

#### **IV. DECLARATION OF ESTIMATED INCOME TAX BY CORPORATIONS (Article 4C)**

##### **A. Declaration of Estimated Income Tax Required**

A declaration of estimated tax must be filed by a corporation for each taxable year in which it can reasonably be expected to have an income tax liability to North Carolina of at least \$500.

The term “estimated tax” means the amount of income tax the corporation expects to owe for the taxable year after subtracting any tax credits.

The term “taxable year,” for the purpose of filing declarations of estimated tax, means the calendar or fiscal year in which the company expects to earn the income upon which the estimated tax is based.