Instructions For Handwritten Forms

Guidelines
Do not use red ink. Use blue or black ink.

Do not use dollar signs, commas, or other punctuation marks.

Before Sending
Do not submit photocopies of returns. Submit originals only.

Do not mix form types.

Printing
Set page scaling to “none.” The Auto-Rotate and Center checkbox should be unchecked.

Do not select “print on both sides of paper.”
Individual Estimated Income Tax
North Carolina Department of Revenue

Instructions

If the installment is due:

June 15: Pay 1/2 of the balance of the net estimated income tax at that time, 1/4 of the balance on September 15 and the remaining 1/4 on January 15.

September 15: Pay 3/4 of the balance of the net estimated income tax at that time and the remaining 1/4 on January 15.

If you file your income tax return (Form D-400) by January 31 of the following year and pay the entire balance due, you do not have to make the payment which would otherwise be due on January 15.

Farmers and Fishermen

If at least two-thirds of your estimated gross income is from farming (including oyster farming) or commercial fishing, your estimated income tax may be paid at any time on or before January 15 of the following year. If your income tax return (Form D-400) is filed and the total tax is paid on or before March 1, you do not have to make an estimated income tax payment.

Important:

To avoid receiving an assessment for underpayment of estimated tax (see discussion on Interest for Failure to Pay Your Estimated Income Tax), you may file Form D-422, Underpayment of Estimated Tax by Individuals, before the due date of Form D-400.

Underpayment interest will not be due if you had no tax liability for the previous year.

Complete spouse’s information if you and your spouse plan to file a joint return. You may find it convenient to increase your withhold tax to avoid paying estimated income tax. If you do choose to increase the amount withheld, you should make sure the balance due on your income tax return will be less than $1,000.

When To Pay Your Estimated Income Tax

Generally you must make your first estimated income tax payment by April 15. You must either pay all of your estimated income tax at that time or pay in four equal monthly installments beginning on or before April 15, June 15, September 15 and January 15 of the following year. When the due date for the estimated income tax payment falls on a Saturday, Sunday or holiday, the payment is due on or before the next business day.

Although a payment of estimated income tax may not be due on April 15 based on your situation at that time, your expected income, additions or deductions and tax credits may change so that a payment is due at a later date. In such cases, the payment dates are as follows:

If requirement is met after: Payment date is:

- April 1 and before June 1 June 15
- June 1 and before September 1 September 15
- September 1 and before January 1 January 15

If the first estimated income tax payment you are required to make is due after April 15, or if you are required to change your payments after paying the first installment, you should pay the remaining installments as follows:

Cut and mail original form to: N.C. Department of Revenue, P.O. Box 25000, Raleigh, NC 27640-0630
Worksheet for Computation of N.C. Estimated Income Tax

1. Estimated Federal Adjusted Gross Income
2. Estimated Additions to Federal Adjusted Gross Income
   (See Individual Income Tax Instructions for Form D-400)
3. Add Lines 1 and 2 and enter the total
4. Estimated Deductions from Federal Adjusted Gross Income
   (See Individual Income Tax Instructions for Form D-400)
5. Child Deduction
   (See Individual Income Tax Instructions for Form D-400)
6. N.C. Standard Deduction or N.C. Itemized Deductions
   (Important: The N.C. standard deduction and the N.C. itemized deductions are not identical to the federal amounts and are subject to certain limitations. If you plan to claim the N.C. standard deduction, use the amount shown below for your filing status.)
7. Estimated North Carolina Taxable Income
   (Add Lines 4, 5, and 6; subtract the total from Line 3)
8. Amount of Tax - Use the Tax Rate shown below
9. a. Estimated N. C. Income Tax Withheld
   b. Estimated Tax Credits
   c. Other Tax Payments
10. Add Lines 9a, 9b, and 9c
11. Estimated Income Tax
    (Subtract Line 10 from Line 8) If $1,000 or more, fill out and mail the estimated income tax form along with your payment; if less than $1,000, no payment is required at this time
12. If the first payment you are required to make is due April 15, enter 1/4 of Line 11 here and in the space marked “Amount of this Payment” on Form NC-40. Round off cents to the nearest whole dollar

For Tax Years Beginning on or after January 1, 2020

<table>
<thead>
<tr>
<th>Filing Status</th>
<th>North Carolina Standard Deduction</th>
</tr>
</thead>
<tbody>
<tr>
<td>Married, filing jointly/surviving spouse</td>
<td>$ 21,500</td>
</tr>
<tr>
<td>Head of Household</td>
<td>$ 16,125</td>
</tr>
<tr>
<td>Single</td>
<td>$ 10,750</td>
</tr>
<tr>
<td>Married, filing separately</td>
<td>$ 10,750</td>
</tr>
</tbody>
</table>