



# 2025 Schedule KPINC, Federal Adjustments

Minnesota has not adopted the federal law changes enacted after May 1, 2023 that affect federal taxable income for tax year 2025.

Tax year beginning \_\_\_\_\_, ending \_\_\_\_\_

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

		Enter amounts as a positive or negative. Round amounts to nearest whole dollar.	Form M1 filers, include on:
<b>Adjustments to federal taxable income (FTI)</b>			
1	Expansion of FICA Tip Credit (H.R. 1 Sec. 70201) . . . . .	1 ■ _____	M1NC, Line 8
2	a Full Expensing for Bonus Depreciation Property (H.R. 1 Sec. 70301) . . . . .	2a ■ _____	M1NC, Line 9a
	b Enter the amount of allowable depreciation for assets on line 2a. . . . .	2b ■ _____	M1NC, Line 9b
	c Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70301 . . .	2c ■ _____	M1NC, Line 9c
3	a Full Expensing for Domestic Research and Experimental Expenditures (H.R. 1 Sec. 70302) . . .	3a ■ _____	M1NC, Line 10a
	b Enter the amount of allowable depreciation for assets on line 3a . . . . .	3b ■ _____	M1NC, Line 10b
	c Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70302 . . .	3c ■ _____	M1NC, Line 10c
4	Modification of Limitation on Business Interest (H.R. 1 Sec. 70303) . . . . .	4 ■ _____	M1NC, Line 11
5	Limitation on Deduction for Business Meals (H.R. 1 Sec. 70305) . . . . .	5 ■ _____	M1NC, Line 12
6	a Limitation for Expensing of Certain Depreciation Property (H.R. 1 Sec. 70306) . . . . .	6a ■ _____	M1NC, Line 13a
	b Enter the amount of allowable depreciation for assets on line 6a. . . . .	6b ■ _____	M1NC, Line 13b
	c Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70306 . . .	6c ■ _____	M1NC, Line 13c
7	a Special Depreciation Allowance for Qualified Production Property (H.R. 1 Sec. 70307) . . . . .	7a ■ _____	M1NC, Line 14a
	b Enter the amount of allowable depreciation for assets on line 7a . . . . .	7b ■ _____	M1NC, Line 14b
	c Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70307 . . .	7c ■ _____	M1NC, Line 14c
8	Enhancement of Advanced Manufacturing Investment Credit (H.R. 1 Sec. 70308) . . . . .	8 ■ _____	M1NC, Line 15
9	Exempt Facility Bond Rules for Spaceports (H.R. 1 Sec. 70309) . . . . .	9 ■ _____	M1NC, Line 16
10	Subpart F Provisions (H.R. 1 Sec. 70352 and 70354) . . . . .	10 ■ _____	M1NC, Line 17
11	Enhancement of Employer-Provided Child Care Credit (H.R. 1 Sec. 70401) . . . . .	11 ■ _____	M1NC, Line 18
12	This line intentionally left blank. . . . .	12 ■ _____	
13	Exception to Percentage of Completion Method of Accounting (H.R. 1 Sec. 70430) . . . . .	13 ■ _____	M1NC, Line 20



Partner's Name \_\_\_\_\_

Partner's Social Security Number or Federal ID Number \_\_\_\_\_

Partnership's Name \_\_\_\_\_

Partnership's Federal ID Number \_\_\_\_\_

Partnership's Minnesota ID Number \_\_\_\_\_

- 14** Expansion of Qualified Small Business Stock Gain Exclusion (H.R. 1 Sec. 70431) . . . . . **14** ■ \_\_\_\_\_ M1NC, Line 21
- 15 a** Treatment of Certain Sound Recording Productions (H.R. 1 Sec. 70434) . . . . . **15a** ■ \_\_\_\_\_ M1NC, Line 22a
- b** Enter the amount of allowable depreciation for assets on line 15a . . . . . **15b** ■ \_\_\_\_\_ M1NC, Line 22b
- c** Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70434 . . . **15c** ■ \_\_\_\_\_ M1NC, Line 22c
- 16** Exclusion of Interest on Loans Secured by Rural or Agricultural Real Property  
(H.R. 1 Sec. 70435) . . . . . **16** ■ \_\_\_\_\_ M1NC, Line 23
- 17 a** Termination of Energy Efficient Commercial Buildings Deduction (H.R. 1 Sec. 70507) . . . . . **17a** ■ \_\_\_\_\_ M1NC, Line 24a
- b** Reverse federally claimed depreciation for assets on line 17a . . . . . **17b** ■ \_\_\_\_\_ M1NC, Line 24b
- 18 a** Termination of Cost Recovery for Energy Property (H.R. 1 Sec. 70509). . . . . **18a** ■ \_\_\_\_\_ M1NC, Line 25a
- b** Reverse federally claimed depreciation for assets on line 18a . . . . . **18b** ■ \_\_\_\_\_ M1NC, Line 25b
- c** Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70509 . . . **18c** ■ \_\_\_\_\_ M1NC, Line 25c
- 19** Employee Retention Credit Enforcement Provisions (H.R. 1 Sec. 70605). . . . . **19** ■ \_\_\_\_\_ M1NC, Line 26
- 20** Minnesota-Only Bonus Depreciation . . . . . **20** ■ \_\_\_\_\_ M1NC, line 27
- 21** This line intentionally left blank. . . . . **21** ■ \_\_\_\_\_
- 22** This line intentionally left blank. . . . . **22** ■ \_\_\_\_\_
- 23** This line intentionally left blank. . . . . **23** ■ \_\_\_\_\_
- 24** This line intentionally left blank. . . . . **24** ■ \_\_\_\_\_
- 25** This line intentionally left blank. . . . . **25** ■ \_\_\_\_\_
- 26** This line intentionally left blank. . . . . **26** ■ \_\_\_\_\_
- 27** This line intentionally left blank. . . . . **27** ■ \_\_\_\_\_
- 28** This line intentionally left blank. . . . . **28** ■ \_\_\_\_\_
- 29** This line intentionally left blank. . . . . **29** ■ \_\_\_\_\_
- 30** Other adjustments to federal taxable income . . . . . **30** ■ \_\_\_\_\_ M1NC, Line 36
- 31** Total lines 1-30. If the result is a positive, enter it on Schedule KPI, line 6.  
If the amount is a negative, enter it as a positive number on Schedule KPI, line 19. . . . . **31** ■ \_\_\_\_\_

You must include this schedule when you file Schedule KPI.



# 2025 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 nonconformity 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 nonconformity adjustments have changed, you must file an amended Minnesota return.

To amend your return, use one of the following:

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

## Line Instructions

### Line 1 – Expansion of FICA Tip Credit (H.R. 1 Sec. 70201)

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

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

### Line 2a - Full Expensing for Bonus Depreciation Property (H.R. 1 Sec. 70301)

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

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

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

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

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

### Line 2c - Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70301

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

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

### Line 3a – Full Expensing for Domestic Research and Experimental Expenditures (H.R. 1 Sec. 70302)

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

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

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

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

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

### Line 3c – Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70302

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

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

### Line 4 – Modification of Limitation on Business Interest (H.R. 1 Sec. 70303)

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

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

### Line 5 – Limitation on Deduction for Business Meals (H.R. 1 Sec. 70305)

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

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

### Line 6a – Limitation for Expensing of Certain Depreciation Property (H.R. 1 Sec. 70306)

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

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

*Continued*

## 2025 Schedule KPINC Instructions (*continued*)

### **Line 6b – Enter the amount of allowable depreciation for assets on line 6a**

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

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

### **Line 6c – Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70306**

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

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

### **Line 7a – Special Depreciation Allowance for Qualified Production Property (H.R. 1 Sec. 70307)**

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

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

### **Line 7b – Enter the amount of allowable depreciation for assets on line 7a**

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

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

### **Line 7c – Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70307**

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

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

### **Line 8 – Enhancement of Advanced Manufacturing Investment Credit (H.R. 1 Sec. 70308)**

*Individuals:* Include this amount on Schedule M1NC, line 15.

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

### **Line 9 – Exempt Facility Bond Rules for Spaceports (H.R. 1 Sec. 70309)**

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

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

### **Line 10 – Subpart F Provisions (H.R. 1 Sec. 70352 and 70354)**

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

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

### **Line 11 – Enhancement of Employer-Provided Child Care Credit (H.R. 1 Sec. 70401)**

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

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

### **Line 12**

This line is intentionally left blank.

### **Line 13 – Exception to Percentage of Completion Method of Accounting (H.R. 1 Sec. 70430)**

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

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

### **Line 14 – Expansion of Qualified Small Business Stock Gain Exclusion (H.R. 1 Sec. 70431)**

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

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

### **Line 15a – Treatment of Certain Sound Recording Productions (H.R. 1 Sec. 70434)**

*Individuals:* Include this amount on Schedule M1NC, line 22a.

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

### **Line 15b – Enter the amount of allowable depreciation for assets on line 15a**

*Individuals:* Include this amount on Schedule M1NC, line 22b.

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

### **Line 15c – Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70434**

*Individuals:* Include this amount on Schedule M1NC, line 22c.

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

## 2025 Schedule KPINC Instructions (*continued*)

### **Line 16 – 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 23

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

### **Line 17a – Termination of Energy Efficient Commercial Buildings Deduction (H.R. 1 Sec. 70507)**

*Individuals:* Include this amount on Schedule M1NC, line 24a

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

### **Line 17b – Reverse federally claimed depreciation for assets on line 17a**

*Individuals:* Include this amount on Schedule M1NC, line 24b

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

### **Line 18a – Termination of Cost Recovery for Energy Property (H.R. 1 Sec. 70509)**

*Individuals:* Include this amount on Schedule M1NC, line 25a

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

### **Line 18b – Reverse federally claimed depreciation for assets on line 18a**

*Individuals:* Include this amount on Schedule M1NC, line 25b

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

### **Line 18c – Enter the amount of allowable depreciation for prior year assets adjusted for Sec. 70509**

*Individuals:* Include this amount on Schedule M1NC, line 25c

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

### **Line 19 – Employee Retention Credit Enforcement Provisions (H.R. 1 Sec. 70605)**

*Individuals:* Include this amount on Schedule M1NC, line 26.

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

### **Line 20 – Minnesota-Only Bonus Depreciation**

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

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

### **Lines 21 through 29**

These lines are intentionally left blank.

### **Line 30 - Other Adjustments to Federal Taxable Income**

*Individuals:* Include this amount on Schedule M1NC, line 36.

*Trusts and Estates:* Include this amount on Schedule M2NC, line 30.

### **Line 31 – Total**

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