

Source: 2013 individual income tax extract. Statistical summaries are compiled from personal income tax information extracted from tax year 2013 D-400 and D-400TC forms processed within the DOR dynamic integrated
tax system during 2014; 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 plus any portion of the refundable
EITC used to offset tax liability. 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.
Proration (income apportionment) factors applicable to part-year and nonresident individuals can exceed $100 \%$ in cases where the portion of income subser contails in categories with low participation.
**Tax credits claimed=value of nonrefundable credits reported on the D-400TC form plus the portion of refundable credits (NC-EITC) used to reduce tax liability to $\$ \mathbf{0}$.
Amount claimed (reported) may exceed the value of the tax credit used to reduce tax liability in cases where the tax liability is less than the amount of eligible credit claimed.
+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 claimed under the Code.
Basic standard deduction allowances vary according to filing status: $\mathrm{MFJ} / \mathrm{QW}=\$ 6,000 ; \mathrm{S}=\$ 3,000 ; \mathrm{MFS}=\$ 3,000 ;$ and $\mathrm{HoH}=\$ 4,400$. Additional standard deduction allowances of $\$ 600$ (married individuals)
$\$ 75$ (unmarried individuals) apply for the aged or blind
$++\mathbf{2 , 5 0 0}$ (\$2,000 for higher income levels) per exemption claimed on federal income tax return; allowable amount based on filing status and FAGI.

