

Legal Name (First 10 Characters)

Federal Employer ID Number

Part 1. Franchise Tax Credits Not Subject to 50% of Tax Limit

1. Short period credit for change in income year

365 - [] (Number of Days in Short Period) = [] / 365 x [] Prior Year's Franchise Tax Liability = ▶ 1. [] .00

2. Revitalizing an income-producing historic mill facility (Also complete Part 3, Line 17a) ▶ 2. [] .00

3. Revitalizing a nonincome-producing historic mill facility (Also complete Part 3, Line 18a) ▶ 3. [] .00

4. Rehabilitating an income-producing historic structure (Article 3L) (From Form NC-Rehab, Part 4, Line 23) ▶ 4. [] .00

5. Rehabilitating a nonincome-producing historic structure (Article 3L) (From Form NC-Rehab, Part 4, Line 26) ▶ 5. [] .00

6. Other franchise tax credits not subject to 50% of tax limit

Fill in applicable circles:

- Investing in recycling facilities
- Additional annual report fee paid (LLC subject to franchise tax only)

▶ 6. [] .00

7. Franchise tax credits not subject to 50% of tax limit carried over from previous years (Do not include any carryover of franchise tax credits taken on Form NC-478) ▶ 7. [] .00

8. Total franchise tax credits not subject to 50% of tax limit (Add Lines 1 through 7) 8. [] .00

Part 2. Computation of Franchise Tax Credits Taken in 2023

9. Total franchise tax due (From Form CD-405 or CD-401S, Schedule A, Line 2) 9. [] .00

10. Nonrefundable franchise tax credits (From Part 1, Lines 2 through 7) 10. [] .00

11. Enter the lesser of Line 9 or 10 11. [] .00

12. Total franchise tax credits subject to 50% of tax limit taken in 2023 (From Form NC-478, Part 3) ▶ 12. [] .00

13. Refundable franchise tax credits (From Part 1, Line 1) 13. [] .00

14. Total Franchise Tax Credits Taken in 2023 (Add Lines 11 through 13, enter the result here and on Form CD-405 or CD-401S, Schedule A, Line 4.) 14. [] .00



Form CD-425 must be attached to the last page of Form CD-405 or CD-401S if a tax credit is taken. Attach separate schedules to substantiate any credit taken.

Legal Name _____

FEIN _____

Part 3. Income Tax Credits Not Subject to 50% of Tax Limit

(S Corporations enter only the amount of tax credits attributable to nonresidents filing composite or to Taxed S Corporations on Lines 15 through 21.)

(Enter expenses on Lines 15a and 16a only if the expenses were incurred prior to January 1, 2015, AND tax year 2023 is the first year the tax credit is taken.)

15. Rehabilitating an income-producing historic structure *(Article 3D)*

a. Enter qualified rehabilitation expenditures .00 b. Enter installment amount of credit .00

16. Rehabilitating a nonincome-producing historic structure *(Article 3D)*

a. Enter rehabilitation expenses .00 b. Enter installment amount of credit .00

(Enter the amount of expenditures or expenses on Lines 17a and 18a only if tax year 2023 is the first year the tax credit is taken.)

17. Revitalizing an income-producing historic mill facility *(Article 3H)*

a. Enter qualified rehabilitation expenditures .00 b. Enter credit amount .00

18. Revitalizing a nonincome-producing historic mill facility *(Article 3H)*

a. Enter rehabilitation expenses .00 b. Enter installment amount of credit .00

19. Rehabilitating an income-producing historic structure *(Article 3L)*
(From Form NC-Rehab, Part 4, Line 23)

19. .00

20. Rehabilitating a nonincome-producing historic structure *(Article 3L)*
(From Form NC-Rehab, Part 4, Line 26)

20. .00

21. Other income tax credits not subject to 50% of tax limit

Fill in applicable circles: _____

Investing in Recycling Facilities Cogeneration Plant

21. .00

22. Income tax credits not subject to 50% of tax limit carried over from previous years
(Do not include any carryover of income tax credits taken on Form NC-478)

22. .00

23. Total income tax credits not subject to 50% of tax limit *(Add Lines 15 through 22)*

23. .00

Part 4. Computation of Income Tax Credits Taken in 2023

24. N.C. net income tax due
(From Form CD-405, Schedule B, Line 23 or CD-401S, Schedule B, Line 19)

24. .00

25. Nonrefundable income tax credits
 Enter amount from Line 23

25. .00

26. Enter the lesser of Line 24 or 25

26. .00

27. Total income tax credits subject to 50% of tax limit taken in 2023
(From Form NC-478, Part 3)

27. .00

28. Add Lines 26 and 27

28. .00

29. Income tax credit adjustment *(C Corporations only)*
 Multiply Line 28 by 2.5%

29. .00

30. Total Income Tax Credits Taken in 2023
 C Corporations subtract Line 29 from Line 28, enter result here and on Form CD-405, Schedule B, Line 24e. S Corporations with nonresident shareholders filing composite or Taxed S Corporations enter the amount on Line 28 here and on Form CD-401S, Schedule B, Line 20e.

30. .00

