

TABLE 24 . GROSS INDIVIDUAL INCOME TAX COLLECTIONS BY TYPE OF PAYMENT

| Fiscal year | Withholding payments | | | | | | | | | Estimated | | | Final [returns & assessments] | | | Total individual income tax gross collections | |
|--------------|-------------------------|------------|-----------------|-----------------------|------------|-----------------|---------------------------|------------|-----------------|-------------------------|------------|---------------|-------------------------------|------------|---------------|---|---------------|
| | Quarterly | | | Monthly | | | Accelerated | | | Estimated payments [\$] | % of total | Annual change | Final payments [\$] | % of total | Annual change | Total payments [\$] | Annual change |
| | Quarterly payments [\$] | % of total | Annual % change | Monthly payments [\$] | % of total | Annual % change | Accelerated payments [\$] | % of total | Annual % change | | | | | | | | |
| 1990-91..... | 192,739,065 | 4.7% | -8.1% | 1,891,442,278 | 46.2% | -34.7% | 1,187,455,956 | 29.0% | 100.0% | 471,724,009 | 11.5% | -7.9% | 354,629,248 | 8.7% | -11.1% | 4,097,990,558 | 2.0% |
| 1991-92..... | 191,343,403 | 4.5% | -0.7% | 354,951,100 | 8.4% | -81.2% | 2,790,985,335 | 66.3% | 135.0% | 491,631,761 | 11.7% | 4.2% | 380,239,696 | 9.0% | 7.2% | 4,209,151,297 | 2.7% |
| 1992-93..... | 205,716,347 | 4.5% | 7.5% | 375,954,593 | 8.2% | 5.9% | 3,046,355,669 | 66.5% | 9.1% | 572,940,256 | 12.5% | 16.5% | 380,164,995 | 8.3% | 0.0% | 4,581,131,864 | 8.8% |
| 1993-94..... | 219,361,047 | 4.5% | 6.6% | 400,349,912 | 8.1% | 6.5% | 3,335,039,140 | 67.7% | 9.5% | 580,307,383 | 11.8% | 1.3% | 392,302,122 | 8.0% | 3.2% | 4,927,359,602 | 7.6% |
| 1994-95..... | 222,383,060 | 4.1% | 1.4% | 416,962,682 | 7.8% | 4.1% | 3,660,104,518 | 68.3% | 9.7% | 621,999,733 | 11.6% | 7.2% | 438,227,631 | 8.2% | 11.7% | 5,359,677,624 | 8.8% |
| 1995-96..... | 237,591,726 | 4.1% | 6.8% | 415,092,795 | 7.2% | -0.4% | 3,915,632,302 | 67.9% | 7.0% | 675,537,679 | 11.7% | 8.6% | 520,744,681 | 9.0% | 18.8% | 5,764,599,183 | 7.6% |
| 1996-97..... | 291,630,335 | 4.6% | 22.7% | 458,018,779 | 7.2% | 10.3% | 4,171,750,920 | 65.7% | 6.5% | 792,178,770 | 12.5% | 17.3% | 639,981,330 | 10.1% | 22.9% | 6,353,560,136 | 10.2% |
| 1997-98..... | 339,505,906 | 4.8% | 16.4% | 486,836,857 | 6.8% | 6.3% | 4,549,750,231 | 63.8% | 9.1% | 946,046,839 | 13.3% | 19.4% | 804,487,913 | 11.3% | 25.7% | 7,126,627,746 | 12.2% |
| 1998-99..... | 386,155,608 | 5.0% | 13.7% | 559,275,845 | 7.2% | 14.9% | 4,937,213,785 | 63.3% | 8.5% | 1,020,970,246 | 13.1% | 7.9% | 891,304,737 | 11.4% | 10.8% | 7,794,920,222 | 9.4% |
| 1999-00..... | 412,458,504 | 5.0% | 6.8% | 592,699,461 | 7.1% | 6.0% | 5,293,436,732 | 63.6% | 7.2% | 1,060,882,141 | 12.8% | 3.9% | 957,040,217 | 11.5% | 7.4% | 8,316,517,056 | 6.7% |
| 2000-01..... | 445,143,363 | 5.0% | 7.9% | 643,784,519 | 7.2% | 8.6% | 5,621,970,976 | 63.3% | 6.2% | 1,104,543,056 | 12.4% | 4.1% | 1,070,238,600 | 12.0% | 11.8% | 8,885,680,514 | 6.8% |
| 2001-02..... | 393,555,815 | 4.6% | -11.6% | 666,738,025 | 7.7% | 3.6% | 5,762,522,176 | 66.8% | 2.5% | 938,690,138 | 10.9% | -15.0% | 862,881,558 | 10.0% | -19.4% | 8,624,387,711 | -2.9% |
| 2002-03..... | 256,463,211 | 3.0% | -34.8% | 634,478,675 | 7.4% | -4.8% | 5,970,051,356 | 70.0% | 3.6% | 871,328,434 | 10.2% | -7.2% | 801,599,302 | 9.4% | -7.1% | 8,533,920,978 | -1.0% |
| 2003-04..... | 214,187,783 | 2.4% | -16.5% | 666,744,805 | 7.4% | 5.1% | 6,307,899,117 | 70.2% | 5.7% | 875,048,942 | 9.7% | 0.4% | 921,085,858 | 10.3% | 14.9% | 8,984,966,504 | 5.3% |
| 2004-05..... | 223,142,639 | 2.2% | 4.2% | 723,036,384 | 7.3% | 8.4% | 6,666,346,489 | 67.0% | 5.7% | 1,036,789,406 | 10.4% | 18.5% | 1,304,231,335 | 13.1% | 41.6% | 9,953,546,252 | 10.8% |

Detail may not add to totals due to rounding.

The 1987 General Assembly amended G.S.105-163.6(c1) to require employers withholding an average of \$500 or more of income each month (previously \$3,000 or more) to file and pay the amounts withheld on a monthly basis. The change in the threshold was effective for taxes withheld on or after January 1, 1988.

The 1989 General Assembly rewrote G.S.105-163.15 to increase from 80% to 90% the percentage of an individual's income tax liability that must be paid through withholding and estimated income tax to avoid the penalty for underpayment of estimated income tax. The increase in percentage was effective for tax years beginning on or after January 1, 1990.

The 1990 General Assembly rewrote G.S.105-163.1 to adopt the federal definition of wages subject to income tax withholding and to require employers who average withholding income tax of \$2,000 or more per month (accelerated filers) to file withholding tax reports and remit the tax in accordance with federal guidelines. (Effective January 1, 1991) In an attempt to simplify the payment of withheld taxes, the Internal Revenue Service adopted new regulations effective January 1, 1993, requiring accelerated filers to pay the withheld taxes semi-weekly instead of every three banking days. (Employers were not required to adopt the new system until January 1, 1994.)

Effective January 1, 2002, G.S. 105-163.6(b) was amended to require an employer who withholds an average of less than \$250 of State income taxes from wages each month to file a return and pay the taxes on a quarterly basis; G.S. 105-163.6(c) was amended to require an employer who withholds an average of at least \$250 but less than \$2,000 from wages each month to file a return and pay the taxes on a monthly basis. The amendments lowered the threshold for distinguishing quarterly filers from monthly filers from \$500 to \$250; approximately 70,000 taxpayers were converted from quarterly filers to monthly filers.

2004-05 Voluntary Compliance Program

Limited amnesty was granted as result of a court case to corporate and individual taxpayers who had engaged either in tax strategies causing income that would otherwise be taxable in North Carolina to be shifted out-of-state, or in other tax shelters eliminating or minimizing their tax burden. Individual income tax collections include \$51,229,050 attributable to this program.