



2018 Schedule KPINC, Federal Adjustments

Minnesota has not adopted the federal law changes enacted after December 16, 2016 that affect federal taxable income for tax year 2018.

Tax year beginning _____, 2018, and ending _____

Partner's Name	Partner's Social Security or Federal ID Number
Partnership's Name	Partnership's Federal ID Number
	Partnership's Minnesota Tax ID

Before you complete this schedule, read the instructions which are on a separate sheet.

Enter amounts as a positive or negative. Round amounts to the nearest whole dollar. For M1 filers, include on:

Adjustments to federal taxable income (FTI)

- 1 Capitalization Rules Provisions (TCJA Sec. 13207, 13801) **1** ■ _____ M1NC, line 10
- 2 a. Increase in federal Bonus Depreciation for Certain Assets (TCJA Sec. 13201) **2a** ■ _____ M1NC, line 11a
 - b. Enter the amount of allowable depreciation for assets on line 2a **2b** ■ _____ M1NC, line 11b
 - c. This line intentionally left blank **2c** ■ _____
- 3 a. Rules for Expensing Depreciable Business Assets (TCJA Sec. 13101). **3a** ■ _____ M1NC, line 12a
 - b. Enter the amount of allowable depreciation for assets on line 3a **3b** ■ _____ M1NC, line 12b
 - c. This line intentionally left blank **3c** ■ _____
- 4 a. Other Depreciation Provisions under Tax Cuts and Jobs Act (Sec. 13202, 13203, 13204, 13205) **4a** ■ _____ M1NC, line 13a
 - b. Enter the amount of allowable depreciation for assets on line 4a **4b** ■ _____ M1NC, line 13b
- 5 a. This line intentionally left blank **5a** ■ _____
- b. This line intentionally left blank **5b** ■ _____
- 6 Depreciation for Assets from 2017 Nonconformity Adjustments **6** ■ _____ M1NC, line 14
- 7 Limitation on Deduction for Interest (TCJA Sec. 13301) **7** ■ _____ M1NC, line 18
- 8 a. Like-Kind Exchange Treatment from Schedule LK (TCJA Sec. 13303). **8a** ■ _____ M1NC, line 17a
 - b. Recalculated cost recovery for line 8a property from Schedule LK **8b** ■ _____ M1NC, line 17b
- 9 Limitation on Deduction by Employers of Expenses for Fringe Benefits (TCJA Sec. 13304) **9** ■ _____ M1NC, line 16
- 10 Other Deduction Provisions (TCJA Sec. 13307, 13308, 13310, 13603) **10** ■ _____ M1NC, line 16
- 11 Limitation on Allowance of Partner's Share of Loss (TCJA Sec. 13503) **11** ■ _____ M1NC, line 19
- 12 Cash Distributions from Converted C Corporations (TCJA Sec. 13543(b)) **12** ■ _____ M1NC, line 29
- 13 Tax Treatment of Alaska Native Corporations (TCJA Sec. 13821) **13** ■ _____ M1NC, line 20

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Partner's Name

Partner's Social Security or Federal ID Number

- 14** Special Rules for Capital Gains Invested In Opportunity Zones (*TCJA Sec. 13823*) **14** ■ _____ M1NC, line 21
- 15** a. Section 965 Deferred Foreign Income (*TCJA Sec. 14103*) **15a** ■ _____ M1NC, line 23a
b. Section 965 Actual Repatriated Income **15b** ■ _____ M1NC, line 23b
- 16** Inclusion of Global Intangible Low Taxed Income (*TCJA Sec. 14201*) **16** ■ _____ M1NC, line 24
- 17** Deduction for Foreign Derived Intangible Income (*TCJA Sec. 14202*) **17** ■ _____ M1NC, line 25
- 18** Related Party Amounts Paid in Hybrid Transactions (*TCJA Sec. 14222*) **18** ■ _____ M1NC, line 27
- 19** Subpart F Provisions (*TCJA Sec. 14211, 14212, 14213, 14214, 14215*) **19** ■ _____ M1NC, line 28
- 20** Source of Income from Sales of Inventory (*TCJA Sec. 14303*) **20** ■ _____ M1NC, line 29
- 21** Restriction on Insurance Business Exception to Passive Foreign Investment
Company Rules (*TCJA Sec. 14501*) **21** ■ _____ M1NC, line 29
- 22** Other Provisions (*TCJA Sec. 13309, 13313, 13314, 13502, 13504, 13522, 13531,*
13532, 14502) **22** ■ _____ M1NC, line 29
- 23** Extension of Credits and Tax Incentives (*TCJA Sec. 13401, 13403*)
and (*Bipartisan Budget Act of 2018 Sec. 40411*) **23** ■ _____ M1NC, line 30
- 24** Other adjustments to federal taxable income **24** ■ _____ M1NC, line 29
- 25** This line intentionally left blank **25** ■ _____
- 26** This line intentionally left blank **26** ■ _____
- 27** Total lines 1-26. If the result is positive, enter it on Schedule KPI, line 8
If the amount is negative, enter it as a positive number on Schedule KPI, line 10 **27** ■ _____

You must include this schedule when you file Schedule KPI.



2018 Schedule KPINC Instructions

Individual, estate and trust partner's use of information provided on Schedule KPINC

Purpose of Schedule KPINC

Schedule KPINC is a supplemental schedule provided by the partnership to its individual, estate or trust partners. The partners need this information to complete one of the following:

- *Minnesota Schedule M1NC* if you are an individual partner;
- *Minnesota Schedule M2NC* if you are a trust or estate partner;

These instructions are intended to help you report your share of the partnership's non-conformity adjustments on your Minnesota return.

You must include Schedule KPINC when you file your Minnesota return. If you do not include the schedule with your return as required, your return processing will be delayed.

If you receive an amended Schedule KPINC from the partnership and your non-conformity adjustments have changed, you must file an amended Minnesota return.

To amend your return, use:

- Form M1X, *Amended Minnesota Income Tax Return*, if you are an individual partner; or
- Form M2X, *Amended Income Tax Return for Estate and Trust*, if you are a trust or estate partner.

Line Instructions

Line 1 – Capitalization Rules Provisions (TCJA Sec. 13207, 13801)

Individuals: Include this amount on Schedule M1NC, line 10.

Trusts and Estates: Include this amount on Schedule M2NC, line 1.

Line 2a – Increase in Federal Bonus Depreciation (TCJA Sec. 13201)

Individuals: Include this amount on Schedule M1NC, line 11a.

Trusts and Estates: Include this amount on Schedule M2NC, line 2a.

Line 2b – Allowable Depreciation for Line 2a

Individuals: Include this amount on Schedule M1NC, line 11b.

Trusts and Estates: Include this amount on Schedule M2NC, line 2b.

Line 2c

This line intentionally left blank

Line 3a – Expensing Depreciable Business Assets (TCJA Sec. 13101)

Individuals: Include this amount on Schedule M1NC, line 12a.

Trusts and Estates: Not applicable.

Line 3b – Allowable Depreciation for Line 3a

Individuals: Include this amount on Schedule M1NC, line 12b.

Trusts and Estates: Not applicable.

Line 3c

This line intentionally left blank

Line 4a – Other Depreciation Provisions (TCJA Sec. 13202, 13203, 13204, 13205)

Individuals: Include this amount on Schedule M1NC, line 13a.

Trusts and Estates: Include this amount on Schedule M2NC, line 3a.

Line 4b – Allowable Depreciation for Line 4a

Individuals: Include this amount on Schedule M1NC, line 13b.

Trusts and Estates: Include this amount on Schedule M2NC, line 3b.

Lines 5a and 5b

These lines are intentionally left blank.

Line 6 – Depreciation for Assets from 2017 Nonconformity Adjustments

Individuals: Include this amount on Schedule M1NC, line 14.

Trusts and Estates: Include this amount on Schedule M2NC, line 5.

Line 7 – Limitation on Deduction for Interest (TCJA Sec. 13301)

Individuals: Include this amount on Schedule M1NC, line 18.

Trusts and Estates: Include this amount on Schedule M2NC, 8.

Line 8a – Like-Kind Exchange Treatment (TCJA Sec. 13303)

Individuals: Include this amount on Schedule M1NC, line 17a.

Trusts and Estates: Include this amount on Schedule M2NC, line 9a.

Line 8b – Recalculated Cost Recovery for Line 8a

Individuals: Include this amount on Schedule M1NC, line 17b.

Trusts and Estates: Include this amount on Schedule M2NC, line 9b.

Line 9 – Deduction by Employers of Expenses for Fringe Benefits (TCJA Sec. 13304)

Individuals: Include this amount on Schedule M1NC, line 16.

Trusts and Estates: Include this amount on Schedule M2NC, line 10.

Line 10 – Other Deduction Provisions (TCJA Sec. 13307, 13308, 13310, 13603)

Individuals: Include this amount on Schedule M1NC, line 16.

Trusts and Estates: Include this amount on Schedule M2NC, line 11.

Line 11 – Limitation on Allowance of Partner's Share of Loss (TCJA Sec. 13503)

Individuals: Include this amount on Schedule M1NC, line 19.

Trusts and Estates: Include this amount on Schedule M2NC, line 12.

Line 12 – Cash Distributions from Converted C Corporations (TCJA Sec. 13543(b))

Individuals: Include this amount on Schedule M1NC, line 29.

Trusts and Estates: Include this amount on Schedule M2NC, line 13.

Line 13 – Tax Treatment of Alaska Native Corporations (TCJA Sec. 13821)

Individuals: Include this amount on Schedule M1NC, line 20.

Trusts and Estates: Include this amount on Schedule M2NC, line 14.

Line 14 – Capital Gains Invested in Opportunity Zones (TCJA Sec. 13823)

Individuals: Include this amount on Schedule M1NC, line 21.

Trusts and Estates: Include this amount on Schedule M2NC, line 15.

Line 15a – Section 965 Deferred Foreign Income (TCJA Sec. 14103)

Individuals: Include this amount on Schedule M1NC, line 23a.

Trusts and Estates: Include this amount on Schedule M2NC, line 16a.

2018 Schedule KPINC Instructions *(continued)*

Line 15b – Section 965 Actual Repatriated Income

Individuals: Include this amount on Schedule M1NC, line 23b.

Trusts and Estates: Include this amount on Schedule M2NC, line 16b.

Line 16 – Inclusion of Global Intangible Low Taxed Income (TCJA Sec. 14201)

Individuals: Include this amount on Schedule M1NC, line 24.

Trusts and Estates: Include this amount on Schedule M2NC, line 17.

Line 17 – Deduction for Foreign Derived Intangible Income (TCJA Sec. 14202)

Individuals: Include this amount on Schedule M1NC, line 25.

Trusts and Estates: Include this amount on Schedule M2NC, line 18.

Line 18 – Related Party Amounts Paid in Hybrid Transactions (TCJA Sec. 14222)

Individuals: Include this amount on Schedule M1NC, line 27.

Trusts and Estates: Include this amount on Schedule M2NC, line 19.

Line 19 – Subpart F Provisions (TCJA Sec. 14211, 14212, 14213, 14214, 14215)

Individuals: Include this amount on Schedule M1NC, line 28.

Trusts and Estates: Include this amount on Schedule M2NC, line 20.

Line 20 – Source of Income from Sales of Inventory (TCJA Sec. 14303)

Individuals: Include this amount on Schedule M1NC, line 29.

Trusts and Estates: Include this amount on Schedule M2NC, line 21.

Line 21 – Restriction on Insurance Business Exception (TCJA Sec. 14501)

Individuals: Include this amount on Schedule M1NC, line 29.

Trusts and Estates: Include this amount on Schedule M2NC, line 22.

Line 22 – Other Provisions (TCJA Sec. 13309, 13313, 13314, 13502, 13504, 13522, 13531, 13532, 14502)

Individuals: Include this amount on Schedule M1NC, line 29.

Trusts and Estates: Include this amount on Schedule M2NC, line 23.

Line 23 – Extension of Credits and Tax Incentives (TCJA Sec. 13401, 13403) and (BBA Sec. 40411)

Individuals: Include this amount on Schedule M1NC, line 30.

Trusts and Estates: Include this amount on Schedule M2NC, line 24.

Line 24 – Other Adjustments to Federal Taxable Income

Individuals: Include this amount on Schedule M1NC, line 29.

Trusts and Estates: Include this amount on Schedule M2NC, line 25.

Lines 25 and 26

These lines are intentionally left blank.

Line 27 – Total

If the total on this line is a positive, enter it on Schedule KPI, line 8. If the total on this line is a negative, enter it as a **positive** number on Schedule KPI, line 10.