## MARRIED FILING SEPARATELY: ITEMIZED DEDUCTIONS

		D-400 Filing Financial Statistics:						Modifications		Itemized Deductions††:				Computed NC Taxable Income NCTI							Aver-	
	Aggre-	Balance Tax Due/Overpayment			Federal		to			as a			[includes returns with deficit] as						Net	age		
	gate	Balance	Tax Due	Overp	payment	AGI	Aver-	Federa	al		% of					Effec-	a			Tax	Net Tax	
	Number		[Net Tax†		[Net Tax†	[includes	age	AG	I:		All		Aver-			tive	%	Computed		Liability	Per Re-	Effec-
	of	Number	> Pre-	Number	< Pre-	returns	Federal			Number	MFS Re-		age	[before	[after	Pro-	of	Gross	Total	[after	turn [All	tive
	Returns	of	payments]	of	payments]	with	AGI			of	turns	Deduction	ID	residency	residency	ration	Federal	Tax	Credits	application	MFS-ID	Tax
	Filed	Returns	Amount	Returns	Amount	deficit]	Value	Additions	Deductions	Returns	Filed	Amount	Value	proration]	proration]	Factor	AGI	Liability	Taken	of credits]		Rate†††
Income Level	[MFS]	Filed	[\$]	Filed	[\$]	[\$]	[\$]	[\$]	[\$]	Filed	[%]	[\$]	[\$]	[\$]	[\$]	[%]	[%]	[\$]	[\$]	[\$]	[\$]	[%]
NCTI Level A. BY SIZE OF NC TAXABLE INCOME																						
No Taxable Income	15,336	[D]	[D]	1,841	3,815,748	3,110,258,239	608,185	75,218,542	142,690,306	5,114	33.3%	409,019,655	79,980	2,633,766,820	(119,020,253)	-4.5%	84.7%	-	-	-	-	-
S 1 - 2,000	3,940	530	22,690	386	113,293	193,719,060	195,281	3,158,292	7,371,877	992	25.2%	28,306,815	28,535	161,198,660	867,255	0.5%	83.2%	49,863	2,285	47,578	47.96	5.49%
2,001 - 4,000	3,316	384	49,211	279	111,735	204,810,232	297,689	7,531,771	7,312,436	688	20.7%	15,391,386	22,371	189,638,181	2,044,243	1.1%	92.6%	117,547	6,333	111,214	161.65	5.44%
4,001 - 6,000	3,084	363	74,729	306	140,916	281,266,269	408,817	1,065,084	7,873,364	688	22.3%	21,029,280	30,566	253,428,709	3,411,729	1.3%	90.1%	196,172	7,570	188,602	274.13	5.53%
6,001 - 10,000	6,084	715	212,331	576	375,579	259,430,763	197,888	2,722,165	12,792,248	1,311	21.5%	29,745,635	22,689	219,615,045	10,504,035	4.8%	84.7%	603,987	23,354	580,633	442.89	5.53%
10,001 - 10,625	959	85	33,942	89	33,592	62,209,105	349,489	502,582	1,905,300	178	18.6%	8,273,989	46,483	52,532,398	1,836,075	3.5%	84.4%	105,572	2,771	102,801	577.53	5.60%
10,626 - 12,750	3,373	319	131,138	323	152,151	239,544,017	366,836	405,510	5,759,307	653	19.4%	8,040,170	12,313	226,150,050	7,659,873	3.4%	94.4%	440,438	14,888	425,550	651.68	5.56%
12,751 - 15,000	3,748	389	159,727	330	158,511	88,513,210	120,590	1,343,447	3,196,324	734	19.6%	7,406,074	10,090	79,254,259	10,179,008	12.8%	89.5%	585,296	18,477	566,819	772.23	5.57%
15,001 - 17,000	3,270	314	133,308	306	138,210	172,485,196	274,221	1,885,438	3,808,792	629	19.2%	8,414,019	13,377	162,147,823	10,049,955	6.2%	94.0%	577,875	18,446	559,429	889.39	5.57%
17,001 - 20,000	4,944	498	214,997	478	250,352	129,768,414	131,079	3,400,104	3,952,575	990	20.0%	12,989,691	13,121	116,226,252	18,321,569	15.8%	89.6%	1,053,499	37,953	1,015,546	1,025.80	5.54%
20,001 - 21,250	2,009	229	113,788	232	133,763	32,811,809	70,563	318,229	1,719,404	465	23.1%	4,409,882	9,484	27,000,752	9,604,382	35.6%	82.3%	552,259	13,179	539,080	1,159.31	5.61%
21,251 - 25,000	6,010	666	325,286	719	314,939	356,909,505	255,300	2,348,094	7,767,545	1,398	23.3%	74,022,303	52,949	277,467,751	32,421,585	11.7%	77.7%	1,864,245	52,112	1,812,133	1,296.23	5.59%
25,001 - 30,000	7,738	1,047	521,972	1,048	548,770	224,617,879	106,606	54,085,116	56,565,085	2,107	27.2%	22,210,952	10,542	199,926,958	58,042,874	29.0%	89.0%	3,337,468	92,607	3,244,861	1,540.04	5.59%
30,001 - 40,000	12,630	2,254	1,104,268	1,977	798,620	374,128,478	87,741	5,673,473	11,446,305	4,264	33.8%	47,730,054	11,194	320,625,592	149,186,838	46.5%	85.7%	8,578,223	231,181	8,347,042	1,957.56	5.60%
40,001 - 50,000	8,505	2,115	1,062,202	1,565	698,947	513,478,352	138,329	5,636,423	8,393,524	3,712	43.6%	68,433,512	18,436	442,287,739	166,288,133	37.6%	86.1%	9,561,551	205,545	9,356,006	2,520.48	5.63%
50,001 - 60,000	5,243	1,513	911,888	1,227	590,010	323,601,086	117,162	3,725,998	8,302,605	2,762	52.7%	34,955,209	12,656	284,069,270	150,846,473	53.1%	87.8%	8,673,684	192,086	8,481,598	3,070.82	5.62%
60,001 - 75,000	4,487	1,416	976,021	1,287	754,174	447,479,067	164,635	4,221,442	9,046,691	2,718	60.6%	38,191,735	14,051	404,462,083	181,773,282	44.9%	90.4%	10,451,962	249,528	10,202,434	3,753.65	5.61%
75,001 - 80,000	1,017	369	329,990	298	220,489	96,342,759	143,581	2,547,054	2,322,017	671	66.0%	16,924,732	25,223	79,643,064	51,944,220	65.2%	82.7%	2,986,790	70,684	2,916,106	4,345.91	5.61%
80,001 - 100,000	2,490	898	944,187	852	714,499	504,309,520	284,439	6,424,912	5,615,364	1,773	71.2%	31,223,703	17,611	473,895,365	158,021,268	33.3%	94.0%	9,086,225	305,539	8,780,686	4,952.45	5.56%
100,001 - 120,000	1,338	503	678,352	479	429,118	408,918,537	413,885	4,942,666	5,782,332	988	73.8%	44,532,644	45,074	363,546,227	107,522,667	29.6%	88.9%	6,182,557	196,312	5,986,245	6,058.95	5.57%
120,001 - 160,000	1,130	423	815,488	436	608,843	936,718,550	1,077,927	2,680,971	15,556,895	869	76.9%	208,260,245	239,655	715,582,381	119,096,363	16.6%	76.4%	6,848,039	235,705	6,612,334	7,609.13	5.55%
160,001 - 200,000	503	220	553,887	173	398,996	177,202,186	447,480	3,166,343	3,741,869	396	78.7%	11,243,355	28,392	165,383,305	70,237,220	42.5%	93.3%	4,038,642	140,591	3,898,051	9,843.56	5.55%
200,001 or more	1,151	450	4,998,762	544	10,472,929	3,841,777,085	3,803,740	70,441,946	107,113,159	1,010	87.7%	209,615,592	207,540	3,595,490,280	1,028,127,058	28.6%	93.6%	59,117,305	3,956,670	55,160,635	54,614.49	5.37%
TOTAL	102,305	15,700	14,368,164	15,751	21,974,184	12,980,299,318	369,704	263,445,602	440,035,324	35,110	34.3%	1,360,370,632	38,746	11,443,338,965	2,228,965,852	19.5%	88.2%	135,009,199	6,073,816	128,935,383	3,672.33	5.49%
FAGI Level		(0.1	(20.1				(010.120					ADJUSTED GI		-	(0.0 = 0.0 (0.0)		00.40/					0.010/
Non-Positive AGI	2,735	[D]	[D]	526	2,174,003	(1,227,794,657)	(810,426)	44,452,155	25,786,993	1,515	55.4%	9,452,112	6,239	(1,218,581,607)	(93,785,691)	7.7%	99.2%	92,510	2,418	90,092	59.47	-0.01%
\$ 1- 3,999	3,029	214	29,058	122	52,021	1,072,528	1,830	185,748	439,057	586	19.3%	2,606,564	4,448	(1,787,345)	(1,353,524)	75.7%	-166.6%	37,897	1,492	36,405	62.12	3.39%
4,000 - 9,999	6,624	342	81,405	285	105,184	7,068,716	7,090	1,054,939	2,125,978	997	15.1%	5,327,779	5,344	669,898	47,702	7.1%	9.5%	154,000	5,865	148,135	148.58	2.10%
10,000 - 14,999	6,484 7,250	421 522	140,811 179,132	319 438	137,626 174,740	12,211,791 19,539,257	12,538	139,971	2,684,621 3,055,171	974	15.0% 15.3%	6,214,751 8,324,024	6,381 7,519	3,452,390	3,434,365 7,823,309	99.5% 93.8%	28.3% 42.7%	318,988	11,207 28,053	307,781 519,952	316.00	2.52% 2.66%
15,000 - 19,999							17,651	176,540		1,107				8,336,602				548,005			469.69	
20,000 - 24,999 25,000 - 29,999	8,258 8,465	624 823	246,409 350,806	514 668	184,064 299,710	28,484,264	22,607 27,574	210,188 374,182	3,698,501	1,260 1,591	15.3% 18.8%	9,691,834 12,648,060	7,692 7,950	15,304,117 26,358,581	14,130,359	92.3% 93.6%	53.7%	879,358	37,020	842,338	668.52 906.47	2.96% 3.29%
25,000 - 29,999 30,000 - 39,999	16,323	2,075	350,806 910,355	1,842	795,103	43,870,701 147,445,254	35,249	514,135	5,238,242 15,240,091	4,183	18.8% 25.6%	36,739,392	7,950 8,783	26,358,581 95,979,906	24,662,665 90,552,044	93.6%	60.1% 65.1%	1,492,813 5,427,310	50,624 171,186	1,442,189 5,256,124	1,256.54	3.29% 3.56%
40,000 - 49,999	13,041	2,075	1,022,167	2,098	916,047	208,301,941	35,249 44,999	902,024	19,239,962	4,183	25.6% 35.5%	42,110,277	9,097	147,853,726	140,096,434	94.3%	71.0%	5,427,310 8,198,873	239,143	7,959,730	1,719.54	3.82%
50,000 - 49,999 50,000 - 59,999	8,703	2,298	1,060,240	1,750	744,203	208,301,941 217,926,816	54,783	1,396,611	18,041,352	3,978	35.5% 45.7%	38,753,962	9,097	162,528,113	153,483,876	94.8%	74.6%	8,198,873	155,692	8,826,022	2,218.71	3.82% 4.05%
		1,398						656,268	16,945,836		53.0%	30,690,017	10,550	141,438,582	131,907,933	93.3%		7,670,333	153,816		2,583.88	3.99%
60,000 - 69,999	5,487 3,745		817,274	1,374	638,929 644,594	188,418,167	64,771			2,909	53.0% 59.6%				131,907,933	93.3% 91.2%	75.1%		182,115	7,516,517 6,805,664	2,583.88 3,050.50	3.99% 4.08%
70,000 - 79,999 80,000 - 89,999	2,547	1,057 768	703,128 604,036	1,105 830	496,397	166,768,684 140,144,666	74,751 84,731	2,800,314 656,288	12,074,475 8,606,621	2,231 1,654	59.6% 64.9%	25,051,627 18,735,748	11,229 11,328	132,442,896 113,458,585	103,368,135	91.2%	79.4% 81.0%	6,987,779 5,963,856	121,588	5,842,268	3,532.21	4.08%
90,000 - 99,999	1,794	569	485,615	603	409,109	116,590,067	94,635	453,248	6,585,513	1,034	68.7%	15,223,219	12,357	95,234,583	85,265,792	89.5%	81.7%	4,925,919	144,825	4,781,094	3,880.76	4.17%
100,000 - 149,999	4,015	1,329	1,609,506	1,500	1,330,799	354,929,222	119,224	3,945,986	20,744,642	2,977	74.1%	39,921,862	13,410	298,208,704	256,430,227	86.0%	84.0%	14,774,560	519,472	14,255,088	4,788.41	4.10%
150,000 - 149,999	1,176	438	816,927	455	667,067	161,713,173	172,035	1,721,207	5,894,850	940	79.9%	15,018,147	15,977	142,521,383	112,432,540	78.9%	88.1%	6,466,973	234,552	6,232,421	6,630.24	3.85%
200,000 - 499,999	1,176	438	2,000,678	594	1,350,569	349,415,696	299,414	15,156,258	14,762,904	1,167	79.9% 84.3%	25,789,140	22,099	324,019,910	209,644,062	64.7%	92.7%	12,055,652	611,790	11,443,862	9,806.22	3.85%
500,000 - 999,999	414	135	1,155,510	197	841,620	263,780,159	692,336	10,087,048	11,019,664	381	92.0%	14,906,388	39,124	247,941,155	105,972,564	42.7%	94.0%	6,102,003	398,750	5,703,253	14,969,17	2.16%
1,000,000 or more	831	156	2,155,107	531	10.012.399	11.780.412.873	14,743,946	178,562,492	247,850,851	799	96.1%	1,003,165,729	1,255,527	10,707,958,785	764,011,499	7.1%	90.9%	43,930,656	3,004,208	40,926,448	51,222,09	0.35%
TOTAL	102,305	15,700	14,368,164	15,751		12,980,299,318	369,704	263,445,602	440,035,324	35,110		1,360,370,632		11,443,338,965	2,228,965,852	19.5%	88.2%	135,009,199	6,073,816	128,935,383	3,672.33	0.99%
Source: 2015 i	,		, ,												IC forms proces			R dynamic int		,-00,000	-,	

Source: 2015 individual income tax extract. Statistical summaries are compiled from personal income tax information extracted from tax year 2015 D-400, D-400 Sch S, and D-400TC forms processed within the DOR dynamic integrated

tax system during 2016; 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.

<sup>†</sup>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 personal income tax flat rate of 5.75% applicable to NC taxable income effective for taxable years beginning on or after January 1, 2015; the 2015 Appropriations Act reduces the tax rate to 5.499% effective for taxable years beginning on or after January 1, 2017.

<sup>††</sup>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 applicable for tax year 2015 vary according to filing status: S=\$7,500; MFJ/SS=\$15,000; MFS=\$7,500; and HoH=\$12,000.

<sup>††</sup>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, charitable contributions as allowed under the Code, and medical and dental expenses as allowed under the Code. NC does not allow a deduction for state and local taxes and foreign income taxes.

Special rules apply for married taxpayers filing separate returns: a taxpayer may not claim (deduct) the standard deduction allowance amount if the taxpayer's spouse claims itemized deductions for State purposes.

<sup>†††</sup>Effective tax rate for NCTI basis=Net Tax as a % of Computed NC Net Taxable Income [after residency proration] for returns with positive taxable income

<sup>†††</sup>Effective tax rate for FAGI basis=Net Tax as a % of Federal Adjusted Gross Income

Proration (income apportionment) factors applicable to part-year and nonresident individuals can exceed 100% in cases where the portion of income subject to NC income tax exceeds total federal gross income, as adjusted.

[D]=suppressed to avoid disclosing details of individual taxpayers. Data have been combined with that in an adjacent category as appropriate; combined data are italicized.