

NCACPA

NCDOR Agency Updates

November 19, 2025

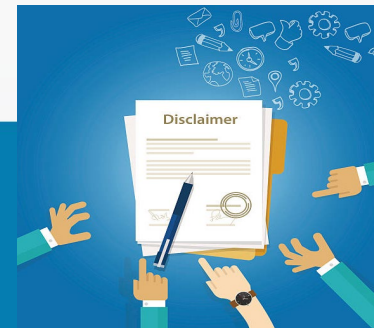
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Disclaimer

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- This material may be subject to disclosure under applicable public records laws.
- While the Department is committed to providing helpful and accurate information, neither the presenter nor the Department guarantees the completeness or timeliness of the information presented. Taxation rules can be complex, can change frequently, and are fact specific to an individual taxpayer’s situation. This presentation does not take into consideration pending or upcoming legislative changes. Attendees are encouraged to consult their own qualified professionals regarding specific questions or circumstances.



We hope you find this presentation valuable and informative.



Newly Imposed Taxes

Transportation Commerce Tax



- Excise Tax on gross receipts derived from for-hire ground transportation

Sports Wagering



- Excise Tax on Interactive Sports Wagering Operators
- Winnings and Losses for Income Tax Purposes

Vapor Tax



- Certification and Directory
- Compliance and Penalties





NCDOR announced State Penalty Relief:

- Late Action Penalties assessed against Affected Taxpayers for licenses, returns, or payments due on September 25, 2024, through September 25, 2025.

The Disaster Recovery Act of 2024

- Provided disaster relief including interest relief on specific taxes for eligible taxpayers.
- Provided additional time for eligible partnerships and S corporations to make the election to have the partnership or S Corporation pay North Carolina income tax for tax year 2023.

Pending North Carolina Legislation

[Senate Bill 595](#) – Various Revenue Law Changes

- IRC Conformity
 - North Carolina currently references the Code as of **January 1, 2023**
 - Federal tax law updated twice since
 1. December 12, 2024 - Federal Disaster Relief Act of 2023 (Relief Act)
 2. July 4, 2025 - One Big Beautiful Bill Act (OBBBA)
 - For NC Income Tax purposes for tax year 2025, provisions in the Relief Act and OBBBA must be included/excluded in AGI



IRC Conformity Continued

- Individuals required to file a 2025 North Carolina Income Tax Return and whose 2025 AGI is impacted should continue to check the Department's website for updates and guidance.
- Impacted individuals who must adjust AGI should use Form D-400 Schedule S when submitting their 2025 NC Individual Income Tax Return.
- Impacted individuals who wish to wait to file their 2025 NC Individual Income Tax Return to see if the NC General Assembly enacts legislation updates to the Code in the 2026 Short Session must still:
 1. Be granted an automatic federal extension for tax year 2025, **or**
 2. File a NC application for extension, Form D-410, by the due date of the 2025 NC tax return.



What's Ahead – 2025 Tax Season

2024 Farm Bill

- NC Conservation Tax Credit
- The tax credit is only available to individuals, corporations, and certain pass-through entities.
- Must apply for the tax credit using Form NC-74
- More guidance to come in early 2026

NCDOR
Web-Fill
9-25

NC-74
Application for NC
Conservation Tax Credit

PRINT CLEAR

DOR Use Only

Part 1. Applicant Information

Fill in the circle that describes the applicant that made the donation Individual Other (Select entity type)

Fill in the circle if the applicant is submitting more than one Form NC-74 for a calendar year. (See instructions)

Individual's First Name	M.I.	Individual's Last Name	Individual's Social Security Number
Individual's Phone Number	Individual's Email Address		
Entity's Legal Name		Entity's Federal Employer ID Number	
Entity's Trade Name			
Contact Person's Name		Contact Person's Phone Number	
Contact Person's Email Address			
Applicant's Street Address			
City	State	Zip Code	

Part 2. Donation Information

- Did the applicant make a single donation during the calendar year?
(If you answered "no," STOP, see the instructions. If you answered "yes," go to line 2.)
- Was the donation a qualified real property interest as that term is defined in Section 170(h)(2) of the Internal Revenue Code?
(If you answered "no," STOP, you cannot apply for the NC Conservation Tax Credit. If you answered "yes," go to line 3.)
- Was the donation located in North Carolina?
(If you answered "no," STOP, you cannot apply for the NC Conservation Tax Credit. If you answered "yes," go to line 4.)
- Was the donation made in 2025?
(If you answered "no," STOP, you cannot apply for the NC Conservation Tax Credit. If you answered "yes," go to line 5.)
- Was the donation made in perpetuity for a use listed in G.S. 105-153.11 and G.S. 105-130.34A?
(If you answered "no," STOP, you cannot apply for the NC Conservation Tax Credit. If you answered "yes," fill in the circle that corresponds to the specific use for which the donation was made. Then, go to line 6.)
 - Forestland or farmland preservation
 - Fish or wildlife conservation
 - A buffer to limit land-use activities that would restrict, impede, or interfere with military training, testing, or operations on a military installation or training area or otherwise be incompatible with the mission of the installation
 - Floodplain protection in a county that, in the five years preceding the donation, was the subject of Type II or Type III gubernatorial disaster declaration as a result of a natural disaster
 - Historic landscape conservation
 - Public trails or access to public trails

Tax Modernization System



Budget Funds



Efforts Underway



Multi-year Project



Retention/
Recruitment



Processing Efficiencies

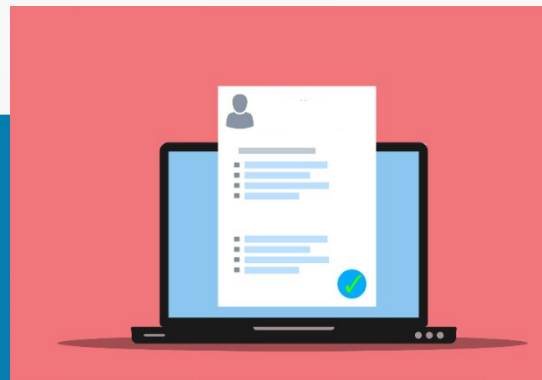


Enhanced Customer Service

Technology Enhancements & Modernization Efforts

Electronic Forms

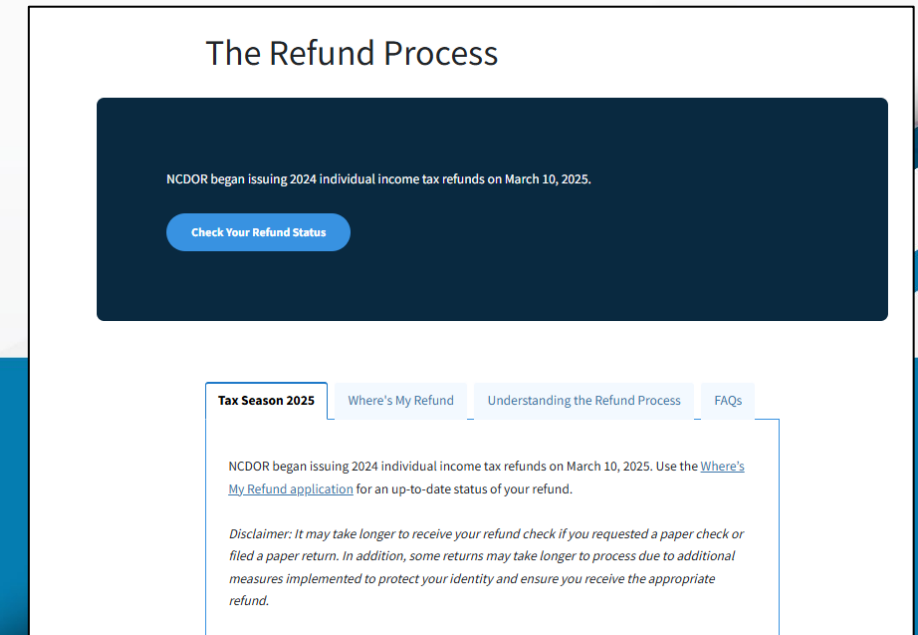
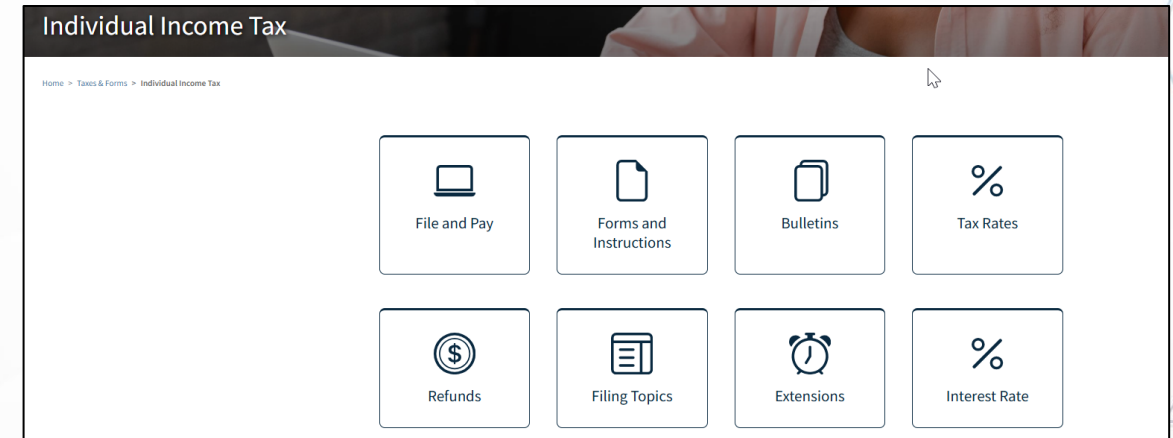
- GEN-58, Power of Attorney
 - Electronic
 - Courtesy Copies
 - NC-40, Individual Estimated Income Tax
- NC-40 PTE, Taxed Partnership Estimated Income Tax
- E-585NPA, Application for Nonprofit Sales and Use Tax Refund Account ID
- NC-5500, Request to Waive Penalties
- NC-5501, Request to Waive an Informational Return Penalty



Technology Enhancements & Modernization Efforts

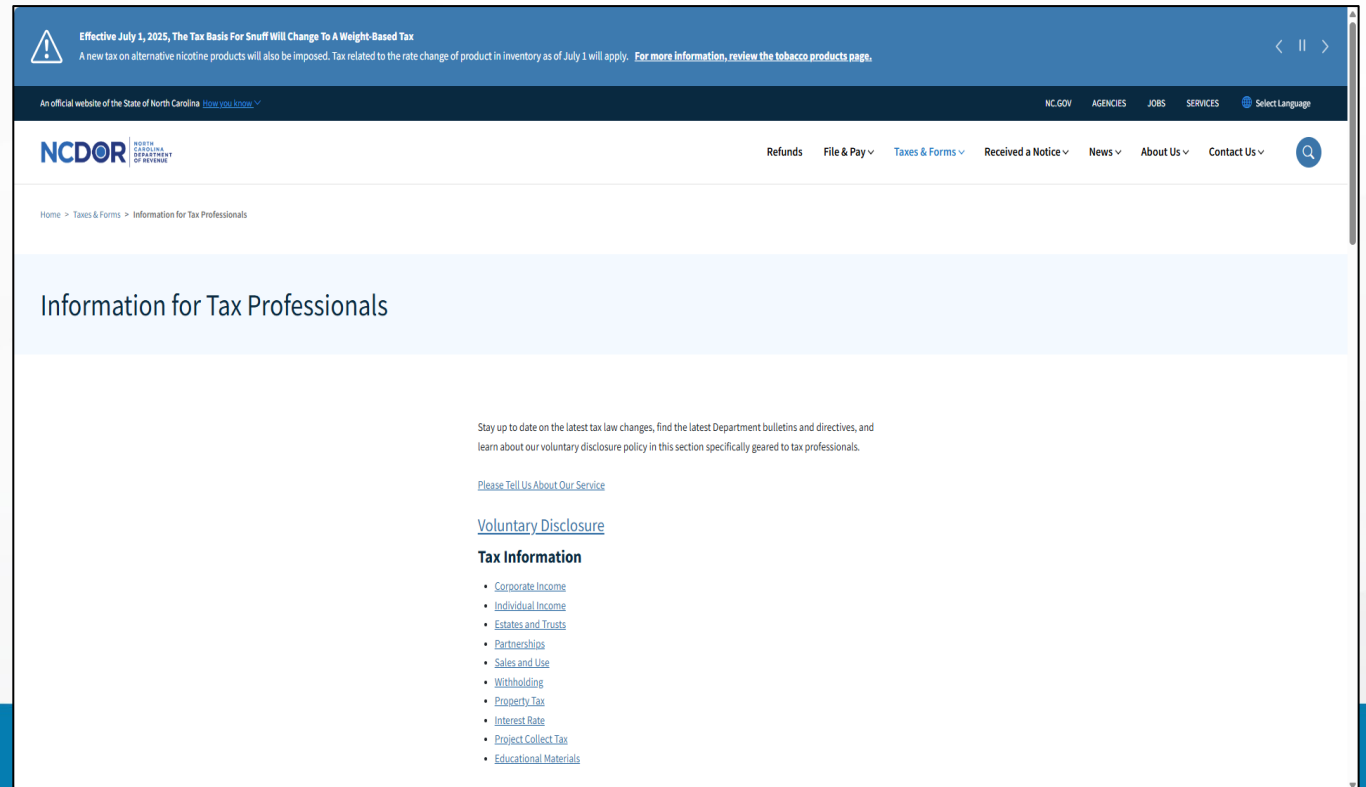
Other Electronic Services

- Check the status of a refund and receive real time tax season updates
- Download tax forms for prior years
- Research FAQs for common tax types
- Access tax resources, notices, and tax bulletins issued by the Department



Tax Professional's Webpage and Phone Line

- Phone number:
 - 919-754-2500
- Top priority assistance for tax practitioners who technical and account specific questions.



Customer Education Webinars

What NCDOR Offers:

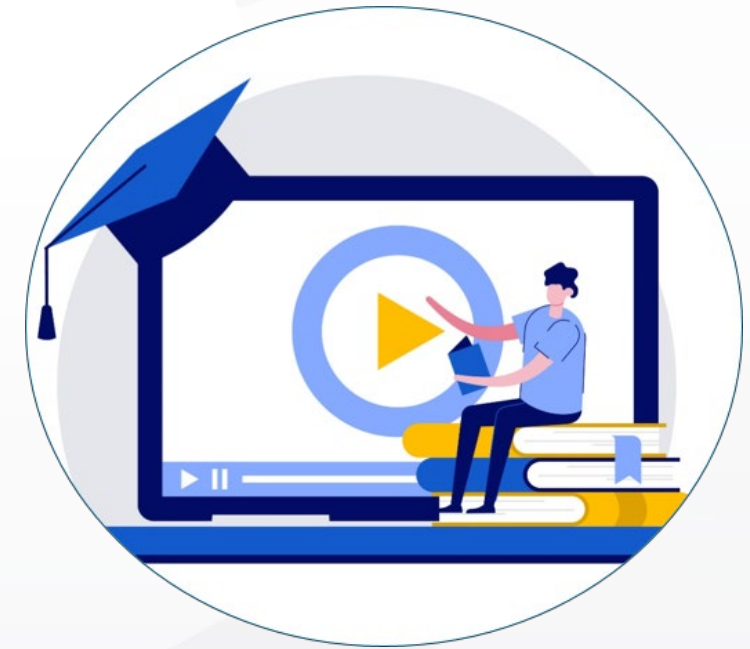
- Live and On Demand Webinars in English and Spanish, including:
 - Business Tax Essentials
 - Sales & Use Tax Basics
 - Withholding Tax Basics
 - And more!

Cost To Attend:

- Free!

Who Can Register:

- Anyone!



Where to register:

The customer education page of NCDOR.gov or scan this QR code



Other On-Demand Educational Resources

Business Tax Related Videos:

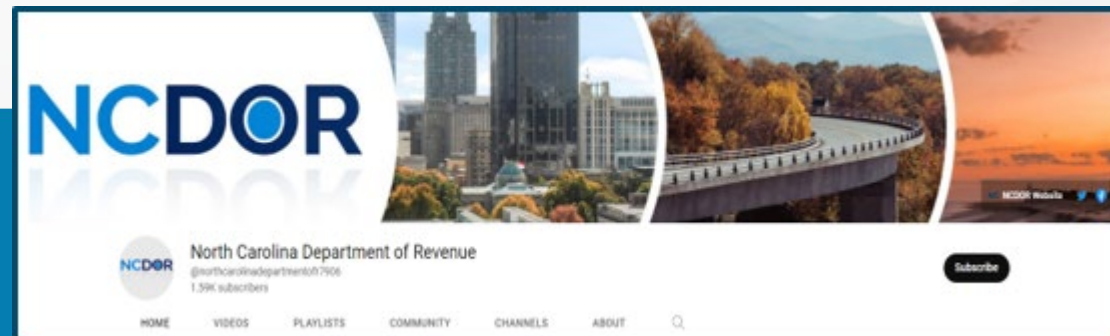
- SALES & USE TAX BASICS EMODULE
- ONLINE FILING AND PAYING SALES & USE TAX
- ENC3 TUTORIALS
- HOW TO COMPLETE YOUR NC WITHHOLDING ALLOWANCE FORM (NC-4)
- ONLINE FILING AND PAYING NC-5
- MARKETPLACE FACILITATORS AND SELLERS

On-Demand Tax Resources

Sales & Use Tax Withholding Tax Personal Taxes General Information

Recursos en Español

Resource	Description
Sales & Use Tax Basics eModule	This is a scenario based eModule that will help viewers complete the most common sales & use tax forms in addition to explaining what sales and use tax is and how to register for a sales & use account.



Ways to Contact Us

- **Call us**
1-877-252-3052
7am – 4:30pm
Monday - Friday
- **Visit your local service center**
 - Walk-in days vary by location
 - Appointments are available:
 - Monday – Friday from 9am – 4pm

*Check our website for more information



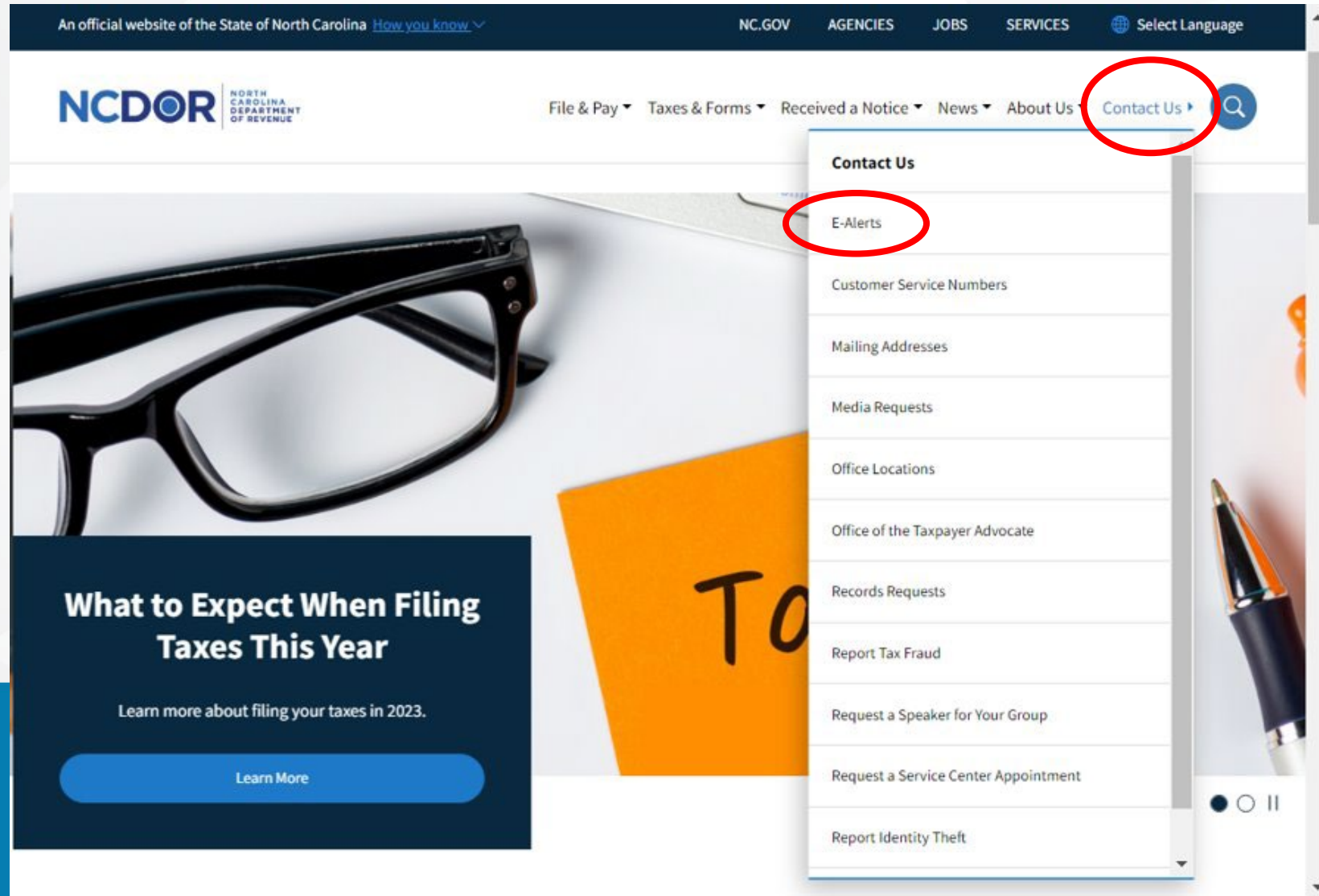
Service Center Locations

Asheville
Charlotte
Durham
Elizabeth City

Fayetteville
Greensboro
Greenville
Hickory

Raleigh
Rocky Mount
Wilmington

E-Alerts



What to Expect When Filing Taxes This Year

Learn more about filing your taxes in 2023.

[Learn More](#)

Questions?

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Tax Administration

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