What is the North Carolina 4% withholding tax?

Tell Me

The North Carolina 4% withholding tax is a tax that is levied on:

1. Personal services in connection with a performance, an entertainment or athletic event, a speech, or the creation of a film, radio, or television program performed in North Carolina by nonresidents.
2. An Individual Taxpayer Identification Number (ITIN) holder who performs services in North Carolina (NC) for compensation other than wages.

Additional information
- Withholding for Personal Services Performed in NC by Nonresidents
- Withholding for Services Performed in NC by ITIN Contractors

Related FAQs

- What is the Independent Contractor Checklist (ICC) eForm?
- How do I reconcile my last paycheck of the year to my Form W-2?
- How is the Independent Contractor Checklist used to determine worker classification?
- How does an employer determine if an individual is an employee or an independent contractor?
- Who determines the worker classification?