NC-NA
CD-401S
11-05

Nonresident Shareholder Agreement

North Carolina Department of Revenue

Nonresident Shareholder's Identifying Number

Nonresident Shareholder's Name, Address, and Zip Code

Date Nonresident Became Shareholder in S Corporation _____

Shareholder's Tax Year

beginning *(MM-DD-YY)* and ending *(MM-DD-YY)*

Federal Employer ID Number

Corporation's Name, Address, and Zip Code

Date of Valid S Corporation Election _____

First Tax Year S Corporation Filed CD-401S _____

Shareholder's Affirmation

I affirm that: I am a nonresident shareholder of the S Corporation listed above.

I will file and make timely payments of all taxes imposed by North Carolina on my pro rata share of income from the S Corporation.

I agree: To personal jurisdiction by the State of North Carolina for purposes of the collection of any unpaid income taxes in connection with my tax return, together with related interest and penalties.

This affirmation is binding on my heirs, representatives, assigns, successors, executors, and administrators.

Signature of Shareholder _____ **Title or Status** _____

Corporate Affirmation

I affirm that: The entity listed above is a nonresident of North Carolina and is a shareholder of the S Corporation listed above.

Signature and Title of Officer _____ **Date** _____

General Instructions

An S Corporation doing business in this State must file Form NC-NA for each of its nonresident shareholders. The form is due by the 15th day of the third month following the first taxable period in which the S Corporation becomes subject to North Carolina income tax. A form for a nonresident who becomes a shareholder of the S Corporation after the initial due date must be filed by the due date of CD-401S for the year in which the nonresident became a shareholder. An S Corporation that does not file the required Form NC-NA for a nonresident shareholder is liable for any tax not paid by the nonresident. Additional forms are available from the Department's website, www.dornc.com, or by calling 1-877-252-3052.