| come Level | $\begin{gathered} \text { Number of } \\ \text { Returns Filed } \\ {[\$ 0 \text { Tax Liability }]} \end{gathered}$ |  | D-400 FilingFinancial StatisticsOverpayment |  | Federal <br> AGI <br> [includes returns with deficit] [\$] |  | ModificationstoFederalAGI: |  | Deductions Claimed Pursuant to [§105-134.6.(a2)] by Type $\dagger \dagger$ : |  |  |  | Computed NC Taxable Income [includes returns with deficit] |  |  | NCTI <br> as <br> a <br> \% <br> of <br> Federa <br> AGI <br> A $\%$ | Com-putedTax Lia-bility[beforeapplicationof credits][ $\$ 1$ | Selected Tax Credits Claimed $\dagger$ ¢ $\dagger$ and Itemized Deductions市 Claimed |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  | $\begin{gathered} \text { Aver- } \\ \text { age } \\ \text { Federal } \\ \text { AGI } \\ \text { Value } \\ {[\$]} \\ \hline \end{gathered}$ |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  | Standard Deduction | Itemized Deductions |  | [beforeresidency proration] [\$] |  |  | $[$ afterresidency proration] [\$] | Effec- <br> tive <br> Pro- <br> ration <br> Factor <br> $[\%]$ <br> $[\%$ | $\begin{gathered} \text { Tax Credit } \\ \$ 125 / \$ 100 \\ \text { [per } \\ \text { Qualifying } \\ \text { Child] } \\ {[\$]} \end{gathered}$ | TaxesPaidTo OtherStates/ForeignTaxes[\$] | Quali- <br> fying <br> Home <br> Mortgage <br> Interest: <br> [\$] | $\begin{gathered} \text { Real } \\ \text { Estate } \\ \text { Property } \\ \text { Taxes } \\ \text { [\$] } \\ \hline \end{gathered}$ | AllowedHome MtgInt/RealEstateTaxes$[\$]$ |  |  | Charitable Contributions: [\$] |
|  | [Combined Filing Statuses | of All <br> Returns Filed [\%] |  | $\begin{gathered} \text { Number } \\ \text { of } \\ \text { Returns } \\ \text { Filed } \end{gathered}$ |  |  |  |  | $\begin{gathered} {[\text { Net Tax } \dagger} \\ \text { < Pre- } \\ \text { payments] } \\ \text { Amount } \\ {[\$]} \end{gathered}$ |  |  |  |  |  |  |  |  |  |  | Deduction Amount [\$] | $\left.\begin{array}{\|c} \text { Number } \\ \text { of } \\ \text { Returns } \\ \text { Filed } \end{array} \right\rvert\,$ | Deduction Amount [\$] |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | Returns |  |  |  |
| NCTILevel |  |  |  |  |  |  |  |  |  |  |  | [ ${ }^{\text {a }}$ |  | [* |  |  |  |  |  |  |  |  |  |  |  |
| O Taxable Inco | \% | 100.0\% | 85 | 230 | , 08 | ,221 | 19 | 83 | 751,602 | 7,593,783,000 | 80,258 | 4,334,392,055 | 30,689,821,790 | 1,920,844) | -24\% | 66\% |  | [20,152,231 | 457,442 742,705,209 |  | 626,989,910 | 822,303,276 $3,679,945,699$ |  |
| 1-2,00 | ,289 | 23.4\% | ,698 | 9,994,449 | 749,969,363 | 13,565 | 1,918,212 | 11,616,301 | 4,764 | 652,411,500 | 525 | 8,480,370 | 79,379,404 | 57,129,720 | 72\% | 11\% | 26 | 10,419,853 | 46,874 | 8,792,431 | 2,205,756 | 7,593,461 | 3,420,711 |
| 2,001-4,000 | 31,132 | 15.7\% | 22,420 | 6,291,349 | 480,792,172 | 15,444 | 523,989 | 4,328,416 | 30,925 | 375,343,500 | 207 | 3,528,977 | 8,115,268 | 89,970,534 | 92\% | 20\% | 5,218,258 | 8,307,405 | 73,707 | 3,021,248 | 827,2 | 3,402,852 | 1,288,54 |
| 4,001- 6,000 | 11,253 | 6.4\% | 8,022 | 2,626,077 | 198,924,201 | 17,677 | 787,918 | 1,663,631 | 11,137 | 138,360,000 | 116 | 2,132,578 | 57,555,910 | 53,498,258 | 93\% | 29\% | 3,102,857 | 3,763,687 | 125,439 | 1,499,513 | 449,479 | 1,793,858 | 958,254 |
| 6,001-10,000 | 4,124 | 1.3\% | ,811 | 1,097,628 | 88,62,751 | 1,490 | ,77 | ,149,327 | 4,036 | 51,253,500 | 88 | 1,460,222 | 33,903,379 | 29,241,425 | 86\% | 38\% | 1,695,993 | 1,630,030 | 289,156 | 863,485 | 295,415 | 1,074,495 | 682,979 |
| 10,001-10,625 | 176 | 0.4\% | 90 | 53,779 | 4,349,791 | 24,715 | 20,568 | 192,758 | 167 | 500 | 9 | 14,188 | 2,002,913 | 1,818,028 | 91\% | 46\% | 105,453 | 53,195 | 55,936 | 41,928 | 35,786 | 77,714 | 8,428 |
| 10,626-12,750 | 411 | 0.3 | 173 | 97,048 | 16,005,669 | 38,943 | 236,241 | 1,195,631 | 375 | 4,486,500 | 36 | 1,031,007 | 9,528,772 | 4,801,798 | 50\% | 60\% | 278,50 | 88,6 | 197,096 | 372,979 | 192,3 | 490,162 | 15,827 |
| 12,751-15,000 | 372 | 0.3\% | 114 | 66,105 | ,430,298 | ,479 | 777 | 593,707 | 347 | 4,195,500 | 25 | 454,505 | 10,247,363 | 5,153,437 | 50\% | 66\% | 298,91 | 59,425 | 237,7 | 292, | 265,924 | 35 | ,126 |
| 15,001-17,000 | 294 | 0.2\% | 87 | 6,942 | 10,251,372 | 4,869 | .579 | 758,930 | 273 | 000, | 21 | 457,946 | 5,744,075 | 4,708,393 | 82\% | 56\% | 273,083 | 36,810 | 229,280 | 81,144 | 85,583 | 227,351 | 42,379 |
| 17,001-20,000 | 427 | 0.2\% | 137 | 112,381 | 17,035,900 | 39,897 | 61,411 | 1,215,152 | 394 | 4,738,500 | 33 | 622,389 | 10,521,270 | 7,884,519 | 75\% | 62\% | 457,304 | 66,780 | 374,075 | 241,126 | 179,971 | 376,8 | 358,256 |
| 20,001-21,250 | 151 | 0.2\% | 45 | 29,515 | 5,880,838 | ,946 | 6,954 | 382,505 | 142 | 1,711,500 | 9 | 134,635 | 3,659,152 | 3,111,384 | 85\% | 62\% | 180,460 |  | 162,201 | 105,448 | 33,562 | 139,0 | 70,502 |
| 21,251-25,000 | 450 | 0.2\% | 127 | , 329 | 19,135,424 | 523 | 39 | ,724,898 | 400 | 4,830,000 | 50 | 27,008 | ,850,357 | 10,380,560 | 88\% | 62\% | ,070 | 44,280 | 5,077 | 361,016 | ,843 | 514,967 | 549 |
| 25,001-30,000 | 470 | 0.2\% | 110 | 146,981 | 22,660,894 | 8,215 | 586,116 | 1,815,085 | 415 | 5,026,500 | 55 | 1,581,887 | 14,823,538 | 12,863,461 | 87\% | 65\% | 746,075 | 48,690 | 644,557 | 426,369 | 160,281 | 539,852 | 1,158,852 |
| 30,001 - 40,000 | 832 | 0.3\% | 225 | 374,200 | 51,441,823 | 61,829 | 198,100 | , 818,852 | 707 | 667 | 125 | 2,191,335 | 35,962,736 | 28,933,920 | 80\% | 70\% | 1,678,16 | 62,479 | 1,464,689 | 1,111,562 | 521,263 | 1,461,56 | 1,004,199 |
| 40,001-50,000 | 596 | 0.2\% | 147 | 256,123 | ,479 | 65,838 | 13 | 4,995 | 507 | 6,324,000 | 89 | 1,784,203 | 28,286,894 | 26,715,551 | 94\% | 72\% | 1,549,5 | 45,112 | 1,380,546 | 912,4 | 371, | 1,145,842 | 263 |
| 50,001-60,000 | 486 | 0.3\% | 136 | 275,133 | 38,304,784 | ,816 | 156,320 | 2,793,167 | 392 | 4,825,500 | 94 | 2,155,510 | 28,686,927 | 26,772,346 | 93\% | 75\% | 1,552,800 | 29,451 | 1,307,062 | 1,052,629 | 457,123 | 1,361,028 | 1,058,794 |
| 60,001-75,000 | 56 | 0.3\% | 157 | 436,185 | 53,975,360 | 4,860 | 721,278 | 3,162,752 | 429 | 5,089,5 | 140 | 3,530,508 | 42,913,878 | 38,162,218 | 89\% | 80\% | 2,213,402 | 27,685 | 1,827,330 | 1,244,312 | 713,31 | 1,739,169 | 2,119,365 |
| 75,001-80,000 | 136 | 0.2\% | 47 | 133,520 | 14,232,995 | 104,654 | 0,865 | 750,083 | 94 | 179,000 | 42 | 894,081 | 11,520,696 | 10,537,302 | 91\% | 81\% | 611,164 | 8,100 | 469,0 | 365,6 | 171,5 | 528,5 | 473,840 |
| 80,001-100,000 | 390 | 0.2\% | 129 | 437,227 | 43,798,051 | 112,30 | 7,789 | 2,673,307 | 53 | 3,103,500 | 137 | 3,078,553 | 35,100,480 | 34,723,950 | 99\% | 80\% | 2,013,988 |  | 1,518,179 | 1,383,9 | 617,55 | 1,747,409 | 11,078 |
| 100,001-120,000 | 240 | $0.2 \%$ | 105 | 429,911 | 33,605,821 | 140,024 | 7,340 | 2,333,163 | 137 | 1,717,500 | 103 | 2,501,710 | 27,450,788 | 26,147,065 | 95\% | 82\% | 1,51,535 |  | 1,049,34 | 1,153,97 | 74,85 | 1,496,780 | 1,154,209 |
| 120,001-160,000 | 292 | 0.3\% | 144 | 653,938 | 48,255,967 | 165,260 | 1,7 | 2,189,387 | 151 | 1,981,5 | 141 | 3,583,692 | 42,220,092 | 40,426,561 | 96\% | 87\% | 2,344,742 |  | 1,536,83 | 1,795,3 | 35,1 | 2,228,53 | 1,598,093 |
| 160,001-200,000 | 157 | 0.3\% | 83 | 564,419 | 36,674,783 | 3,59 | 889,932 | 1,775,126 | ${ }^{68}$ | 904,500 | 89 | , | ,254,974 | 27,699,254 | 89\% | 85\% | 1,606,555 |  | 921,343 | 1,086,982 | 656,538 | 1,3 | 2,327,609 |
| 200,001 or more | 489 | 0.4\% | 276 | 9,974,217 | 722,789,870 | 1,478,098 | 68,020,242 | 82,330,145 | 136 | 1,824,000 | 353 | 145,107,856 | 561,548,111 | 486,352,425 | 87\% | 78\% | 28,208,441 |  | 26,726,437 | 4,995,785 | 5,306,512 | 5,847,547 | 139,481,509 |
| TOTAL | 940,596 | 211\% | ,268 | 150,751,686 | 49,479,355,514 |  | 236,563,983 | ,443,028,901 | 857,851 | 8,877,082,500 | 82,745 | 4,523,709,330 | 31,872,098,767 | (6,424,888,735) |  | $64 \%$ | 567, | 44,84 |  | 74,006,7 | 2,177 | 57,841,525 | , |
| FAGILevel |  |  |  |  |  |  |  |  |  | B. BY SIZE | FEDER | ALADJUST | GROSS INCOI | ME |  |  |  |  |  |  |  |  |  |
| Non-Positive AGI | 544 | . ${ }^{6}$ | 9,294 | 26,985,479 | (12,177,336,631) | (165,579) | 659,069,447 | 274,597,932 | 47,190 | 487,789,500 | 26,354 | 120,005,5 | 2,400,660, | 3,825,208,4 | 31\% | 102\% | 7,409 | 76,116 | 478,130 | 114,341,057 | 112,757,043 | 128,548,010 | ,742 |
| 1-3,999 | 208,555 | 96.6\% | 122,176 | 7,925,076 | 458,905,547 | 2,200 | 5,153,555 | 11,957,303 | 204,717 | 1,711,009,500 | 3,838 | 24,779,164 | (1,283,686,866) | $(1,259,826,864)$ | 98\% | 280\% | 3,052 | 2,330,393 |  | 20,674,732 | 10,190,662 | 27,071,774 | 7,084,554 |
| 4,000 - 9,999 | 301,182 | 71.8\% | 219,834 | 28,841,476 | 1,966,070,089 | 6,528 | 5,111,980 | 54,867,264 | 297,089 | 2,810,109,000 | 4,093 | 45,497,207 | $(939,291,403)$ | (918,454,232) | 98\% | -48\% | 539,562 | 10,847,837 | 24,203 | 48,059,118 | 15,626,949 | 48,656,795 | 16,586,551 |
| 10,000-14,999 | 152,982 | 40.1\% | 102,223 | 25,822,151 | 1,908,990,972 | 12,479 | 2,707,322 | 129,470,613 | 150,195 | 1,895,536,500 | 2,787 | 38,463,062 | (151,771,881) | (157,661,907) | 104\% | -8\% | 4,775,285 | 18,356,452 | 103,723 | 32,133,148 | 15,680,454 | 43,053,595 | 17,089,852 |
| 15,000-19,999 | 52,495 | 15.1\% | 30,995 | 10,783,459 | 885,356,356 | 16,866 | 1,166,932 | 204,718,349 | 50,100 | 625,195,500 | 2,395 | 34,115,428 | 22,494,011 | 2,419,139 | 11\% | 3\% | 6,629,650 | 10,106,226 | 211,900 | 42,751,616 | 10,385,210 | 31,276,149 | 13,464,171 |
| 20,000-24,999 | 18,466 | 6.0\% | 6,829 | 3,079,105 | 410,976,947 | 22,256 | 1,888,576 | 236,131,182 | 16,527 | 193,672,500 | 1,939 | 44,150,657 | (61,088,816) | (94,407,459) | 155\% | -15\% | 1,543,600 | 1,567,164 | 330,472 | 80,700,637 | 7,744,89 | 22,979,336 | 29,325,456 |
| 25,000-29,999 | 13,880 | 5.0\% | 4,297 | 1,762,786 | 381,193,675 | 27,464 | 2,152,386 | 263,787,008 | 12,143 | 137,797,500 | 1,737 | 23,106,958 | $(41,345,405)$ | (80,385,706) | 194\% | -11\% | 676,734 | 263,066 | 491,219 | 27,183,212 | 6,524,618 | 18,564,478 | 11,986,075 |
| 30,000-39,999 | 22,852 | 5.0\% | 7,694 | 3,446,812 | 794,470,087 | 34,766 | 2,059,863 | 558,065,776 | 19,586 | 230,380,500 | 3,266 | 43,019,597 | $(34,935,923)$ | (130,535,657) | 374\% | -4\% | 1,376,624 | 235,774 | 1,193,828 | 22,632,651 | 11,888,663 | 32,657,995 | 24,295,267 |
| 40,000-49,999 | 17,622 | 5.3\% | 6,203 | 2,987,439 | 788,642,382 | 44,753 | 2,687,826 | 562,319,467 | 14,346 | 172,671,000 | 3,276 | 43,720,874 | 12,618,867 | (92,600,060) | 734\% | 2\% | 1,317,906 | 134,393 | 1,180,778 | 22,782,152 | 11,815,923 | 31,357,076 | 24,698,748 |
| 50,000-59,999 | 14,245 | 5.4\% | 5,248 | 2,912,155 | 781,466,903 | 54,859 | 3,225,225 | 549,978,557 | 11,052 | 137,257,500 | 3,193 | 45,707,973 | 51,748,098 | (69,673,829) | -135\% | 7\% | 1,362,146 | 78,712 | 1,225,283 | 22,110,240 | 11,776,631 | 31,945,546 | 24,241,329 |
| 60,000-69,999 | 1,060 | 5.2 | 4,191 | 2,412,463 | 716,501,560 | 6, | 2,579,596 | 480,177,558 | 8,334 | 108,342,000 | 2,726 | 43,139,247 | 87,422,351 | (45,427,830) | -52\% | 12\% | 1,495,685 | 59,224 | 1,339,715 | 19,079,768 | 10,146,664 | 28,052,086 | 23,814,971 |
| 70,000-79,999 | 8,372 | 4.6\% | 3,170 | 2,138,776 | 626,134,907 | 74,789 | 2,586,728 | 396,077,151 | 6,191 | 83,992,500 | 2,181 | 38,488,826 | 110,163,158 | (29,392,020) | -27\% | 18\% | 1,453,622 | 43,190 | 1,204,366 | 17,244,551 | 9,337,501 | 24,819,642 | 20,692,345 |
| 80,000-89,999 | ,679 | 4.4\% | 2,467 | 1,821,502 | 566,646,316 | 84,840 | 2,503,995 | 340,096,533 | 4,757 | 65,853,000 | 1,922 | 35,463,241 | 127,737,537 | (19,037,868) | -15\% | 23\% | 1,314,486 | 35,068 | 1,079,768 | 16,028,874 | 8,698,678 | 23,222,359 | 18,356,771 |
| 90,000-99,999 | 5,342 | 4.2\% | 1,922 | 1,490,489 | 506,332,417 | 94,783 | 3,168,118 | 291,675,191 | 3,617 | 50,604,000 | 1,725 | 34,394,103 | 132,827,241 | (14,555,323) | -1\% | $26 \%$ | 1,157,436 | 20,288 | 919,418 | 15,268,169 | 8,546,648 | 21,673,938 | 17,709,061 |
| 100,000-149,999 | 12,456 | 3.5\% | 3,968 | 4,598,173 | 1,485,832,505 | 119,286 | 16,945,436 | 618,483,561 | 7,043 | 98,782,500 | 5,413 | 120,299,658 | 665,212,222 | 3,313,095 | 0\% | 45\% | 3,792,185 |  | 2,718,453 | 53,644,221 | 30,235,832 | 73,953,685 | 57,032,034 |
| 150,000-199,999 | 4,974 | 3.7\% | 1,141 | 2,333,907 | 856,302,134 | 172,156 | 12,322,196 | 145,894,841 | 2,099 | 28,704,000 | 2,875 | 69,031,751 | 624,993,738 | 35,656,841 | 6\% | 73\% | 2,599,035 |  | 1,603,712 | 34,958,128 | 20,688,960 | 45,069,428 | 27,272,594 |
| 200,000-499,999 | 8,530 | 5.6\% | 1,769 | 4,965,843 | 2,618,616,002 | 306,989 | 66,166,234 | 183,807,907 | 2,237 | 30,970,500 | 6,293 | 199,315,954 | 2,27,687,875 | 104,299,106 | 5\% | 87\% | 6,612,852 |  | 4,571,26 | 89,158,490 | 69,021,710 | 105,464,801 | 97,943,372 |
| 500,000-999,999 | 3,064 | 10.1\% | 861 | 2,637,497 | 2,147,713,828 | 700,951 | 56,903,180 | 91,419,201 | -396 | 5,368,500 | 2,668 | 144,059,514 | 1,963,769,793 | 71,020,940 | 4\% | 91\% | 4,190,120 |  | 2,960,996 | 40,032,693 | 48,155,429 | 46,174,303 | 98,647,079 |
| 1,000,000 or more | 4,296 | 17.6\% | 1,986 | 13,807,098 | 43,756,539,519 | 10,185,414 | 1,388,165,388 | 1,049,503,508 | 232 | 3,046,500 | 4,064 | 3,376,950,532 | 40,715,204,367 | 95,569,378 | 0\% | 93\% | 18,680,305 |  | 19,962,177 | 55,223,333 | 222,954,566 | 73,300,529 | 3,304,046,439 |
| TOTAL | 940,596 | 21.1\% | 546,268 | 150,751,686 | 49,479,355,514 | 52,604 | 2,236,563,983 | ,443,028,901 | 857,851 | 8,877,082,500 | 82,745 | 4,523,709,330 | 31,872,098,767 | (6,424,888,735) | -20\% | 64\% | 5,567,694 | 4,843, | 41,5 | 74,006,790 | 642,177,038 | 857,841 | 3,841,029,065 |

Source: 2014 individual income tax extract. Statistical summaries are compiled from personal income tax information extracted from tax year 2014D-400, D-400 Sch S, and D-400TC forms processed within the DOR dynamic integrated
tax system during 2015; the extract is a composite database consisting of both audited and unaudited (edited and unedited) data that is subject to and may include inconsistencies resultant of taxpayer and/or processing error.
tax system during 2015; the extract is a composite database consisting of both audited and unaudited (edited and unedited) data that is subject to and may include inconsistencies resultant of taxpayer and/or processing error.
This exhibit includes returns with a nonpositive NC taxable income and returns with a positive NC taxable income for which the tax liability is reduced to $\$ 0$ after application of nonrefundable tax credits.
©Net Tax=Computed net tax liability (after application of tax credits) plus consumer use tax liability
SL 2013-316, (HB998), An Act to Simplify the NC Tax Structure and to Reduce Individual and Business Tax Rates (enacted July 23, 2013) establishes a flat rate structure [5.8\% rate for tax year 2014] to replace the multitiered bracket system (utilize tax rates of $\mathbf{6 \%}, \mathbf{7 \%}$, and $7.75 \%$ with breaking points delineated according to filing status and taxable income); increases the NC standard deduction amount; redefines and limits allowable itemized deductions; eliminates the personal exemption allowance provision; increases the allowable child tax credit for certain taxpayers; and either eliminates or allows to sunset other tax credits applicable to the personal income tax.
In calculating NC taxable income, a taxpayer may deduct either the allowable NC standard deduction amount based on filing status or the itemized deductions amount allowable for NC tax purposes.
Basic standard deduction allowances vary according to filing status: $\mathrm{S}=\$ 7,500$; $\mathrm{MFJ} / \mathrm{SS}=\$ 15,000 ; \mathrm{MFS}=\$ 7,500$; and $\mathrm{HH}=\$ 12,000$.
Claiming itemized deductions on the federal return 1040 Sch A is a prerequisite for claiming itemized deductions on the NC D-400 Sch S return. Allowable itemized deductions provisions for NC tax purposes (no longer identical to allowable federal itemized deductions) include deductions for the following: qualified home mortgage interest and real estate property taxes (the sum of these deductions not to exceed $\$ 20,000$ ), repayment of claim of right income, and
charitable contributions as allowed under the Code. NC does not allow a deduction for state and local taxes and foreign income taxes, or for medical and dental expenses (deduction for medical and dental expenses reinstated for tax year 2015) Proration (income apportionment) factors applicable to part-year and nonresident individuals can exceed $\mathbf{1 0 0 \%}$ in cases where the portion of income subject to NC income tax exceeds total federal gross income, as adjusted.
Tax credits claimed=value of nonrefundable credits reported on the D-400TC for
*Summary information for this category has been combined with that of a preceding (or subsequent) category to avoid disclosing specific taxpayer details in categories with low participation. Combined data are italicized.

