

April 13, 2016

IMPACT OF THE FEDERAL PROTECTING AMERICANS FROM TAX HIKES ACT OF 2015 ON NORTH CAROLINA'S CORPORATE AND INDIVIDUAL INCOME TAX RETURNS FOR TAX YEAR 2015

North Carolina's corporate income tax law uses federal taxable income as the starting point in determining North Carolina taxable income. North Carolina's individual income tax law uses federal adjusted gross income as the starting point in determining North Carolina taxable income. In both cases, the reference to federal law is to the Internal Revenue Code ("Code") as of a certain date. Currently, that reference is to the Code as of January 1, 2015. Each year the General Assembly determines whether to update its reference to the Code. Doing so would make recent amendments to the Code applicable for North Carolina income tax purposes. In some cases, the General Assembly chooses not to follow ("decouples" from) certain amendments to federal law.

On December 18, 2015, President Obama signed into law the Protecting Americans From Tax Hikes Act of 2015 ("PATH"). The Act extended several provisions in federal law that had sunset at the end of 2014. Some provisions were extended through the end of 2016 while other provisions were made permanent. The Act also included new tax reduction provisions. If the General Assembly does not update the reference to the Code to December 18, 2015 or later, neither the extension of those provisions that had sunset at the end of 2014 nor the new tax reduction provisions will apply for North Carolina income tax purposes.

The Revenue Laws Study Committee is charged with studying North Carolina's revenue laws and making recommendations with respect to those laws to the General Assembly. On March 8, 2016, the Revenue Laws Study Committee adopted a recommendation to update the reference to the Code to January 1, 2016 but to decouple from specific provisions in PATH. The recommended bill may be viewed [here](#).

If the General Assembly enacts legislation to update the Code reference as recommended, North Carolina will require additions on the tax year 2015 corporate and individual income tax returns for (a) 85% of the amount deducted as bonus depreciation on the federal return and (b) 85% of the difference between the amount deducted on the federal return for Code section 179 expenses, using the federal dollar and federal investment limitations, and the amount that would be deductible for Code section 179 expenses using the North Carolina dollar and North Carolina investment limitations for 2015. For tax year 2015 individual income tax returns, additions would also be required for (a) the amount excluded from gross income for the discharge of qualified principal residence indebtedness, (b) the amount deducted in arriving at adjusted gross income for qualified tuition and related expenses, and (c) the amount excluded from gross income for a qualified charitable distribution from an individual retirement plan by a person who has attained age 70 ½. In lieu of the exclusion from gross income, an individual can include the amount of the qualified charitable distribution in the deduction for charitable contributions if the taxpayer elects to deduct itemized deductions on the North Carolina individual income tax return. In addition, an individual would also be required to exclude amounts paid for mortgage insurance premiums from the deduction for qualified residence interest if the taxpayer claims itemized deductions on the North Carolina return.

Any person required to file a North Carolina income tax return whose 2015 federal taxable income or federal adjusted gross income is impacted by the amendments to federal law included in PATH should consider waiting to file the 2015 North Carolina income tax return until the General Assembly takes action. A taxpayer who files the 2015 income tax return before the General Assembly takes action may have to amend the return to reflect the General Assembly's action. Please note that the General Assembly is scheduled to convene on April 25, 2016. A taxpayer whose income tax return is statutorily due on Friday, April 15, 2016 has until Monday, April 18, 2016 to timely file the return and pay any income tax due because Emancipation Day is observed on April 15, 2016. A taxpayer with a tax return due on April 15, 2016 who chooses to wait for legislation to be enacted should, by April 18, 2016, file an application for an extension of six months to file the income tax return. If a timely application for an extension is filed, the return will be considered timely filed if filed by Monday, October 17, 2016.

If the General Assembly enacts legislation to update the Code reference, the Department will provide additional guidance, including how to report any required additions or deductions on the 2015 return.

CD-405 C-Corporation Tax Return 2015

For calendar year **2015** or other tax year beginning (MM-DD) - - **15** and ending (MM-DD-YY) - - DOR Use Only / /

Legal Name (First 35 Characters)(USE CAPITAL LETTERS FOR YOUR NAME AND ADDRESS)

Address

City

State

Zip Code

Federal Employer ID Number

Secretary of State ID

NAICS Code

Gross Receipts / Sales

Total Assets per Balance Sheet

- Fill in all applicable circles:
- | | | |
|---|---|--|
| <input type="radio"/> Initial Return | <input type="radio"/> Amended Return | <input type="radio"/> Captive REIT |
| <input type="radio"/> Final Return | <input type="radio"/> Tax Exempt | <input type="radio"/> NC-478 is attached |
| <input type="radio"/> Short Year Return | <input type="radio"/> Non U.S./Foreign | <input type="radio"/> CD-479 is attached |
| <input type="radio"/> Combined Return | <input type="radio"/> Fed Sch M-3 is attached | <input type="radio"/> Has Escheatable Property |

N.C. Education Endowment Fund: You may contribute to the N.C. Education Endowment Fund by making a contribution or designating some or all of your overpayment to the Fund. To make a contribution, enclose Form NC-EDU and your payment of \$. To designate your overpayment to the Fund, enter the amount of your designation on Page 2, Line 42. See instructions for information about the Fund.

Computation of Franchise Tax

1. Capital Stock, Surplus, and Undivided Profits
(From Schedule C, Line 13)

2. Investment in N.C. Tangible Property
(From Schedule D, Line 8)

3. Appraised Value of N.C. Tangible Property
(From Schedule E, Line 2)

4. Taxable Amount

Line 1, 2, or 3, whichever is greatest

5. Total Franchise Tax Due

Multiply Line 4 by .0015 (\$1.50 per \$1,000.00 - minimum \$35.00)

6. Payment with Franchise Tax Extension (From Form CD-419, Line 9)

When filing an amended return, see instructions.

7. Tax Credits (From Form CD-425, Part 2, Line 11)

If a tax credit is claimed on Line 7, Form CD-425 **MUST** be attached.

8. Franchise Tax Due - If the sum of Line 6 plus 7 is less than Line 5, enter difference here and on Page 2, Line 33

9. Franchise Tax Overpaid - If the sum of Line 6 plus 7 is more than Line 5, enter difference here and on Page 2, Line 33

Holding Company Exception
(See instructions)

☐

▶ 1.	<u> </u>	.00
▶ 2.	<u> </u>	.00
▶ 3.	<u> </u>	.00
4.	<u> </u>	.00
▶ 5.	<u> </u>	.00
▶ 6.	<u> </u>	.00
▶ 7.	<u> </u>	.00
8.	\$ <u> </u>	.00
▶ 9.	<u> </u>	.00

Computation of Corporate Income Tax

10. Federal Taxable Income Before NOL
(From Schedule G, Line 30 or Federal Form 1120, Line 28 minus 29b)

11. Adjustments to Federal Taxable Income
(From Schedule H, Line 5)

12. Net Income Before Contributions
Add Lines 10 and 11

13. Contributions to Donees Outside N.C.
(From Schedule I, Line 1c)

14. N.C. Taxable Income
Line 12 minus Line 13

15. Nonapportionable Income
(From Schedule N, Line 1)

16. Apportionable Income
Line 14 minus Line 15

17. Apportionment Factor - Enter to four decimal places
(From Schedule O, Part 1; Part 2 - Line 15; Part 3; or Part 4)

18. Income Apportioned to N.C.
Multiply Line 16 by factor on Line 17

19. Nonapportionable Income Allocated to N.C.
(From Schedule N, Line 2)

20. Income Subject to N.C. Tax
Add Lines 18 and 19

21. Percentage Depletion over Cost Depletion on N.C. Property
(See Instructions)

If amount on Line 10-12, 14-16, or 18-20 is negative, fill in circle.
Example: ☒



6300106017

▶ 10.	<input type="radio"/>	<u> </u>	.00
▶ 11.	<input type="radio"/>	<u> </u>	.00
12.	<input type="radio"/>	<u> </u>	.00
▶ 13.	<input type="radio"/>	<u> </u>	.00
14.	<input type="radio"/>	<u> </u>	.00
▶ 15.	<input type="radio"/>	<u> </u>	.00
▶ 16.	<input type="radio"/>	<u> </u>	.00
▶ 17.		<u> </u>	%
▶ 18.	<input type="radio"/>	<u> </u>	.00
▶ 19.	<input type="radio"/>	<u> </u>	.00
▶ 20.	<input type="radio"/>	<u> </u>	.00
▶ 21.		<u> </u>	.00

(B) Computation of Corporate Income Tax	22. State Net Loss (Attach schedule)	▶ 22.		.00
	23. Income Before Contributions to N.C. Donees Line 20 minus Lines 21 and 22	23. ○		.00
	24. Contributions to N.C. Donees (From Schedule I, Line 2e)	▶ 24.		.00
	25. Net Taxable Income Line 23 minus Line 24	25. ○		.00
	26. N.C. Net Income Tax Multiply Line 25 by 5.0%	▶ 26.		.00
	27. Annual Report Fee	▶ 27.		.00
	28. Add Lines 26 and 27	28.		.00
	29. Payments and Credits When filing an amended return, see instructions.	▶ 29a.		.00
	a. Income Tax Extension (From Form CD-419, Line 10)	▶ 29b.		.00
	b. 2015 Estimated Tax	▶ 29c.		.00
	c. Partnership (If a partnership payment is claimed on Line 29c, a copy of Form D-403 NC K-1 MUST be attached.)	▶ 29d.		.00
	d. Nonresident Withholding (Include copy of 1099 or W-2)	▶ 29e.		.00
	e. Tax Credits (From Form CD-425, Part 4, Line 25) If a tax credit is claimed on Line 29e, Form CD-425 MUST be attached.	30.		.00
30. Add Lines 29a through 29e	31. \$.00	
31. Income Tax Due - If Line 30 is less than Line 28, enter difference here and on Line 34, below	▶ 32.		.00	
32. Income Tax Overpaid - If Line 30 is more than Line 28, enter difference here and on Line 34, below				
Tax Due or Refund	33. Franchise Tax Due or Overpayment (From Schedule A, Line 8 or 9)	33. ○		.00
	34. Income Tax Due or Overpayment (From Schedule B, Line 31 or 32)	34. ○		.00
	35. Balance of Tax Due or Overpayment Add (or subtract) Lines 33 and 34	35. ○		.00
	36. Underpayment of Estimated Income Tax (Enter letter in exceptions box, if applicable. See instructions.)	▶ 36.		.00
	37. a. Interest	▶ 37c.		.00
	b. Penalties			
	38. Total Due - Add Lines 35, 36, and 37c and enter result here, but not less than zero. If less than zero, enter amount on Line 39. Pay online. Go to www.dornrc.com and click on eServices.	38.		.00
	39. Overpayment	39.		.00
	40. Amount of Line 39 applied to 2016 Estimated Income Tax	▶ 40.		.00
	41. Amount of Line 39 contributed to N.C. Nongame and Endangered Wildlife Fund	▶ 41.		.00
	42. Amount of Line 39 contributed to N.C. Education Endowment Fund	▶ 42.		.00
	43. Amount to be Refunded Line 39 minus Lines 40, 41, and 42	▶ 43.		.00
	Signature and Title of Officer: _____ Date: _____ I certify that, to the best of my knowledge, this return is accurate and complete.		Corporate Telephone Number: _____ (Important: Include Area Code)	
Signature of Paid Preparer: _____ I certify that, to the best of my knowledge, this return is accurate and complete.		Preparer's ○ FEIN ○ SSN ○ PTIN: _____ (Fill in applicable circle)		

(C) Capital Stock, Surplus, and Undivided Profits

1. Total capital stock outstanding less cost of treasury stock	1. _____ .00
2. Paid-in or capital surplus	2. _____ .00
3. Retained earnings (earned surplus and undivided profits)	3. _____ .00
4. Other surplus	4. _____ .00
5. Deferred or unearned income	5. _____ .00
6. Allowance for bad debts	6. _____ .00
7. LIFO reserves	7. _____ .00
8. Other reserves that do not represent definite and accrued legal liabilities (Attach schedule)	8. _____ .00
9. Add Lines 1 through 8 and enter total	9. _____ .00
10. Affiliated indebtedness (Attach schedule) _____	10. _____ .00
11. Line 9 plus (or minus) Line 10	11. _____ .00
12. Apportionment factor (From Schedule O, Part 1; Part 2 - Line 15; Part 3; or Part 4)	12. _____ %
13. Capital Stock, Surplus, and Undivided Profits Multiply Line 11 by factor on Line 12 and enter result here and on Schedule A, Line 1. If amount on Line 13 is less than zero, enter zero on Schedule A, Line 1.	13. .00

(D) Investment in N.C. Tangible Property

Inventory valuation method: 1. Total value of inventories located in N.C. <input type="radio"/> FIFO <input type="radio"/> Lower of cost or market <input type="radio"/> Other _____ <small>(LIFO valuation not permitted)</small>	1. _____ .00
2. Total value of furniture, fixtures, and machinery and equipment located in N.C.	2. _____ .00
3. Total value of land and buildings located in N.C.	3. _____ .00
4. Total value of leasehold improvements and other tangible property located in N.C.	4. _____ .00
5. Add Lines 1 through 4 and enter total	5. _____ .00
6. Accumulated depreciation, depletion, and amortization with respect to N.C. tangible property	6. _____ .00
7. Debts existing for the purchase or improvement of N.C. real estate	7. _____ .00
8. Investment in N.C. Tangible Property Line 5 minus Lines 6 and 7; enter amount here and on Schedule A, Line 2	8. .00

(E) Appraised Value of N.C. Tangible Property

1. Total appraised value of all N.C. tangible property, including motor vehicles <small>(If tax year ends December 31, 2015 through September 30, 2016, enter the appraised county tax value of all real and tangible property located in N.C. as of January 1, 2015, including any motor vehicles assessed during the tax year. Otherwise, enter value as of January 1, 2016.)</small>	1. _____ .00
2. Appraised Value of N.C. Tangible Property Multiply Line 1 by 55%; enter here and on Schedule A, Line 3	2. .00

(F) Other Information - All Taxpayers Must Complete this Schedule

1. State of incorporation _____ Date incorporated _____
2. Date Certificate of Authority was obtained from N.C. Secretary of State _____
3. Regular or principal trade or business in N.C. _____ Everywhere _____
4. Principal place from which business is directed or managed _____
5. What was the last year the IRS redetermined the corporation's federal taxable income? _____
6. Were the adjustments reported to N.C.? <input type="radio"/> Yes <input type="radio"/> No If so, when? _____
7. Does this corporation finance or discount its receivables through a related or an affiliated company? <input type="radio"/> Yes <input type="radio"/> No
8. Is this corporation subject to franchise tax but not N.C. income tax because the corporation's income tax activities are protected under P.L. 86-272? (Attach detailed explanation) <input type="radio"/> Yes <input type="radio"/> No
9. Officers' names and addresses:
President _____ Secretary _____
Vice-President _____ Treasurer _____

Ⓒ Federal Taxable Income Before NOL Deduction

Complete this schedule if you do not attach a copy of your federal income tax return.

1. a. Gross receipts or sales	_____	.00
b. Returns and allowances	_____	.00
c. Balance (Line 1a minus Line 1b)	_____	.00
2. Cost of goods sold (Attach schedule)	_____	.00
3. Gross Profit (Line 1c minus Line 2)	_____	.00
4. Dividends (Attach schedule)	_____	.00
5. a. Interest on obligations of the United States and its instrumentalities	_____	.00
b. Other interest	_____	.00
6. Gross rents	_____	.00
7. Gross royalties	_____	.00
8. Capital gain net income (Attach schedule)	_____	.00
9. Net gain (loss) (Attach schedule)	_____	.00
10. Other income (Attach schedule)	_____	.00
11. Total Income Add Lines 3 through 10	_____	.00
12. Compensation of officers (Attach schedule)	_____	.00
13. Salaries and wages (Less employment credits)	_____	.00
14. Repairs and maintenance	_____	.00
15. Bad debts	_____	.00
16. Rents	_____	.00
17. Taxes and licenses	_____	.00
18. Interest	_____	.00
19. Charitable contributions	_____	.00
20. a. Depreciation _____		
b. Depreciation included in cost of goods sold _____		
c. Balance (Line 20a minus Line 20b)	_____	.00
21. Depletion	_____	.00
22. Advertising	_____	.00
23. Pension, profit-sharing, and similar plans	_____	.00
24. Employee benefit programs	_____	.00
25. Domestic production activities deduction	_____	.00
26. Other deductions (Attach schedule)	_____	.00
27. Total Deductions Add Lines 12 through 26	_____	.00
28. Taxable Income per Federal Return Before NOL and Special Deductions Line 11 minus Line 27	_____	.00
29. Special Deductions (From Federal Form 1120, Line 29b)	_____	.00
30. Federal Taxable Income Before NOL Line 28 minus Line 29; enter amount here and on Schedule B, Line 10	_____	.00

Ⓓ Adjustments to Federal Taxable Income

1. Additions:	
a. Taxes based on net income	_____ .00
b. Dividends paid by captive REITs	_____ .00
c. Contributions	_____ .00
d. Royalties paid to related members (See instructions)	_____ .00
e. Expenses attributable to income not taxed (See instructions)	_____ .00
f. Domestic production activities deduction (From Schedule G, Line 25)	_____ .00
g. Other (Attach explanation or schedule)	_____ .00
2. Total Additions (Add Lines 1a-1g)	_____ .00
3. Deductions:	
a. U.S. obligation interest (net of expenses)	_____ .00
b. Other deductible dividends (See instructions)	_____ .00
c. Dividends received from captive REITs	_____ .00
d. Royalties received from related members (See instructions)	_____ .00
e. Interest on deposits with FHLB (net of expenses) S&L's only	_____ .00
f. Bonus depreciation (See instructions)	_____ .00
g. Section 179 expense deduction	_____ .00
h. Other (Attach explanation or schedule)	_____ .00
4. Total Deductions (Add Lines 3a-3h)	_____ .00
5. Adjustments to Federal Taxable Income Line 2 minus Line 4, enter amount here and on Schedule B, Line 11	_____ .00

Ⓔ Contributions

1. Contributions to Donees Outside N.C.	
a. Enter total contributions to donees outside N.C.	_____ .00
b. Multiply the amount shown on Schedule B, Line 12 by 5% if Line 12 is greater than zero. Otherwise, enter zero here.	_____ .00
c. Amount Deductible Enter the lesser of Line 1a or 1b here and on Schedule B, Line 13	_____ .00
2. Contributions to N.C. Donees	
a. Enter total contributions to N.C. donees other than those listed in Line 2d, below	_____ .00
b. Multiply the amount shown on Schedule B, Line 23 by 5% if Line 23 is greater than zero. Otherwise, enter zero here.	_____ .00
c. Enter the lesser of Line 2a or 2b	_____ .00
d. Enter total contributions to the State of N.C. and its political subdivisions	_____ .00
e. Amount Deductible Add Lines 2c and 2d; enter total here and on Schedule B, Line 24	_____ .00

Ⓕ Explanation of Changes for Amended Return

Attach additional sheets if necessary

Note: The letter K is not used to designate a schedule.

		Beginning of Tax Year		End of Tax Year		
L	Assets					
	1. Cash					
	2. a. Trade notes and accounts receivable					
	b. Less allowance for bad debts	()		()		
	3. Inventories					
	4. a. U.S. government obligations					
	b. State and other obligations					
	5. Tax-exempt securities					
	6. Other current assets <i>(Attach schedule)</i>					
	7. Loans to shareholders					
	8. Mortgage and real estate loans					
	9. Other investments <i>(Attach schedule)</i>					
	10. a. Buildings and other depreciable assets					
	b. Less accumulated depreciation	()		()		
	11. a. Depletable assets					
	b. Less accumulated depletion	()		()		
	12. Land <i>(net of any amortization)</i>					
	13. a. Intangible assets <i>(amortizable only)</i>					
	b. Less accumulated amortization	()		()		
	14. Other assets <i>(Attach schedule)</i>					
	15. Total Assets					
		Liabilities and Shareholders' Equity				
	16. Accounts payable					
	17. Mortgages, notes, and bonds payable in less than 1 year					
	18. Other current liabilities <i>(Attach schedule)</i>					
	19. Loans from shareholders					
	20. Mortgages, notes, and bonds payable in 1 year or more					
	21. Other liabilities <i>(Attach schedule)</i>					
22. Capital stock: a. Preferred Stock						
b. Common Stock						
23. Additional paid-in capital						
24. Retained earnings – Appropriated <i>(Attach schedule)</i>						
25. Retained earnings – Unappropriated						
26. Adjustments to shareholders' equity <i>(Attach schedule)</i>						
27. Less cost of treasury stock		()		()		
28. Total Liabilities and Shareholders' Equity						
M-1	Reconciliation of Income (Loss) per Books With Return					
	1. Net income (loss) per books			7. Income recorded on books this year not included on this return <i>(itemize)</i> :		
	2. Federal income tax			Tax-exempt interest \$ _____		
	3. Excess of capital losses over capital gains					
	4. Income subject to tax not recorded on books this year <i>(itemize)</i> : _____			8. Deductions on this return not charged against book income this year <i>(itemize)</i> :		
	5. Expenses recorded on books this year not deducted on this return <i>(itemize)</i> :			a. Depreciation \$ _____		
	a. Depreciation \$ _____			b. Charitable Contributions \$ _____		
	b. Charitable Contributions \$ _____					
	c. Travel and entertainment \$ _____			9. Add Lines 7 and 8		
	6. Add Lines 1 through 5			10. Income <i>(Line 6 minus Line 9)</i>		
M-2	Retained Earnings Analysis					
	1. Balance at beginning of year			5. Distributions: a. Cash		
	2. Net income (loss) per books			b. Stock		
	3. Other increases <i>(itemize)</i> : _____			c. Property		
			6. Other decreases <i>(itemize)</i> : _____			
			7. Add Lines 5 and 6			
4. Add Lines 1, 2, and 3			8. Balance at End of Year <i>(Line 4 minus Line 7)</i>			

Complete this schedule if you have income classified as nonapportionable income. See the instructions for an explanation of what is **apportionable income** and what is **nonapportionable income**.

Nonapportionable Income

Ⓢ

(A) Nonapportionable Income	(B) Gross Amounts	(C) Related Expenses*	(D) Net Amounts (Column B minus Column C)	(E) Net Amounts Allocated Directly to N.C.

1. **Nonapportionable Income** (Enter the total of Column D here and on Schedule B, Line 15)
- .00
2. **Nonapportionable Income Allocated to N.C.** (Enter the total of Column E here and on Schedule B, Line 19)
- .00

Explanation of why income listed in chart is nonapportionable income rather than apportionable income:

(Attach additional sheets if necessary)

* For an acceptable means of computing related expenses, see 17 N.C.A.C. 5C .0304.

Part 1. Domestic and Other Corporations Not Apportioning Franchise or Income Outside N.C.

Enter 100% on Schedule B, Line 17 and Schedule C, Line 12

100.0000 %

Part 2. Corporations Apportioning Franchise or Income to N.C. and to Other States

Note: Apportionment factors **must be calculated 4 places** to the right of the decimal.

Example: 99.9999 %

Computation of Apportionment Factor

Ⓢ

1. Within North Carolina		2. Total Everywhere	
(a) Beginning Period	(b) Ending Period	(a) Beginning Period	(b) Ending Period
1. Land			
2. Buildings			
3. Inventories			
4. Other property			
5. Total (Add Lines 1-4)			

6. Average value of property
Add amounts on Line 5 for (a) and (b); divide by 2
7. Rented property (Multiply annual rents by 8)
8. **Property Factor** (Add Lines 6 and 7; divide Column 1 by Column 2 and enter factor)
9. Gross payroll
10. Compensation of general executive officers
11. **Payroll Factor** (Line 9 minus Line 10; divide Column 1 by Column 2 and enter factor)
12. **Sales Factor** (Attach schedule)
Divide Column 1 by Column 2 and enter factor
13. **Sales Factor** (Enter the same factor as on Line 12)
14. **Total of Factors** (Add Lines 8, 11, 12, and 13)
15. **N.C. Apportionment Factor** (Divide Line 14 by the number of factors present; enter result here, on Schedule B, Line 17, and Schedule C, Line 12)
- Factor
- %
- %
- %
- %
- %
- %

Part 3. Corporations Apportioning Franchise or Income to N.C. and to Other States Using Single Sales Factor

Excluded corporations, qualified capital intensive corporations, and certain public utilities must apportion North Carolina franchise and corporate income tax using the sales factor alone. These corporations need not complete the property and payroll factor sections of this Schedule. Enter the sales factor from Line 12 here, on Schedule B, Line 17, and on Schedule C, Line 12. (See instructions and G.S.105 -130.4 for more information.)

%

Part 4. Special Apportionment

Special apportionment formulas apply to certain types of corporations such as telephone companies, motor carriers, and railroad companies. If you use a special apportionment formula, enter the computed apportionment factor here, on Schedule B, Line 17, and on Schedule C, Line 12. (See instructions and G.S.105 -130.4 for more information.)

%