

# 1998

## NORTH CAROLINA INCOME TAX RETURN FOR ESTATES AND TRUSTS

NORTH CAROLINA DEPARTMENT OF REVENUE, P.O. BOX 25000, RALEIGH, NC 27640-0640  
(FOR ESTATES AND TRUSTS FOR CALENDAR YEAR 1998)

### Form D-407

or other taxable year beginning \_\_\_\_\_, 1998 and ending \_\_\_\_\_, 19\_\_\_\_

Name of estate or trust (Please print or type)		Federal Employer Identification No.	
Name of fiduciary - Title (Circle one): Administrator - Executor - Other ( designate)		Check Applicable Boxes	
Address of fiduciary	County	Original Return	1 <input type="checkbox"/>
City or town	State	Final Return	2 <input type="checkbox"/>
	Zip	Amended Return	3 <input type="checkbox"/>

Check this box if the name and/or address on this return have changed from last year's return.

- a. Was an estate or trust income tax return filed last year? 1  YES 2  NO  
If not, state reason \_\_\_\_\_
- b. Date trust was created or, if an estate, date of decedent's death \_\_\_\_\_
- c. Did the estate or trust receive income from interest, dividends, gains, losses, other intangible property, or from sources outside North Carolina for the benefit of a nonresident beneficiary? 1  YES 2  NO
- d. If return is for a trust, enter name and address of grantor: \_\_\_\_\_
- e. If return is for an estate, was final distribution of assets made during the year? 1  YES 2  NO

**ATTACH COPY OF U.S. INCOME TAX RETURN FOR ESTATES AND TRUSTS, FORM 1041, AND COPIES OF ALL SCHEDULES, INCLUDING EACH K-1**

1. <b>Federal taxable income</b> (from Federal Form 1041, line 22) .....	● 1		00
2. <b>Additions to taxable income</b> (from Schedule B, line 9, column c) (see instructions) .....	● 2		00
3. Add lines 1 and 2 and enter the total here .....	3		00
4. <b>Deductions from taxable income</b> (from Schedule B, line 9, column d) (see instructions) .....	● 4		00
5. <b>North Carolina taxable income</b> (subtract line 4 from line 3 and enter the result here) .....	5		00
6. If you answered "yes" to question c above, enter the amount of income included in line 5 above which is from interest, dividends, gains, losses, other intangible property, or from sources outside North Carolina for the benefit of a nonresident beneficiary. If you answered "no", enter 0 .....	● 6		00
7. Subtract the amount on line 6 from the amount on line 5 and enter the result here .....	7		00
8. <b>Tax due</b> (use the Tax Rate Schedule on page 3 to compute the tax due) .....	8		00
9. Tax credit for tax paid to another state or country (from Schedule C, Part II, line 7) .....	● 9		00
10. Other tax credits (see instructions) .....	● 10		00
11a. Tax paid with extension ● _____ 00 11b. Other prepayments of tax ● _____ 00 .....	11c		00
(Add lines 11a and 11b and enter the total on line 11c)			
12. Tax paid by partnerships / S corporations (see instructions) .....	● 12		00
13. Total tax credits and payments (add lines 9 through 12 and enter the total here) .....	13		00
14. If line 8 is more than line 13, subtract and enter the result .....	● 14		00
15. Penalties and interest [see(h) Penalties and interest, Form D-407A] .....	15		00
16. Add lines 14 and 15 and enter the total - <b>PAY THIS AMOUNT</b> .....	16		00
17. If line 8 is less than line 13, subtract and enter the <b>AMOUNT TO BE REFUNDED</b> .....	● 17		00

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**SCHEDULE A - NORTH CAROLINA FIDUCIARY ADJUSTMENTS (see page 2 of the instructions)**

**Additions to federal taxable income if not included in taxable income reported on the federal income tax return for estates and trusts (see instructions)**

1. Interest income from obligations of states other than North Carolina .....	1		00		
2. State, local or foreign income taxes deducted on the federal return .....	2		00		
3. Lump-sum distributions from a qualified pension, profit sharing, or stock bonus plan .....	3		00		
4. Other additions to federal taxable income (see instructions) .....	4		00		
5. Total additions to federal taxable income (add lines 1 through 4) .....	5				00

Apportion the total additions on line 5 between the beneficiaries and the fiduciary in Schedule B, Column (c) below (see instructions)

**Deductions from federal taxable income if included in taxable income reported on the federal income tax return for estates and trusts (see instructions)**

6. Interest income from U.S. obligations or its possessions, North Carolina or its political subdivisions, or nonprofit educational institutions located in North Carolina .....	6		00		
7. Taxable portion of Social Security and Railroad Retirement benefits .....	7		00		
8. Federal, state, or local government retirement benefits exclusion (not to exceed \$4,000) - See instructions .....	8		00		
9. Private retirement benefits exclusion (not to exceed \$2,000) .....	9		00		
10. Add lines 8 and 9 and enter the total here .....	10		00		
11. Enter the amount from line 10 or \$4,000, whichever is less .....	11		00		
12. State, local, or foreign income tax refunds reported as income on federal return .....	12		00		
13. Other deductions from federal taxable income (see instructions) .....	13		00		
14. Total deductions from federal taxable income (add lines 6 and 7 and 11 through 13) .....	14				00

Apportion the total deductions on line 14 between the beneficiaries and the fiduciary in Schedule B, Column (d) below (see instructions)

**SCHEDULE B - ALLOCATION OF ADJUSTMENTS (see page 2 of the instructions)**

Column (a) NAME OF BENEFICIARY	Column (b) SS #	Column (c) ADDITIONS	Column (d) DEDUCTIONS
1		00	00
2		00	00
3		00	00
4		00	00
5		00	00
6		00	00
7		00	00
8		00	00
9 <b>Fiduciary</b>		00	00

The information from Schedule B should be furnished to each beneficiary showing his portion of the additions and deductions to be used in filing his North Carolina individual income tax return.

The amounts in columns (c) and (d) should be reported by the beneficiaries as adjustments to federal taxable income.

**SCHEDULE C - TAX PAID TO ANOTHER STATE OR COUNTRY**

**PART I - Allocation of Income and Tax Paid to Another State or Country (see page 2 of the instructions)**

Column (a) BENEFICIARY	Column (b) GROSS INCOME ON WHICH TAX WAS PAID TO ANOTHER STATE OR COUNTRY	Column (c) SHARE OF TAX PAID TO ANOTHER STATE OR COUNTRY
1		00
2		00
3		00
4		00
5		00
6		00
7		00
8		00
9 <b>Fiduciary</b>		00

**PART II - Computation of Tax Credit for Tax Paid to Another State or Country**

1. Fiduciary's share of gross income taxed in another state or country (from line 9, column b, above) .....	1	00
2. Fiduciary's share of total gross income (see instructions) .....	2	00
3. Percentage of income taxed in another state or country (line 1 divided by line 2) .....	3	%
4. Amount of North Carolina tax (page 1, line 8) .....	4	00
5. Computed tax credit (line 3 x line 4) .....	5	00
6. Fiduciary's share of tax paid to another state or country (from line 9, column c above). Attach copy of return and proof of payment .....	6	00
7. Enter the lesser of line 5 or line 6 here and on page 1, line 9 .....	7	00

<b>TAX RATE SCHEDULE</b>		
<u>If the amount on line 7, page 1 is more than</u>	<u>But not over</u>	<u>The tax is</u>
\$0	\$12,750	6% of the amount on line 7
\$12,750	\$60,000	\$765 + 7% of the amount over \$12,750
\$60,000	-----	\$4,072.50 + 7.75% of the amount over \$60,000

I certify that, to the best of my knowledge, this return is accurate and complete.

If prepared by a person other than taxpayer, this affirmation is based on all information of which preparer has any knowledge.

Signature of fiduciary or officer representing estate or trust \_\_\_\_\_ Date \_\_\_\_\_

Signature of preparer other than fiduciary \_\_\_\_\_ Date \_\_\_\_\_

( ) - \_\_\_\_\_

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