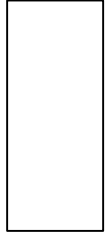


Form A-101

(1/99) (Web)

NORTH CAROLINA ESTATE TAX RETURN

(Use this form only if death occurred on or after January 1, 1999)
(Use Form A-100 if death occurred prior to January 1, 1999)



- 1. Decedent _____ SSN _____
- 2. County & State of Residence _____ Date of Death _____
- 3. List all NC counties in which decedent owned real estate _____
- 4. Personal Representative _____ Telephone (____) _____
Address _____
- 5. Attorney _____ Telephone (____) _____
Address _____
- 6. Accountant _____ Telephone (____) _____
Address _____

Mail the closing certificate and other correspondence to: (Check one only) Representative Attorney Accountant

Tax Computation

7. Enter the Federal Taxable Estate (Form 706, page 1, line 3)	7.	_____	00
8. Enter the Maximum Federal Credit for State Death Taxes (Form 706, page 1, line 15)	8.	_____	00
9. Amount due North Carolina from line 8 (above) or line 17 (Schedule Z, page 2) *	9.	_____	00
10. Interest	10.	_____	00
11. Penalty	11.	_____	00
12. Add lines 9, 10, and 11	12.	PAY THIS AMOUNT	00

Copies of pages 1 and 3 of the United States Estate (and Generation-Skipping Transfer) Tax Return, Form 706, must be attached to this return.

*** If the decedent owned real property in another state or was a nonresident, you must complete Schedule Z on page 2 of this return to prorate the federal credit shown on Line 8 above, and attach a complete copy of Form 706 to this return.**

Declaration and Tax Information Authorization

The North Carolina Department of Revenue is authorized to receive federal tax information from the Internal Revenue Service pursuant to section 6103(d) of the Internal Revenue Code. Under federal law, the Department cannot disclose this information to a third party without the personal representative's written consent and authorization. This form must be completed or another written authorization furnished to the Department if any individual other than the personal representative is to appear or otherwise represent a taxpayer before the Department of Revenue in any matter in which federal tax information is involved.

I authorize each Attorney and Accountant shown above to receive and inspect confidential tax information, including federal estate, generation-skipping, and gift tax information from the North Carolina Department of Revenue regarding the estate, generation-skipping, and gift tax returns of this decedent.

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

Signature of Representative _____ Date _____

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

Signature of Paid Preparer _____ Date _____

MAKE CHECK PAYABLE TO NORTH CAROLINA DEPARTMENT OF REVENUE AND ATTACH HERE

FOR DEPARTMENT USE ONLY

Federal Letter	Date Closed	Date of Certificate
Gift Tax Register	Auditor	

What Is North Carolina Estate Tax? The North Carolina estate tax is equal to the amount of credit allowed for State death taxes paid on the federal estate tax return (Form 706). If the decedent owned property in two or more states, the credit must be prorated between those states by completing Schedule Z (below). Prior to January 1, 1999, North Carolina also had an inheritance tax. The inheritance tax was repealed for estates of decedents dying on or after January 1, 1999.

Filing Requirement A North Carolina Estate Tax Return is required to be filed by the personal representative if a federal estate tax return (Form 706) is required to be filed with the Internal Revenue Service.

When and Where to File Form A-101 A North Carolina Estate Tax Return must be filed with the North Carolina Department of Revenue at the same time the federal estate tax return is due which is currently nine months from the date of death. Form A-101 should be mailed to the **North Carolina Department of Revenue, Post Office Box 25000, Raleigh, North Carolina 27640-0100.**

Paying the Tax Payment should include the tax plus any applicable penalties and interest. Include the name of the estate on the payment. Attach payment to the return and mail to the above address. The personal representative may elect to make installment payments of North Carolina estate tax in the same manner as elected for federal estate tax payments under section 6166 of the Internal Revenue Code. Acceleration of the federal payments also accelerates the State payments. If the personal representative elects the same North Carolina installment payments, attach supporting documentation of the IRS acceptance of the election. The personal representative is liable for the estate tax that is not paid within two years after it was due. This liability is limited to the value of estate assets under the representative's control.

Penalties and Interest If the return is not filed by the due date, a late filing penalty of five percent of the tax (maximum 25 percent) is due for each month, or part of a month, the return is late. If the full amount of tax is not paid by the due date, a late payment penalty of ten percent of the unpaid tax (minimum \$5.00) is due. Interest accrues from the due date and continues to accrue until the tax is paid. Contact the Department of Revenue for the current interest rate.

Extensions If the North Carolina Estate Tax Return cannot be filed by the due date, an extension of time for filing the return and paying the tax may be granted. A request for an extension must be submitted in writing to the Department (at the above address) on or before the due date of the return. In lieu of requesting an extension, proof of a federal extension may be submitted with the return when filed.

Uniform Valuation The personal representative is required to file a copy of the Federal Estate Tax Closing Letter with the Department within two years of receipt. If changes are made to the federal estate tax return by the Internal Revenue Service, the personal representative must report the changes to the State by filing an amended North Carolina Estate Tax Return with a copy of the federal changes. If the amended return and payment of any additional tax due is not received by the Department within two years of receipt of the report of federal changes, a penalty of five percent of the additional tax for each month or part of a month that the return is late (minimum \$5.00; maximum 25 percent) is due.

Tax Waivers and Safe Deposit Box Releases Effective for estates of decedents dying on or after August 1, 1998, tax waivers and safe deposit box releases are not required.

A North Carolina Generation-Skipping Transfer Tax Return (Form A-101GST) is not required unless the federal Generation-Skipping Transfer Tax Return for Distributions, Form 706-GS(D), is required to be filed with the Internal Revenue Service. Please contact the Department of Revenue for Form A-101GST, if needed.

Schedule Z

13. Enter the Maximum Federal Credit for State Death Taxes (Form 706, page 1, line 15)	13.		00
14. Enter the Federal Taxable Estate (Form 706, page 1, line 3)	14.		00
15. Enter the net value of North Carolina property included in line 14 above (see below)	15.		00
16. Divide line 15 by line 14 to determine the North Carolina percentage (Enter as a decimal amount)	16.	.	
17. Multiply line 13 by line 16. Enter the result here and on line 9, page 1	17.		00

A North Carolina Resident Owning Real Property Outside of North Carolina To determine the amount on line 15, subtract the net out-of-state real property and tangible out-of-state personal property that has acquired a taxing situs in another state from line 14. Provide a schedule of this property.

A Nonresident Owning Real Property In North Carolina To determine the amount on line 15, list the net value of all real property located in North Carolina and all tangible personal property that has acquired a taxing situs in North Carolina. Provide a schedule of this property.