

# North Carolina Income Tax Regulations Cited By Gill

RALEIGH, Jan. 14. — It has been the custom heretofore to mail State of North Carolina income tax blanks about the first week in February. This year we have decided to mail out the blanks earlier and to have them available now for immediate distribution.

These blanks are being sent to all persons who made returns for 1941, as well as to all persons who request blanks. Additional blanks have been mailed to our deputies throughout the State

and are available for all who desire them.

We are mailing these blanks earlier this year as a convenience to thousands of new income tax payers who have never before made returns and who would like ample time in which to study the forms, and also because many taxpayers have expressed the desire to pay their income tax earlier.

To new income tax payers, I think we should make a suggestion: It is your duty to secure the blanks and make the returns. Failure to receive a blank from this office does not in any way excuse. Naturally it would be difficult for us to know in advance exactly who is liable for the 1942 tax, and it is only fair to say now that failure to file by March 15th will make the taxpayer liable for penalty and interest in addition to the tax.

It will be the policy of this department, to the limit of its facilities and resources, to discover the identity of taxpayers who are required by law to make returns and who fail to do so. We are equipped by law with ways and means to get a great deal of this information.

For example, all employers are required by law to furnish the Revenue Department with information respecting their employees who are liable for income tax. Blanks upon which such information should be furnished have been mailed to all employers who have previously furnished this information, and a sufficient number of blanks of this character are available upon

request. It is to be hoped that all employers will take notice of this law and comply forthwith. This information is required to be furnished by all employers on or before March 15, 1943.

From March 1st to March 15th inclusive, the deputies and auditors of this department will be available in public places in cities and towns conveniently located (This usually includes all county seats and principal towns in the various counties.) to aid taxpayers in the making of their proper returns.

In a few days, notices will be posted in the Court Houses, Post Offices, and other public places, as to where and when the representatives of the department will be available in the various communities.

All income tax returns for the calendar year 1942 are due on or before March 15, 1943. The Commissioner of Revenue, for good cause, may grant reasonable extensions of time within which to file. However, all reports for extensions must be addressed to the Revenue at Raleigh and must be made prior to March 15, 1943.

### INDIVIDUALS LIABLE FOR STATE INCOME TAX (NORTH CAROLINA)

(a) Every resident having a gross income in excess of \$5,000.00 from Business or Profession.

Every resident having a net income during the year in excess of \$1,000.00, if single, or married woman, or \$2,000.00, if married man, is required to file a return. (Including income received by Federal Employees.)

(b) Every non-resident having a gross income within this State in excess of \$5,000.00 from Business or Profession.

Every non-resident receiving a net income during the year from within the State in excess of the prorata exemption as the income in this State relates to the total income, is required to file a return.

(c) The return is required to be filed on or before the 15th day of March, 1943, covering the calendar year 1942. In case of sickness or disability, extension may be obtained for filing return, provided permission is granted by the Commissioner.

(d) The payment of the Tax is required to be made at the time the return is filed, provided, if the tax exceeds (\$50) Fifty Dollars, payment may be made in two installments: one-half on the date the return is filed, one-half on or before September 15th following, with interest on the deferred payment at the rate of six percent per annum.

### EXEMPTIONS

(e) A personal exemption of

\$2,000.00 is allowed in case of a

married man living with his wife, or a widow or widower who is head of a household, maintains same and therein supports one or more dependent relatives. In addition, \$200.00 exemption is allowed for each person dependent upon and receiving support from the taxpayer, provided, that such dependent is under 18 years of age, or, is incapable of support because mentally or physically defective. In case of a single person a personal exemption of \$1,000.00 is allowed. In the case, that both the husband and the wife make separate returns, the husband will take \$2,000.00 exemption and dependents and the wife \$1,000.00. Husband and wife are not permitted to make a joint return, unless income is received jointly and cannot be separated accurately.

### ITEMS NOT DEDUCTIBLE

(a) Personal expenses and family living expenses.

(b) Amounts paid out for new buildings, permanent improvements, betterments or additions.

(c) Depreciation on automobiles, personal homes or home furniture, fixtures, etc., used for personal or family purposes.

(d) Premiums on Life Insurance policies.

(e) Expenses of operating an automobile to and from work, or to and from residence to office or for pleasure.

(f) Expense of educating a child, or money spent for living or educational expense of any person.

(g) Donations, contributions or gifts made to others than organizations, associations or institutions operated exclusively for religious, charitable or educational purposes, are not allowed as deductions from income.

(h) Repairs on a private home of taxpayer nor fire insurance on such home. Taxes however are

allowable deduction.

(i) Any amount expended in restoring property for which credit has been taken in depreciation or otherwise compensated.

(j) No deduction will be allowed for gasoline taxes, automobile licenses, registration fees, inheritance, sales, gifts and income taxes.

(k) Loss from bad debts, unless previously included in gross income in a return made under the provisions of this Act.

(l) No deduction shall be allowed for losses arising from personal loans or endorsements or other transactions of a personal nature not entered into for profit.

(m) Losses from sale of stocks, bonds and other securities, except such losses may be deducted only from the profits made in the sale of securities, unless the taxpayer owned the securities sold for a period of not less than two years. The two-year limitation does not apply to commodity losses.

(n) No deduction shall be allowed for expenses or losses incurred outside of North Carolina which reduces the income actually earned in this State.

### MACHINERY

The U. S. Department of Agriculture has announced an order releasing all new farm machinery and equipment which was "frozen" in wholesalers' and distributors' stocks on October 31.

### MEAT

According to the best available 1941 figures, the average American consumed 70.4 pounds of

**\$ 25 REWARD**  
For any watch or clock that we fail to repair.  
**GREEN'S**  
"The Square Deal Jeweler"

## Crying Towel To Be Supplied By Mrs. Winstead

Mrs. O. H. Winstead, of Roxboro and Semora, owner-operator of Winstead's florists, has a piece of cloth in her window. On it, in black letters are the words, "Crying Towel."

It is for special benefit and use of those who grumble and belly-ache too much about gas shortages war taxes, etc.

### SHOE

A new "high style" type of footwear is coming to the fore-  
pork, 63.1 pounds of beef, and only 20.3 pounds of chicken.

front in the women's shoe field—the long neglected and sorely needed women's work shoe, according to a recent announcement.

### RATIONING

Point rationing, to balance buying among similar articles and prevent runs on any of them, will begin early in 1943, with the issuance of War Ration Book No. 2 to all civilians.

AT FIRST SIGN OF A  
**COLD**  
USE **666**  
666 TABLETS. SALVE. NOSE DROPS

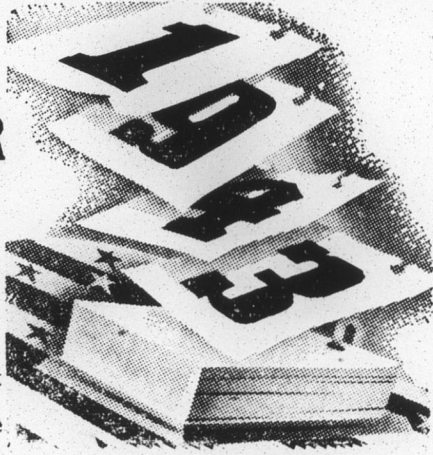
Get 666 at  
Thomas & Oakley Drug Store



**The Devil chuckles when he sees a home left unprotected by fire insurance. See us and forget him!**

**THOMPSON INSURANCE AGENCY**  
Roxboro, N. C.

**HAPPY NEW YEAR TO ALL**



During the past year you were

very kind to us and gave us a nice share of your business. For this we extend our sincere Thanks and ask that you continue to favor us.

We have a nice Stock on hand and suggest that you drop in at any time and let us try to fill your needs. During the New Year we are going to try to supply you with the Best that we can possibly buy.

**Woody, Long & Howard**

## NEW Telephone Directories Are Out

**Are Out**

IF YOU DO NOT HAVE YOUR NEW DIRECTORY PLEASE

Dial 2301



It is very important that you have your new directory (new Directory has Brown cover) as there have been quite a few changes made in the old numbers and new Telephones have been added to the list.

**Morris Telephone Co.**

# Cash and Carry

**FOOD VALUES** For **BALANCED MEALS**

We have moved to our new location and we are ready for you

Our New Store offers supper Food Values under the Cash and Carry system. We think that you will like it and we would appreciate a trial from you.

Complete Line of Food Values

**Carl Winstead Grocery**

Now in Store Formerly used by A & M Food Shoppe