



**ADOPTION CREDIT**  
OFFICE OF STATE TAX COMMISSIONER  
SFN 28743 (12-2025)

**Schedule ND-1AC**  
**2025**

Attach to Form ND-1

Taxpayer's Name As Shown On Return

Social Security Number

**► Federal Form 8839 must be attached to your state return.**

1. Federal Adoption Credit allowed this tax year. (Form 1040, Schedule 3, line 6c) \_\_\_\_\_ 1 \_\_\_\_\_
2. Multiply line 1 by 10% (.10) \_\_\_\_\_ 2 \_\_\_\_\_
3. Unused credit carryover, if any, from prior tax year(s) \_\_\_\_\_ 3 \_\_\_\_\_
4. Total available credit. Add lines 2 and 3 \_\_\_\_\_ 4 \_\_\_\_\_
5. Enter tax amount from Form ND-1, line 20 \_\_\_\_\_ 5 \_\_\_\_\_
6. Multiply line 5 by 50% (.50) \_\_\_\_\_ 6 \_\_\_\_\_
7. Amount used to reduce tax in 2025. Enter smaller of line 4 or line 6. See instructions. Enter this amount on Schedule ND-1TC, line 23 \_\_\_\_\_ 7 \_\_\_\_\_
8. Unused credit carryover to 2026 tax year. Subtract line 7 from line 4 \_\_\_\_\_ 8 \_\_\_\_\_

### General instructions

A North Dakota income tax credit is allowable based on the federal income tax credit attributable to qualified adoption expenses incurred under I.R.C. 26 Ch. 23. Qualified federal adoption expenses and the federal tax credit are reported on federal Form 8839.

The North Dakota credit is 10% of the federal adoption credit allowed against federal income tax for the tax year. The credit is limited to 50% of the individual's North Dakota income tax liability (before tax credits).

The unused portion of state credit may be carried over and used on subsequent tax years' returns for up to three years.

### Specific line instructions

#### Line 3

Enter the amount of unused North Dakota credit carryover, if any, from tax year 2024.

#### Line 7

Enter on this line only that portion of the total available credit from line 4 or 6 that is used to reduce the tax on the 2025 return. For example, if the available credit on line 4 or 6 is \$1,000, but only \$400 is needed to reduce the tax to zero, enter \$400 on line 7.

#### Line 8

Enter the portion of unused North Dakota adoption credit, if any, that is being carried over to the 2026 tax year.