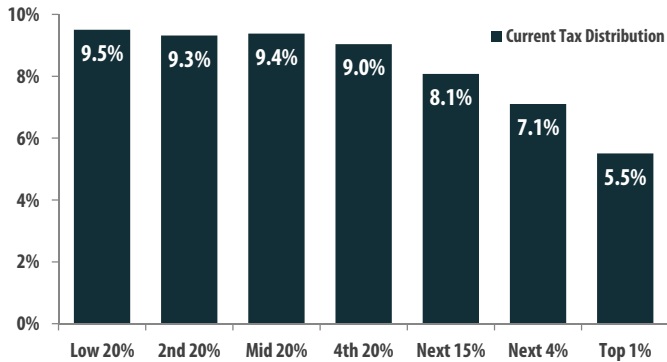


# North Carolina

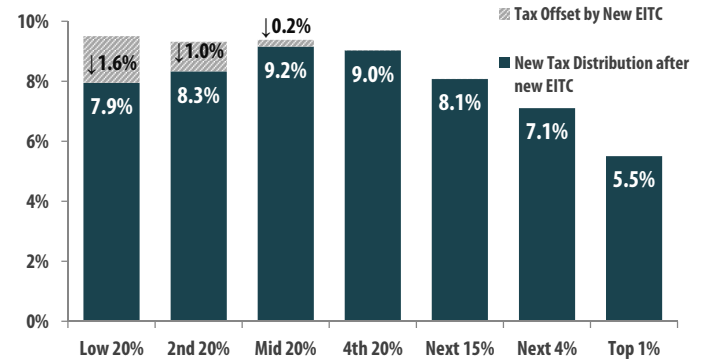
Current policy: No State EITC

Income Group	Low 20%	2nd 20%	Mid 20%	4th 20%	Next 15%	Next 4%	Top 1%
Income Range	Less than \$17,000	\$17,000 – \$29,000	\$29,000 – \$47,000	\$47,000 – \$76,000	\$76,000 – \$151,000	\$151,000 – \$345,000	\$345,000 – Or More
Average Income in Group	\$10,100	\$22,300	\$36,800	\$60,200	\$102,400	\$211,100	\$818,100

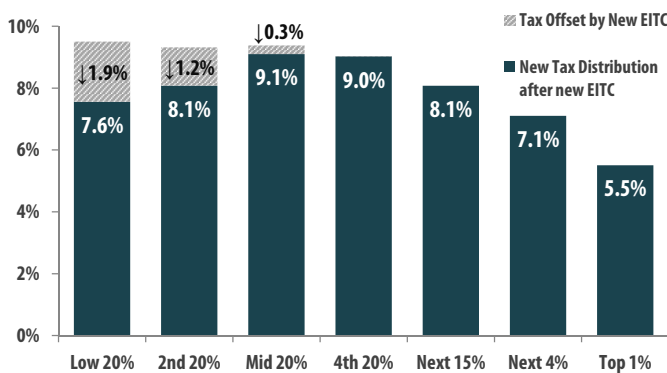
## Current Distribution of North Carolina's State & Local Taxes\*



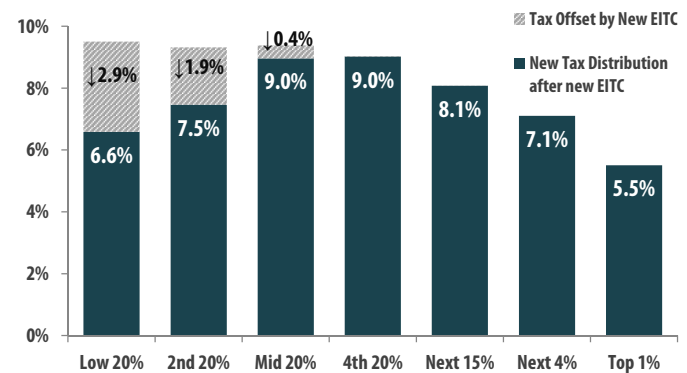
## 1) Enact Refundable 16% Credit



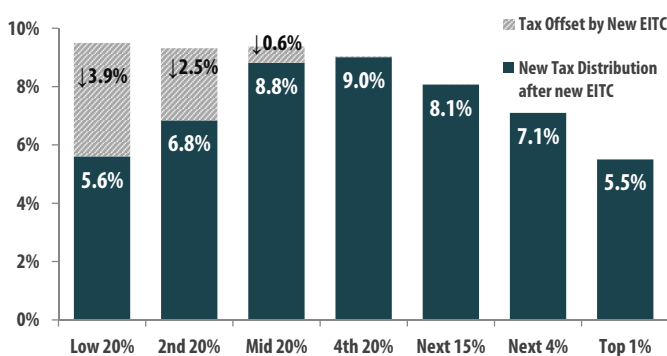
## 2) Enact Refundable 20% Credit



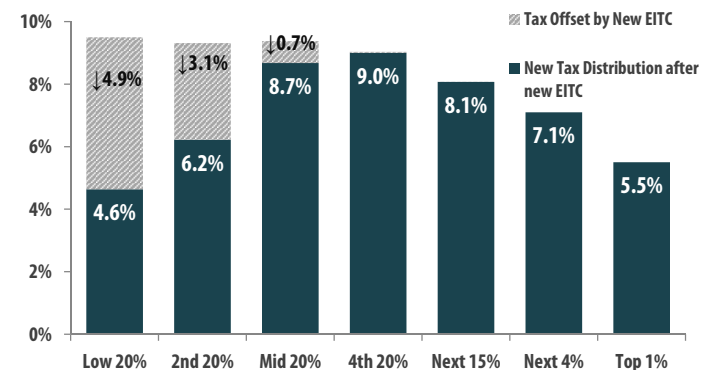
## 3) Enact Refundable 30% Credit



## 4) Enact Refundable 40% Credit



## 5) Enact Refundable 50% Credit



\*The baseline distribution of taxes used in this report has been modified from the published *Who Pays?* results to reflect the following changes enacted in North Carolina in 2013: replacement of graduated personal income tax with a flat rate of 5.75%; elimination of the personal exemption and child and dependent care credit; limiting itemized deductions only to property taxes and mortgage interest (capped at \$20,000/\$10,000) and charitable contributions (no limits); increasing the standard deduction to \$15,000/\$7,500; increasing the child tax credit by \$25/child for taxpayers with AGI below \$40,000; expanding the sales tax base to include service contracts; eliminating the privilege tax on amusements and electricity and subjecting those items to the sales tax. The figures represent total state and local taxes as a share of income, post-federal offset. Due to rounding, the new tax distributions shown may not always precisely equal the current distribution minus the EITC offset.