TABLE 6. TAX YEAR 2014 INDIVIDUAL INCOME TAX CALCULATION BY INCOME LEVEL

											HEAD O	F HOUSEHOL	D								
		D-400 Filing Financial Statistics:							Modific	cations]	Deductions Claimed Pursuant to			Computed NC T	axable Income				Aver-	
			Balance Tax Due/Overpayment			nent	Federal		to			[§105-134.6.(a2)] by Type††:			[includes retur	ns with deficit]			Net	age	
			Balance Tax Due Overpayment		AGI	Aver-	Federal		Standard Deduction Itemized Deductions						Tax	Net Tax					
	N	lumber		[Net Tax†		[Net Tax†	[includes	age	AG	H:							Computed		Liability	Per	Effec-
		of	Number	> Pre-	Number	< Pre-	returns	Federal			Number	Deduction	Number		[before	[after	Gross	Total	[after	Return	tive
	R	Returns	of	payments]	of	payments]	with	AGI			of	Amount	of	Deduction	residency	residency	Tax	Credits	application	[All HH	Tax
		Filed	Returns	Amount	Returns	Amount	deficit]	Value	Additions	Deductions	Returns	[\$12,000]	Returns	Amount	proration]	proration]	Liability	Taken	of credits]	Returns]	Rate†††
Income L	evel	[HoH]	Filed	[\$]	Filed	[\$]	[\$]	[\$]	[\$]	[\$]	Filed	[\$]	Filed	[\$]	[\$]	[\$]	[\$]	[\$]	[\$]	[\$]	[%]
NCTI Le						1						F NC TAXABI								•	
No Taxable I		133,201	131	28,380	89,283	14,989,677	1,534,248,400	11,518	32,436,523	204,768,253	127,929	1,535,148,000	5,272	60,728,941	(233,960,271)	(650,955,236)	-	-	-	-	-
	2,000	50,767	3,914	168,398	36,737	8,367,659	893,993,590	17,610	3,158,676	13,135,054	50,205	602,460,000	562	20,382,950	261,174,262	53,426,059	3,098,869	2,477,836	621,033	12.23	
<i>,</i>	4,000	49,250	5,892	489,945	36,987	10,124,312	853,678,676	17,334	14,889,846	8,973,624	48,840	586,080,000	410	7,230,660	266,284,238	146,383,782	8,490,265	5,972,180	2,518,085		1.72%
,	6,000	44,954	8,534	971,455	34,269	10,355,100	867,429,809	19,296	18,289,851	8,720,825	44,605	535,260,000	349	7,416,564	334,322,271	223,816,309	12,981,395	6,999,287	5,982,108	133.07	2.67%
· ·	0,000	78,276	18,857	3,293,519	58,728	18,169,800	1,751,258,077	22,373	3,402,080	18,363,849	77,514	930,168,000	762	27,414,361	778,713,947	622,781,814	36,121,377	12,484,992	23,636,385		3.80%
	0,625	11,352	2,988	625,650	8,296	2,532,730	282,593,612	24,894	157,722	2,696,120	11,223	134,676,000	129	2,311,052	143,068,162	117,051,706	6,789,010	1,824,533	4,964,477	437.32	4.24%
,	2,750	37,450	10,052	2,298,259	27,181	8,504,940	946,815,191	25,282	1,061,348	9,295,487	37,036	444,432,000	414	15,657,453	478,491,599	437,381,485	25,368,081	6,028,021	19,340,060	516.42	4.42%
12,751 - 1	·	37,732	10,517	2,654,724	26,949	8,482,905	1,033,969,267	27,403	1,013,008	11,019,443	37,227	446,724,000	505	8,316,833	568,921,999	522,874,593	30,326,795	6,095,608	24,231,187	642.19	4.63%
15,001 - 1	-	30,903	8,772	2,383,890	21,909	6,852,697	917,741,375	29,697	2,272,535	10,369,193	30,463 40,588	365,556,000	440	7,856,006	536,232,711	494,114,799	28,658,695	4,989,485	23,669,210	765.92	4.79%
17,001 - 2	-	41,413	12,116	3,559,409	28,968	9,121,080	1,366,800,401	33,004	1,966,907	16,103,059	.,	487,056,000	825	15,021,871	850,586,378	764,550,139	44,343,961	6,650,810	37,693,151		4.93%
20,001 - 2 21,251 - 2		15,314 38,312	4,892 12,651	1,555,310 4,206,515	10,293 25,331	3,080,410 7,651,578	527,434,432 1,409,119,139	34,441 36,780	1,534,429 1,074,390	5,748,251 19,241,626	14,968 37,232	179,616,000 446,784,000	346 1,080	5,533,371 17,314,251	338,071,239 926,853,652	315,725,618 882,784,578	18,312,083 51,201,559	1,995,107 4,939,948	16,316,976	· ·	5.17% 5.24%
25,001 - 3	-	37,323	12,051	4,200,515	25,551 24,521	7,610,245	1,556,532,536	41,704	1,438,025	21,066,142	37,232	· · ·	1,080	23,372,576	1,083,427,843	1,020,684,929	59,199,829	4,939,948	46,261,611 54,426,755	· ·	5.33%
,	·	37,323 46,887	12,492	4,515,724	24,521 29,886	7,610,245 9,529,410	2,338,758,379	41,704	2,903,679	21,066,142 35,600,710	35,842 43,725	430,104,000 524,700,000		23,372,576 54,507,535	1,083,427,843	1,616,832,309		4,773,074	54,426,755 87,898,403	· ·	5.33%
30,001 - 4	·				29,886	· · ·	, , ,				43,725	· · ·	3,162 2,859	54,507,535 48,585,259	1,256,178,372		93,776,160 69,220,559	, ,	87,898,403 65,655,592	· ·	5.44% 5.50%
40,001 - 5	-	26,783	9,912	5,123,140		5,743,167 3,483,167	1,614,467,516	60,280 77 460	2,108,980 7,007,595	24,724,865	23,924	287,088,000	2,859	48,585,259	1,256,178,372	1,193,458,364		3,564,967 2,258,152			5.50%
	0,000	15,679	6,244	3,956,120	9,303		1,214,493,859	77,460		16,977,434	,	160,116,000		· · ·	933,252,704	856,359,051	49,668,880	2,258,152	47,410,728 48,340,980		5.61%
60,001 - 7 75.001 - 8	-	12,932 2,671	5,723 1,301	4,248,395 1,152,219	7,085 1,357	2,995,361 604,533	1,117,282,292 312,975,396	86,397 117,175	3,503,024 1,156,299	15,369,216 4,151,032	10,137 1,901	121,644,000 22,812,000	2,795 770	50,519,396 14,731,139	272,437,524	861,736,683 206,745,679	49,980,732 11,991,241	263,808	48,340,980		5.67%
80,001 - 10	.,	6,584	3,288	3,377,440	3,243	1,647,206	723,242,325	117,175	2,671,123	4,151,052 9,924,445	4,442	53,304,000	2,142	37,040,072	625,644,931	584,392,197	33,894,774	203,808 692,353	33,202,421		5.68%
100,001 - 10	-	0,584 3,340	3,288 1,763	2,210,769	3,243	977,803	530,124,936	158,720	3,542,509	9,555,525	2,004	24,048,000	1,336	24,258,424	475,805,496	364,647,983	21,149,592	549,502	20,600,090		5.65%
120,001 - 12	·	3,081	1,623	3,010,816	1,340	1,279,000	524,331,616	170,182	3,542,509	6,175,209	2,004	19,404,000	1,350	24,258,424	474,149,964	420,902,091	24,412,332	675,263	20,000,090	,	5.64%
160,001 - 20	-	1,336	701	1,819,549	626	824,188	313,706,981	234,811	3,637,982	3,037,516	582	6,984,000	754	15,897,874	291,425,573	237,544,312	13,777,573	349.471	13,428,102	· ·	5.65%
200,001 or n	·	2,403	1,141	7,643,279	1,248	6,379,741	1,584,177,972	659,250	68,528,943	44,433,144	715	8,580,000	1.688	56,751,823	1,542,941,948	1,105,101,636	64,095,914	5,318,514	58,777,400	.,	5.32%
TOTAL		727,943	160,058	66,335,877	501,805		24,215,175,777	33,265	181,317,465	519,450,022	696,062	8,352,744,000	31,881	589,725,179	14,934,574,041		756,859,676	86,420,420	670,439,256	921.01	
FAGI Le		<i>,</i>				, ,				B. BY SIZ	E OF FEI	DERAL ADJUS	TED GRO				, ,				
Non-Positive	AGI	5,518	27	44,603	803	903,662	(353,398,246)	(64,045)	55,158,044	19,910,527	2,182	26,184,000	3,336	4,467,710	(348,802,439)	(150,208,993)	56,099	1,339	54,760	9.92	-0.02%
\$ 1-	3,999	12,680	17	12,419	7,797	559,744	30,868,691	2,434	731,702	348,386	12,544	150,528,000	136	1,582,176	(120,858,169)	(118,728,921)	18,682	2,765	15,917	1.26	0.05%
4,000 -	9,999	68,557	93	32,451	49,164	6,349,072	531,258,603	7,749	1,115,859	2,136,900	68,288	819,456,000	269	3,391,134	(292,609,572)	(286,263,522)	39,166	9,138	30,028	0.44	0.01%
10,000 - 1	4,999	109,044	4,374	300,851	81,032	18,549,999	1,380,570,875	12,661	1,817,627	6,687,653	108,689	1,304,268,000	355	4,799,918	66,632,931	65,373,922	6,334,339	5,122,248	1,212,091	11.12	0.09%
15,000 - 1	9,999 1	107,169	19,533	2,485,927	81,603	24,450,751	1,865,643,750	17,408	1,519,622	16,007,687	106,666	1,279,992,000	503	7,102,922	564,060,763	553,835,662	32,638,799	16,418,666	16,220,133	151.35	0.87%
20,000 - 2		90,681	23,274	4,740,275	66,200	20,421,552	2,035,750,464	22,450	2,208,424	20,543,060	90,047	1,080,564,000	634	9,128,027	927,723,801	911,258,264	53,273,647	14,514,636	38,759,011	427.42	1.90%
25,000 - 2	9,999	79,223	22,024	5,655,262	56,013	17,391,199	2,172,679,401	27,425	1,118,057	25,915,555	78,413	940,956,000	810	11,775,749	1,195,150,154	1,173,438,978	68,435,269	12,683,365	55,751,904	703.73	2.57%
30,000 - 3	9,999 1	106,347	33,623	10,614,384	70,963	21,406,155	3,663,437,514	34,448	2,316,486	59,613,569	103,908	1,246,896,000	2,439	35,707,765	2,323,536,666	2,276,803,541	132,650,179	14,326,149	118,324,030	1,112.62	3.23%
40,000 - 4	9,999	55,218	18,962	7,308,408	35,091	10,966,177	2,457,431,943	44,504	2,935,247	62,694,208	52,270	627,240,000	2,948	44,565,142	1,725,867,840	1,676,278,806	97,615,432	6,662,413	90,953,019	1,647.16	3.70%
50,000 - 5	9,999	32,114	11,564	5,386,059	19,865	6,664,219	1,753,765,587	54,611	2,006,043	60,854,769	28,970	347,640,000	3,144	48,180,865	1,299,095,996	1,254,403,536	73,037,234	3,939,255	69,097,979	2,151.65	3.94%
60,000 - 6	9,999	19,349	7,471	4,323,168	11,474	4,102,631	1,249,701,215	64,587	2,666,793	49,246,164	16,659	199,908,000	2,690	42,748,378	960,465,466	921,054,775	53,566,060	2,526,224	51,039,836	2,637.85	4.08%
70,000 - 7	9,999	12,069	4,855	3,330,092	6,970	2,764,913	899,914,611	74,564	2,340,143	36,441,252	9,698	116,376,000	2,371	38,136,107	711,301,395	677,485,378	39,373,565	1,713,561	37,660,004	3,120.39	4.18%
80,000 - 8	9,999	7,673	3,615	2,677,161	3,895	1,649,036	649,308,363	84,622	1,460,720	21,429,878	5,688	68,256,000	1,985	33,340,011	527,743,194	497,798,034	28,896,662	617,503	28,279,159		4.36%
90,000 - 9	9,999	5,026	2,398	2,105,949	2,500	1,180,703	475,611,750	94,630	904,674	15,745,187	3,431	41,172,000	1,595	27,166,361	392,432,876	367,812,747	21,348,424	465,273	20,883,151	· ·	4.39%
100,000 - 14		10,221	5,081	6,101,699	4,883	3,044,989	1,217,394,146	119,107	5,671,201	36,234,086	6,137	73,644,000	4,084	74,165,380	1,039,021,881	958,120,190	55,608,311	1,371,486	54,236,825		4.46%
150,000 - 19	9,999	2,988	1,467	2,850,852	1,417	1,471,165	510,299,141	170,783	4,057,611	13,119,374	1,349	16,188,000	1,639	32,219,299	452,830,079	399,625,014	23,190,094	531,314	22,658,780	· ·	4.44%
200,000 - 49		2,959	1,323	4,775,689	1,484	2,867,496	852,624,932	288,146	13,603,064	9,827,016	929	11,148,000	2,030	48,003,135	797,249,845	627,503,537	36,398,214	1,570,939	34,827,275	· ·	4.08%
500,000 - 99		613	218	1,796,479	341	1,680,660	415,187,119	677,304	11,485,439	5,983,671	132	1,584,000	481	16,496,423	402,608,464	246,300,689	14,285,440	878,404	13,407,036		3.23%
1,000,000 or		494	139	1,794,149	310	2,882,586	2,407,125,918	4,872,725	68,200,709	56,711,080	62	744,000	432	106,748,677	2,311,122,870	346,449,243	20,094,060	3,065,742	17,028,318		0.71%
TOTAL		727,943	,	66,335,877 ax extract	501,805		24,215,175,777	33,265	181,317,465		,	8,352,744,000	,			12,398,340,880 forms processed	756,859,676	, ,	670,439,256	921.01	2.77%

Source: 2014 individual income tax extract. Statistical summaries are compiled from personal income tax information extracted from tax year 2014 D-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.

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 (utilized tax rates of 6%, 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; S=\$7,500; MFJ/SS=\$15,000; MFS=\$7,500; and 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).

+++Effective tax rate for FAGI basis=Net Tax as a % of Federal Adjusted Gross Income