DEPARTMENT OF REVENUE

NEAR FINAL DRAFT 11/13/26

2024 Schedule KSNC, Federal Adjustments

Minnesota has generally adopted the Internal Revenue Code as amended through May 1, 2026. This schedule allows for any remaining necessary adjustments required to file a state tax return.

Tax year beginning _____, **ending** _____

Shareholder's Name

Shareholder's Social Security Number

S Corporation's Name

S Corporation's Federal ID Number

S Corporation's Minnesota ID Number

Enter amounts as a positive or negative. Round amounts to nearest whole dollar.

Form M1 filers, include on:

Adjustments to federal taxable income (FTI)

1	**a**	This line intentionally left blank	**1a**	
	b	This line intentionally left blank	**1b**	
2	**a**	This line intentionally left blank	**2a**	
	b	This line intentionally left blank	**2b**	
	c	This line intentionally left blank	**2c**	
3	**a**	This line intentionally left blank	**3a**	
	b	This line intentionally left blank	**3b**	
4		This line intentionally left blank	**4a**	
5		This line intentionally left blank	**5**	
6		This line intentionally left blank	**6**	
7		This line intentionally left blank	**7**	
8	**a**	This line intentionally left blank	**8a**	
	b	This line intentionally left blank	**8b**	
9		Exclusion of Interest on Loans Secured by Rural or Agricultural Real Property (H.R. 1 Sec. 70435)	**9**	M1NC, Line 11
10	**a**	This line intentionally left blank	**10a**	
	b	This line intentionally left blank	**10b**	
11		This line intentionally left blank	**11**	
12		This line intentionally left blank	**12**	
13		This line intentionally left blank	**13**	
14		This line intentionally left blank	**14**	

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NEAR FINAL DRAFT 11/13/26

Shareholder's Name

Shareholder's Social Security Number

S Corporation's Name

S Corporation's Federal ID Number

S Corporation's Minnesota ID Number

15 This line intentionally left blank **15**

16 This line intentionally left blank **16**

17 Total lines 1-16. If the result is a positive, enter it on Schedule KS, line 6.
If the amount is a negative, enter it as a positive number on Schedule KS, line 19.. . . . . **17**

You must include this schedule when you file Schedule KS.

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 – The Line Intentionally Left Blank

Line 1b – The Line Intentionally Left Blank

Line 2a – The Line Intentionally Left Blank

Line 2b – The Line Intentionally Left Blank

Line 2c – The Line Intentionally Left Blank

Line 3a – The Line Intentionally Left Blank

Line 3b – The Line Intentionally Left Blank

Line 4 – The Line Intentionally Left Blank

Line 5 – The Line Intentionally Left Blank

Line 6 – The Line Intentionally Left Blank

Line 7 – The Line Intentionally Left Blank

Line 8a – The Line Intentionally Left Blank

Line 8b – The Line Intentionally Left Blank

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 – The Line Intentionally Left Blank

Line 10b – The Line Intentionally Left Blank

Line 11 – The Line Intentionally Left Blank

Lines 12 through 15

These lines are intentionally left blank.

Line 16 – The Line Intentionally Left Blank

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.