CHAPTER 105

ARTICLE 4 - INCOME TAX

N.C.G.S. § 105-153.7.

Individual income tax imposed.

SOURCE	LAST AMENDMENT IN THIS TEXT	RETRIEVED	SOURCE FINGERPRINT
General Statutes of North Carolina, as published by the General Assembly	No amendment history on record	21 September 2026, 07:05 UTC	2da481d73173d23b5b1b44df - e8a20fa8980acd13a30bb5e4 - 7458b9f996a96c82

§ 105-153.7(a)

Tax. - A tax is imposed for each taxable year on the North Carolina taxable income of every individual. The tax shall be levied, collected, and paid annually. Except as otherwise provided in subsection (a1) of this section, the tax is a percentage of the taxpayer's North Carolina taxable income computed as follows:

Taxable Years BeginningTax

In 20224.99%

In 20234.75%

In 20244.5%

In 20254.25%

After 20253.99%.

§ 105-153.7(a1)

Rate Reduction Trigger. - Notwithstanding the tax rates set out in subsection (a) of this section, if total General Fund revenue in a fiscal year set out below exceeds the trigger amount indicated for that fiscal year, then the applicable tax rate for the indicated and subsequent tax years shall be equal to the greater of (i) the prior taxable year's rate decreased by one-half percentage point (0.50%) or (ii) two and forty-nine hundredths percent (2.49%). For purposes of this subsection, total General Fund revenue is the amount stated in the final accounting of total General Fund Reverting Net Tax and Non-Tax Revenues for the fiscal year, as reported by the Office of State Controller in August following the end of the fiscal year.

Fiscal YearTrigger AmountTaxable Year Beginning

FY 2025-2026$33,042,000,000In 2027

FY 2026-2027$34,100,000,000In 2028

FY 2027-2028$34,760,000,000In 2029

FY 2028-2029$35,750,000,000In 2030

FY 2029-2030$36,510,000,000In 2031

FY 2030-2031$38,000,000,000In 2032

FY 2031-2032$38,500,000,000In 2033

FY 2032-2033$39,000,000,000In 2034

§ 105-153.7(b) Withholding Tables. - The Secretary may provide tables that compute the amount of tax due for a taxable year under this Part. The tables do not apply to an individual who files a return under section 443(a)(1) of the Code for a period of less than 12 months due to a change in the individual's annual accounting period or to an estate or trust.- (2013-316, s. 1.1(d); 2013-316, s. 1.2(a); 2015-241, s. 32.16(c); 2017-57, s. 38.1(a); 2021-180, s. 42.1(a); 2023-134, s. 42.1(a).)

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APPARATUS III

Citation

FULL SECTION

N.C. Gen. Stat. § 105-153.7 (2026).

PINPOINT

N.C. Gen. Stat. § 105-153.7(a) (2026).

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