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NEAR FINAL 38 RAFT 10/29/25



2024 Schedule KSNC, Federal Adjustments Minnesota has not adopted the federal law changes enacted after May 1, 2023 that affect federal taxable income for tax year 2024.

iviin	nesota has not adopted the federal law changes enacted after May 1, 2023 that affect federal	ıaxabi	e income for tax year 202	44.	- 8
++		++			9
Tav	year beginning MM DD YYYY , ending MM DD YYYY	++			10 11
Iax	year beginning				12
	MEXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX		999999		13
	eholder's Name		holder's Social Security Numb	per	14
	MEXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX		999999 poration's Minnesota ID Num	her	15
3 00	poration's Name	3 001	poration 3 willinesota 15 ivaili	DEI .	16
			nter amounts as a positive		17
			r negative. Round amounts nearest whole dollar.	Form M1 filers,	18 19
Adi	ustments to federal taxable income (FTI)		Theatest whole dollar.	include on:	20
	a Full Expensing for Bonus Depreciation Property (H.R. 1 Sec. 70301)	. 1a	123456789	M1NC, Line 3a	
		177		,	22
	b Enter the amount of allowable depreciation for assets on line 1a	. 1b	123456789	M1NC, Line 3b	23
		+++	100456700		24
2	a Full Expensing for Domestic Research and Experimental Expenditures (H.R. 1 Sec. 70302)	. 2a	123456789	M1NC, Line 4a	
++	F. Fathy the appropriate of allowed advantage of the formation of the first of the	. 2b	123456789	NAING Line at	26
	b Enter the amount of allowable depreciation for assets on line 2a	. 20	123130703	M1NC, Line 4b	28
	c Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70302	2c	123456789	M1NC, Line 4c	
					30
3	a Special Depreciation Allowance for Qualified Production Property (H.R. 1 Sec. 70307)	. 3a	123456789	M1NC, Line 5a	31
		+++	100456700		32
	b Enter the amount of allowable depreciation for assets on line 3a	. 3b	123456789	M1NC, Line 5b	
	France Facility Day & Dulas for Consumer (U.D. 4 Con 70200)	. 4a	123456789	NAING Line C	34
4	Exempt Facility Bond Rules for Spaceports (H.R. 1 Sec. 70309)	. 4a	123130703	M1NC, Line 6	35 36
5	Subpart F Provisions (H.R. 1 Sec. 70354)	. 5	123456789	M1NC, Line 7	37
					38
6	Exception to Percentage of Completion Method of Accounting (H.R. 1 Sec. 70430)	6	123456789	M1NC, Line 8	39
		+++	102456700		40
7	Expansion of Qualified Small Business Stock Gain Exclusion (H.R. 1 Sec. 70431)	. 7	123456789	M1NC, Line 9	41
	a Treatment of Certain Sound Recording Productions (H.R. 1 Sec. 70434)	. 8a	123456789	M1NC, Line 10a	42
, and	a Treatment of Certain Sound Recording Productions (II.R. 1 Sec. 70434)	. oa		WITNC, LINE 10a	44
	b Enter the amount of allowable depreciation for assets on line 8a	. 8b	123456789	M1NC, Line 10k	45
		$\perp \! \! \perp \! \! \perp$			46
9	Exclusion of Interest on Loans Secured by Rural or Agricultural Real Property	+++	100456700		47
	(H.R. 1 Sec. 70435)	. 9	123456789	M1NC, Line 11	48
10	a Termination of Cost Recovery for Energy Property (H.P. 1 Sec. 70500)	10a	123456789	M1NC Line 12s	49
10	a Termination of Cost Recovery for Energy Property (H.R. 1 Sec. 70509)	IUa	123130703	M1NC, Line 12a	51
	b Reverse federally claimed depreciation for assets on line 10a	10b	123456789	M1NC, Line 12k	
Ш		\Box			53
11	Employee Retention Credit Enforcement Provisions (H.R. 1 Sec. 70605)	. 11	123456789	M1NC, Line 13	54
		+++			55
12	This line intentionally left blank	. 12			56
13	This line intentionally left blank	. 13		 	57 58
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		+			62
H	9995	+++	continued next page		_63



2024 Schedule KSNC Instructions

Shareholder's use of information provided on Schedule KSNC.

Purpose of Schedule KSNC

Schedule KSNC is a supplemental schedule provided by the S corporation to its shareholders. The shareholders need this information to complete one of the following:

- Minnesota Schedule M1NC if you are an individual shareholders.
- Minnesota Schedule M2NC if you are a trust or estate shareholders.
- Minnesota Schedule M2SBNC if you are an electing small business trust shareholder.

These instructions are intended to help you report your share of the S corporation's nonconformity adjustments on your Minnesota return.

You must include Schedule KSNC 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 KSNC from the S corporation and your nonconformity adjustments have changed, you must file an amended Minnesota return.

To amend your return, use one of the following:

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

Line Instructions

Line 1a - Full Expensing for Bonus Depreciation Property (H.R. 1 Sec. 70301)

Individuals: Include this amount on Schedule M1NC, line 3a.

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 1a.

Line 1b - Enter the amount of allowable depreciation for assets on line 1a

Individuals: Include this amount on Schedule M1NC, line 3b.

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 1b.

Line 2a - Full Expensing for Domestic Research and Experimental Expenditures (H.R. 1 Sec. 70302)

Individuals: Include this amount on Schedule M1NC, line 4a.

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 2a.

Line 2b – Enter the amount of allowable depreciation for assets on line 2a

Individuals: Include this amount on Schedule M1NC, line 4b.

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 2b.

Line 2c - Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70302

Individuals: Include this amount on Schedule M1NC, line 4c.

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 2c.

Line 3a - Special Depreciation Allowance for Qualified Production Property (H.R. 1 Sec. 70307)

Individuals: Include this amount on Schedule M1NC, line 5a.

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 3a.

Line 3b – Enter the amount of allowable depreciation for assets on line 3a

Individuals: Include this amount on Schedule M1NC, 5b.

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 3b.

Line 4 – Exempt Facility Bond Rules for Spaceports (H.R. 1 Sec. 70309)

Individuals: Include this amount on Schedule M1NC, line 6.

Trusts and Estates: Include this amount on Schedule M2NC, line 4.

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 4.

2024 Schedule KSNC Instructions Continued

Line 5 – Subpart F Provision (H.R. 1 Sec. 70354)

Individuals: Include this amount on Schedule M1NC, line 7.

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 5.

Line 6 - Exception to Percentage of Completion Method of Accounting (H.R. 1 Sec. 70430)

Individuals: Include this amount on Schedule M1NC, line 8.

Trusts and Estates: Include this amount on Schedule M2NC, line 6.

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 6.

Line 7 - Expansion of Qualified Small Business Stock Gain Exclusion (H.R. 1 Sec. 70431)

Individuals: Include this amount on Schedule M1NC, line 9.

Trusts and Estates: Include this amount on Schedule M2NC, line 7.

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 7.

Line 8a - Treatment of Certain Sound Recording Productions (H.R. 1 Sec. 70434)

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

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 8a.

Line 8b - Enter the amount of allowable depreciation for assets on line 8a

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

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 8b.

Line 9 - Exclusion of Interest on Loans Secured by Rural or Agricultural Real Property (H.R. 1 Sec. 70435)

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

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 9.

Line 10a – Termination of Cost Recovery for Energy Property (H.R. 1 Sec. 70509)

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

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 10a.

Line 10b – Reverse federally claimed depreciation for assets on line 10a

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

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 10b.

Line 11 - Employee Retention Credit Enforcement Provisions (H.R. 1 Sec. 70605)

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

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 11.

Lines 12 through 15

These lines are intentionally left blank.

Line 16 - Other Adjustments to Federal Taxable Income

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

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

Electing Small Business Trusts: Include this amount on Schedule M2SBNC, line 16.

Line 17 - Total

If the total on this line is a positive number, enter it on Schedule KS, line 6. If the total on this line is a negative, enter it as a positive number on Schedule KS, line 19.