



## 2019 NOL, Net Operating Loss Deduction

**Unitary businesses:** Complete a separate Schedule NOL for each corporation that is carrying forward a net operating loss (NOL).

<b>Name of Corporation</b>	<b>FEIN</b>	<b>Minnesota Tax ID</b>

Year	Taxable Net Income/Loss	Minnesota Losses Used	Losses Remaining
Oldest loss year			
Subsequent year 1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
<b>2019 Summary:</b>		Net operating loss deduction	Total losses remaining (to be carried forward)

**Enter on M4T, line 6**



# 2019 Schedule NOL Instructions

The purpose of this form is to show the sources and applications of net operating losses. Only the years used to calculate the net operating loss, and the years the losses are used, need to be listed.

Your net operating loss deduction is limited to 80% (.80) of your taxable net income for the year.

Net operating losses may be carried forward only. The carryforward period is 15 years.

A net operating loss incurred in a prior year and not previously used to offset net income may be deducted on Form M4T, line 6.

Corporations whose business is conducted entirely in Minnesota may deduct the full amount of any previously unused net operating loss.

Corporations that apportion their income to Minnesota may deduct any previously unused net operating loss at the apportionment percentage of the loss year.

Corporations may not create or increase the net operating loss by:

- the deduction for dividends received, Form M4T, line 8b
- the foreign royalties subtraction for tax years beginning before 2013

Acquired net operating losses are subject to limitation as determined under Internal Revenue Code section 382(g).

### To complete the worksheet:

- Enter your taxable net income or loss for the year in the *Taxable Net Income/Loss* column. If your return was amended or adjusted, use the most recent amounts for that year.
- If the amount is a loss, add it to the total in the previous year's *Losses Remaining* column and enter the sum in the *Losses Remaining* column.
- If the amount is income, and losses from previous years are being used to reduce that income, enter the amount of loss being used to reduce the income in the *Minnesota Losses Used* column. The amount of loss being used in each year is limited to 80% (.80) of the taxable net income for the year.

Complete Schedule NOL and attach a copy with your Minnesota tax return.

A separate Schedule NOL is required for each corporation in a unitary group that is claiming a net operating loss deduction.

### Example:

Year	Taxable Net Income/Loss	Minnesota Losses Used	Losses Remaining
Oldest loss year 12/31/13	(13,000)	-----	(13,000)
Subsequent year 1 12/31/14	4,000	(4,000)	(9,000)
2 12/31/15	(5,000)		(14,000)
3 12/31/16	6,000	(6,000)	(8,000)
4 12/31/17	(8,000)	-----	(16,000)
5 12/31/18	10,000	(8,000)	(8,000)
6 12/31/19	5,000	(4,000)	(4,000)
7			
8			
9			
10			
11			
12			
13			
14			
15			
<b>2019 Summary:</b>		Net operating loss deduction 4,000	Total losses remaining (to be carried forward) (4,000)

**Enter on M4T, line 6**