business Interest Limitation *(Limited to 20% of amount added to AGI in 2019 and 2020)*

37. Reserved for Future Use

38. **Total Deductions** - Add Lines 16 through 21, 22f, 23f, and 24 through 37 *(Include your share of the applicable N.C. deduction on your N.C. income tax return. For more information, see the instructions for the applicable return.)*