

**North Carolina Annual Conference  
BOARD of PENSIONS**

**WORKSHEET for RETIRED MINISTERS and MINISTERS ON  
INCAPACITY LEAVE to DETERMINE HOUSING EXCLUSION**

Retired Ministers

As found in the Report of the Board of Pensions of the North Carolina Annual Conference under the section, HOUSING EXCLUSION ALLOWANCE, "an amount equal to 100% of the pension payments received by a **RETIRED** minister (including amounts received from the Duke Endowment and any amounts received from the Ministers' Transition Fund (MTF)), may be counted provided it can be substantiated under Revenue Ruling 71-280, 1971 C:B92. "The only amount that will qualify for exclusion under section 107 (2) of the Code as "rental value" is an amount equal to the fair value of the home, including furnishings and appurtenances such as a garage, plus cost of utilities."

Ministers on Incapacity Leave

As found in the Report of the Board of Pensions of the North Carolina Annual Conference under the section, HOUSING EXCLUSION ALLOWANCE, "an amount equal to 100% of the disability payments including the lump sum grant made the first year of the incapacity leave received by a minister on **INCAPACITY LEAVE** (including amounts received from the Duke Endowment and any amounts received from the Ministers' Transition Fund (MTF)), may be counted provided it can be substantiated under Revenue Ruling 71-280, 1971 C:B92. "The only amount that will qualify for exclusion under section 107 (2) of the Code as "rental value" is an amount equal to the fair value of the home, including furnishings and appurtenances such as a garage, plus cost of utilities."

**COMPLETE THE FOLLOWING:**

**PENSION INCOME**

- I. One hundred percent (100%) of the pension or disability payments received (including amounts received from the Duke Endowment, the Ministers' Transition Fund, and the lump sum grant made the first year of incapacity leave)

**(A) TOTAL** \$ \_\_\_\_\_

**ACTUAL COST**

- II. 1) Rent on leased premises or payments on purchase of a home, including down payment and/or installment payments (principal, interest)
- 2) Property Taxes
- 3) Home Owner's OR Rental Insurance
- 4) Utilities
- 5) Repairs and Maintenance
- 6) Furnishings (purchase or rental of)

\$ \_\_\_\_\_

\$ \_\_\_\_\_

\$ \_\_\_\_\_

\$ \_\_\_\_\_

\$ \_\_\_\_\_

\$ \_\_\_\_\_

**(B) TOTAL** \$ \_\_\_\_\_

**RENTAL VALUE**

- III. 1) Reasonable Fair Rental Value of House, Appurtenances (Garage, etc.), and Furnishings
- 2) Utilities

\$ \_\_\_\_\_

\$ \_\_\_\_\_

**(C) TOTAL** \$ \_\_\_\_\_

**YOUR HOUSING ALLOWANCE IS EQUAL TO THE LEAST  
OF (A), (B), OR (C) ABOVE**

Question: Where do I put this on my 1040 tax form?

Answer: See page 434 of the 2008-2009 Journal where it says, "Please Note:".