

D-400EZ

1998 NORTH CAROLINA INDIVIDUAL INCOME TAX RETURN (full-year residents only)

For the year January 1 - December 31, 1998

Form with fields for: Your first name and initial, Last name, If a joint return, spouse's first name and initial, Last name, Present home address, City, town, or post office, state and zip code, County.

Your Social Security Number

Grid for Social Security Number

Spouse's Social Security Number

Grid for Spouse's Social Security Number

See instructions on the back of this return to determine if you qualify to file Form D-400EZ

IMPORTANT section with questions about first-time filing, name/address changes, and N.C. Political Parties Financing Fund. Includes FILING STATUS options (1 SINGLE, 2 MARRIED FILING JOINTLY, 3 MARRIED FILING SEPARATELY, 4 HEAD OF HOUSEHOLD, 5 QUALIFYING WIDOW(ER) WITH DEPENDENT CHILD).

ATTACH PAYMENT HERE

ATTACH W-2'S HERE

Main calculation section with lines 6-18. Includes fields for TAXABLE INCOME FROM YOUR FEDERAL INCOME TAX RETURN, STANDARD DEDUCTION, NORTH CAROLINA TAXABLE INCOME, and TAX CREDITS. Includes DOLLARS and CENTS columns.

Signature section with fields for: Sign here, Your signature, Date, Spouse's signature, Daytime Telephone Number, Paid preparer's signature, Date, Paid preparer's social security or I.D. number, Preparer's Telephone Number.

**GENERAL INSTRUCTIONS
FOR FORM D-400EZ**

IMPORTANT: Use this form ONLY if all of the following apply:

- You were a North Carolina resident for the entire year.
- You claimed the standard deduction on your federal return.
- Your total income (**Federal Form 1040, line 22; Form 1040A, line 14; Form 1040EZ, line 4; or TeleFile Tax Record, line H**) is less than \$50,000.
- The standard deduction/personal exemption adjustment on line 7 of this form is your only adjustment to federal taxable income. (See pages 7 through 10 of the instructions. If you have any other adjustments, you **cannot** file Form D-400EZ.)
- You claim no tax credits other than the credit for child and dependent care expenses, the credit for children, and the credit for charitable contributions.
- You paid no estimated tax and do not elect to have any portion of your refund applied to estimated tax for the following year.
- You are not subject to the penalty for underpayment of estimated tax. (See "Penalties and Interest" on page 5 of the instruction booklet.)
- You file your return by April 15, 1999.

NAME/ADDRESS: Place the label in the name/address area. Correct any errors on the label. Print social security numbers in the boxes provided. If you do not have a label, print your name/address in the space provided.

LINE INSTRUCTIONS:

Line 6: If federal taxable income is zero or less, you were required to enter zero on your federal return. On your North Carolina return enter the negative number. Mark an "X" in the appropriate box to indicate that the amount entered is negative.

Line 10: Enter your North Carolina tax withheld on line 10a. If you are married and file a joint return with your spouse, enter your withholding on line 10a and your spouse's withholding on line 10b. Be sure to attach the original State copies of your wage and tax statements that you received from your employer. Wage and tax statements generated by tax software programs cannot be used to verify North Carolina tax withholding.

Line 11: TAX CREDITS -- Complete the **TAX CREDITS WORKSHEET** if you claimed an income tax credit for child and dependent care expenses on your federal income tax return and/or if you have children for whom you are entitled to claim an exemption on your federal return. If you claimed the standard deduction on your federal return, you may be entitled to a tax credit for a portion of the charitable contributions you made during the taxable year. See line 8 of the **TAX CREDITS WORKSHEET**.

**STANDARD DEDUCTION / PERSONAL EXEMPTION
ADJUSTMENT WORKSHEET**

1.	Enter the standard deduction from your federal return (Form 1040, line 36; Form 1040A, line 21; Form 1040EZ SINGLE filers, enter \$4,250 or the amount from line 5 of Form 1040EZ, whichever is less. 1040EZ MARRIED FILING JOINTLY filers, enter \$7,100 or the amount from line 5 of Form 1040EZ, whichever is less. TeleFile filers enter standard deduction amount from line D).	● 1.	.00
2.	Enter the standard deduction from the applicable chart or worksheet on page 7 of the instruction booklet.	● 2.	.00
3.	Subtract line 2 from line 1 and enter the result here (but not less than zero).	3.	.00
4.	<div style="border: 1px solid black; padding: 5px;"> <p>1040 or 1040A filers</p> <ul style="list-style-type: none"> • Multiply the number of exemptions claimed on line 6d of your federal return by \$200 and enter the result here. <p>1040EZ/TELEFILE SINGLE filers</p> <ul style="list-style-type: none"> • Enter \$200 if you cannot be claimed as a dependent by someone else. • Enter zero if you can be claimed as a dependent by someone else. <p>1040EZ/TELEFILE MARRIED FILING JOINTLY filers</p> <ul style="list-style-type: none"> • Enter \$400 if neither spouse can be claimed as a dependent by someone else. • Enter \$200 if one spouse can be claimed as a dependent. • Enter zero if both spouses can be claimed as dependents. </div>	● 4.	.00
5.	Add lines 3 and 4. Enter here and on line 7, page 1 of this form.	5.	.00

TAX CREDITS WORKSHEET

	Federal Adjusted Gross Income (Federal Form 1040, line 33 or Federal Form 1040A, line 18)	Column A	Column B
Filing Status			
<u>Head of Household</u>	Up to \$20,000	.13	.09
	Over \$20,000 up to \$32,000	.115	.08
	Over \$32,000	.10	.07
<u>Surviving Spouse or Joint Return</u>	Up to \$25,000	.13	.09
	Over \$25,000 up to \$40,000	.115	.08
	Over \$40,000	.10	.07
<u>Single</u>	Up to \$15,000	.13	.09
	Over \$15,000 up to \$24,000	.115	.08
	Over \$24,000	.10	.07
<u>Married Filing Separately</u>	Up to \$12,500	.13	.09
	Over \$12,500 up to \$20,000	.115	.08
	Over \$20,000	.10	.07

1.	Child and dependent care expenses (Include the following expenses on this line: (a) the qualified expenses entered on line 3 of Federal Form 2441 or on Schedule 2, Part II, line 3 of Form 1040A, and (b) any qualified expenses for 1997 that you paid in 1998. The total amount entered on this line cannot exceed \$2,400 for one dependent or \$4,800 for two or more dependents). If line 1 is zero, skip lines 2 through 5 and enter zero on line 6.	● 1.	.00
2.	Enter the portion of line 1 that was incurred for dependent(s) who were under the age of 7 and dependent(s) who were physically or mentally incapable of caring for themselves . . .	● 2.	.00
3.	Credit (Use the table above. Multiply line 2 by the applicable decimal amount in Column A and enter the result.) ● 3.		.00
4.	Other qualifying expenses (Subtract line 2 from line 1.)	4.	.00
5.	Credit (Use the table above. Multiply line 4 by the applicable decimal amount in Column B and enter the result.) ● 5.		.00
6.	Child and dependent care tax credit (Add lines 3 and 5.)	6.	.00
7.	Credit for children (Multiply the number of children for whom you are entitled to an exemption by \$60 and enter the result)	● 7.	.00
8.	Credit for charitable contributions (complete the worksheet for Form D-400EZ filers on page 12 of the instructions)	● 8.	.00
9.	Add lines 6, 7, and 8	9.	.00
10.	Amount of tax (from page 1, line 9 of this form)	10.	.00
11.	Enter the lesser of line 9 or line 10 here and on line 11, page 1 of this form	11.	.00