



2016 SC1040 INDIVIDUAL INCOME TAX FORM & INSTRUCTIONS

SOUTH CAROLINA DEPARTMENT OF REVENUE

DOR.SC.GOV

**NOTICE: BEGINNING IN 2017, THE SCDOR WILL NO LONGER PROVIDE
PRINTED COPIES OF THESE FORMS AND INSTRUCTIONS. PLEASE
VISIT DOR.SC.GOV/IIT TO DOWNLOAD AND PRINT FORMS.**

JANUARY 2017

(Rev. 11/3/16)



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CONTACT INFORMATION

Information/Toll Free

(844) 898-8542

Refund Status/Columbia

(803) 898-5300

Forms Request /Columbia

(803) 898-5320

Forms Request/Toll Free

(800) 768-3676

Copies of Returns

(803) 896-1164

Hearing Impaired

(800) 735-8583

Relay South Carolina

Voice (800) 735-2905

TTY (800) 735-8583

Taxpayer Advocate

(803) 898-5444



2016 IMPORTANT INFORMATION

SOUTH CAROLINA ELECTRONIC FILING - Free File, Fillable Forms, and Low Cost filing options are available. Go to dor.sc.gov/iit-filing for more information. We encourage you to FILE ELECTRONICALLY!

CHOOSE DIRECT DEPOSIT- a simple, safe, secure way to have your refund deposited automatically into your checking or savings account! Available on paper and electronic returns. See the SC1040 Instructions for more information.

INDIVIDUAL INCOME TAX HELP - Individual income tax help is available by email at IITax@dor.sc.gov.

CONFORMITY - South Carolina recognizes the Internal Revenue Code as amended through December 31, 2015, unless otherwise provided. If Internal Revenue Code sections adopted by this State which expired on December 31, 2015 are extended, but otherwise not amended by congressional act during 2016, these sections will also be extended for South Carolina income tax purposes.

2016 LEGISLATIVE UPDATE - A list of significant changes in tax and regulatory laws and regulations enacted during the 2016 legislative session is provided on the Department's website dor.sc.gov/policy.

SOUTH CAROLINA USE TAX - Use tax is the tax due on purchases outside of SC for use, storage, or consumption in SC, when the State Sales and Use Tax have not been collected by the seller. Examples include: purchases from retailers made via the internet, through out-of-state catalog companies, home shopping networks or when visiting another state. Taxpayers have three options for paying the tax. SC Use Tax can be paid on the SC1040, line 26; electronically through DORePAY or by completing the UT-3/UT-3W. A worksheet is included in the SC1040 Instructions to help taxpayers calculate and pay their use tax on line 26 of the SC1040.

FORMS - Additional forms are available on our website dor.sc.gov/forms or by calling the Forms Request Line at (803) 898-5320 or (800) 768-3676.

DUE DATE FOR FILING - The due date for filing your 2016 South Carolina individual income tax return is April 15, 2017.

MAIL RETURNS TO:

Refunds or Zero Tax: SC1040 Processing Center
PO Box 101100
Columbia, SC 29211-0100

Balance Due: Taxable Processing Center
PO Box 101105
Columbia, SC 29211-0105

ELECTRONIC FILING OVERVIEW

FREE FILE

South Carolina residents may qualify to have their federal and South Carolina returns electronically filed for FREE. Vendors that offer FREE federal and South Carolina return filing are listed at dor.sc.gov/services/free-file. Each vendor has its own set of qualifications. Please review all vendors to find the best option for you. Be sure to access these Free File products from dor.sc.gov/services/free-file to ensure free filing for both your federal and state returns. You must create a new login name and password if you have previously PAID to use one of the products listed under Free File for South Carolina.



FED/STATE FILING

Taxpayers may electronically file federal and South Carolina returns through a tax practitioner. Taxpayers can locate a local practitioner by going to the IRS website and conducting a search by zip code. The zip code search is maintained by the IRS based on their latest preparer information. View standard cost options on the SCDOR website at dor.sc.gov/services/fed-state.

SOUTH CAROLINA FILLABLE FORMS

South Carolina Fillable Forms is a FREE product designed for taxpayers who need to file a very simple South Carolina return. It allows you to file your return either by printing it out and mailing it to the SCDOR or submitting electronically. South Carolina Fillable Forms supports the filing of the forms SC1040, I-319 (Tuition Tax Credit), and I-330 (Contributions for Check-Offs) ONLY. Not all lines on form SC1040 are supported and you will not be able to file your federal return using South Carolina Fillable Forms. To access South Carolina Fillable Forms, go to dor.sc.gov/services/scfillable



SCNETFILE EXTENSIONS

If you need more time to file, taxpayers can request an extension (SC4868) on SCnetFile for Extensions. SCnetFile for Extensions is for state extensions ONLY. Payment can be submitted by EFW (electronic funds withdrawal) or credit card. An extension is an extension of time to file, NOT an extension of time to pay.

ELECTRONIC PAYMENT ON DORePAY

If you file your 2016 Individual Income Tax return electronically and have a balance due, you can set up an EFW (electronic funds withdrawal) at the time the return is transmitted. OR you can go to dor.sc.gov/tax/individual-income and look for DORePay to submit the SC1040-V (Individual Income Tax Payment Voucher). Payments may be submitted by EFW or credit card. You must pay your balance due in full by May 1, 2017 to avoid paying penalties and interest.



ELECTRONIC FILING INCENTIVE

You have until May 1, 2017 to pay any balance due without incurring penalty and interest IF you file your South Carolina return electronically. Failure to file and pay by May 1, 2017 will result in penalties and interest from April 15, 2017 until the return is filed and the tax is paid. This incentive does not extend the time for amending your return to claim a refund. THIS SPECIAL INCENTIVE APPLIES ONLY TO THE FILING OF YOUR SOUTH CAROLINA INCOME TAX RETURN BY NON-PAPER METHODS.

Faster Refunds—Get your refund faster by E-Filing using direct deposit!

SHOULD I FILE A SOUTH CAROLINA INCOME TAX RETURN?

Resident taxpayers **under age 65**:

- Were you required to file a federal income tax return which included income taxable by South Carolina? (Residents of South Carolina are taxed on their entire income, regardless of where earned, unless specifically exempted by law.)
- Did you have South Carolina income tax withheld from your wages?

Resident taxpayers **age 65 or older**:

- Married Filing Jointly (Both 65 or older) - Is your gross income greater than the federal gross income filing requirement amount plus \$30,000?
- Any Other Filing Status - Is your gross income greater than the federal gross income filing requirement amount plus \$15,000?
- Did you have South Carolina income tax withheld from your wages?

Nonresidents:

- Did you have South Carolina income tax withheld from your wages?
- Are you a nonresident or part-year resident whose South Carolina gross income is greater than the federal personal exemption amount?

If you answered YES to any one of the questions above, file a South Carolina income tax return.

DO I NEED TO PAY SOUTH CAROLINA USE TAX?

The use tax applies to purchases of tangible personal property from out-of-state retailers for use, storage or consumption in South Carolina. It includes purchases from retailers made via the internet (retailers' websites and retailers' sales on auction sites), through out-of-state catalog companies, home shopping networks or when visiting another state. The tax rate for the use tax is the same as the sales tax. This rate is determined by where the tangible personal property will be used, stored or consumed, regardless of where the sale takes place. Therefore, the tax rate for the use tax will be the 6% state rate plus the applicable local use tax rate for the location where the tangible personal property will be used, stored or consumed.

The purchaser, as an individual, may report and pay their use tax on an SC1040, UT-3 Use Tax Return or electronically through DORePay. See the instructions on the UT-3W for additional information and use tax rates by county. If you do not have an SC1040 filing requirement but you need to pay South Carolina use tax, you can report and pay on the UT-3 Use Tax Return or electronically at DORePay. Please visit our website dor.sc.gov for additional information, forms and access to DORePay.

AM I A RESIDENT OR A NONRESIDENT?

The following definitions will help you decide:

You are a South Carolina **resident**, even if you live outside South Carolina, when:

1. Your intention is to maintain South Carolina as your permanent home, AND
2. South Carolina is the center of your financial, social and family life; AND
3. When you are away, South Carolina is the place to which you intend to return.

You are a **nonresident** if your permanent home is outside South Carolina all year and none of the above applies.

WHAT IS MY STATUS IF I MOVED INTO OR OUT OF SOUTH CAROLINA DURING THE TAX YEAR?

You are a part-year resident. As a part-year resident, you may consider yourself a full-year resident or a nonresident.

- If you elect to file as a full-year resident, file SC1040. Report all your income as though you were a resident for the entire year. You will be allowed a credit for taxes paid on income taxed by South Carolina and another state. You must complete SC1040TC and attach a copy of the other state's income tax return.
- If you elect to file as a nonresident, file SC1040 with Schedule NR. You will be taxed only on income earned while a resident in South Carolina and will prorate your deductions and exemptions. All personal service income earned in South Carolina must be reported to this state.

You may **choose** the way that is most advantageous to you. **This option is only available for the year you are a part-year resident. You must also attach a copy of your federal return.**

I AM A NONRESIDENT OF SOUTH CAROLINA BUT WORK IN SOUTH CAROLINA. HOW SHOULD I FILE?

File SC1040 with Schedule NR. You will be taxed only on income earned in South Carolina and will prorate your deductions and exemptions. All personal service income (wages, consulting, etc.) earned in South Carolina must be reported to this state.

I AM A RESIDENT FOR ONLY PART OF THE YEAR. HOW SHOULD I FILE?

An individual who is a South Carolina resident for only part of the year may choose one of two filing methods:

1. Complete Schedule NR, including in Column B only those amounts that are taxable to South Carolina, and attach to SC1040, **or**
2. File SC1040, including all federal taxable income, and attach SC1040TC to claim a credit for taxes paid to another state.

I AM A FULL-YEAR SOUTH CAROLINA RESIDENT BUT MY SPOUSE IS NOT. HOW SHOULD WE FILE?

If you file a **joint** federal return, you must file a **joint** South Carolina return SC1040 with Schedule NR. The resident

spouse will report to South Carolina all income for the entire year. The spouse who is not a resident on the joint return will only report income earned in this state, if any.

If you file **separate** federal returns, you must file a **separate** South Carolina return. Your spouse must also file a **separate** South Carolina return if he/she has income taxable by South Carolina.

I AM IN THE ARMED FORCES. WHAT IS MY RESIDENCY STATUS?

South Carolina Resident: If you enter the armed forces when you are a South Carolina resident, you do not lose your South Carolina residency status, even if you are absent from this state on military orders. You are subject to the same residency requirements as any other South Carolina resident and are required to file a South Carolina income tax return.

Nonresident: If you are not a South Carolina resident but are stationed in this state by military orders, **your military income** is not subject to South Carolina tax. However, if you have **other earned income** subject to South Carolina tax, file SC1040 with Schedule NR. Your spouse may be exempt from South Carolina income tax on income from services performed in South Carolina under the Federal Military Spouses Residency Relief Act. See Schedule NR instructions for more information. South Carolina **DOES** tax other income earned in this state by you or your spouse.

WHEN SHOULD I FILE MY RETURN?

RETURNS FOR CALENDAR YEAR 2016: File on or before April 15, 2017

RETURNS FOR FISCAL YEAR TAX PERIODS: Due on or before the fifteenth (15th) day of the fourth month following the close of your tax year. Identify the fiscal year period at the top of the return in the space provided and write "FISCAL" in large letters across the face of the return.

Electronic Filing: See electronic filing options for May 1 incentive.

NEED MORE TIME TO FILE?

If you need more time to file your South Carolina return, note the following:

- You may file an extension and pay online through our website **dor.sc.gov**.
- **If you will receive a refund** of state income taxes, South Carolina will allow you the same length of time that is allowed by your federal extension. If you do not have a federal extension, then you must file a SC4868 by April 15, 2017.
- When you file your return, check the appropriate box on the front of the SC1040 and attach a copy of your federal extension or SC4868 to the back of your South Carolina return.

If you expect to owe additional tax by the April 15 due date, and you need more time to file your South Carolina income tax return:

- You must pay at least 90 percent of your state tax due to the Department of Revenue on a South Carolina SC4868 or file and pay online through SCnetFile at **dor.sc.gov** by April 15, 2017.
- Remember, an extension only allows you additional time to file your return. Your tax must still be paid to avoid failure to pay penalty and interest.
- Be sure to enter any South Carolina payments paid on an extension request on SC1040, line 18.

Be sure to attach a copy of the extension to the back of your South Carolina return when you file. Check the appropriate box on the front of the SC1040.

MORE TIME TO FILE DOES NOT MEAN MORE TIME TO PAY YOUR TAXES!

You will owe interest from April 15, 2017 to date of payment. A penalty may also be charged after April 15 if an additional payment is required. To avoid the penalty, you must: 1) pay at least 90 percent of the tax by April 15, 2017, and 2) pay the additional balance, if any, within the extended time period.

FRAUDULENT RETURN

Any person who deliberately fails to file a return, files a fraudulent return or attempts to evade the tax in any manner may be liable for a penalty up to \$10,000 or imprisoned for not more than five years or both.

I AM GETTING AN INCOME TAX REFUND THIS YEAR. WHEN WILL I GET MY REFUND?

Returns which are filed early are usually processed more quickly than returns filed closer to April 15. Ordinarily, within three weeks after we receive your **complete** return we will mail your refund. Therefore, please allow at least five weeks for your refund to arrive before you contact us. Visit our website at **dor.sc.gov** or call (803) 898-5300.

DECEASED TAXPAYERS

If a person received income during this tax year but died before filing a return, the South Carolina income tax return should be filed by the surviving spouse, executor or administrator. Use the same filing status that was used on the final federal income tax return. Check the appropriate box beside the decedent's social security number. The due date for filing is the same as for federal purposes. In the area where you sign the return, write "Filing as a surviving spouse," if appropriate. A personal representative filing the return must sign in his or her official capacity and attach SC1310. Any refund will be issued to the decedent's surviving spouse or estate.

ROUND OFF CENTS TO THE NEAREST WHOLE DOLLAR.

You **must** round off cents to the nearest whole dollar on your return and schedules. You must drop amounts less than 50 cents. Increase amounts of 50 to 99 cents to the next dollar. For example: \$2.15 becomes \$2.00; \$4.75 becomes \$5.00; and \$3.50 becomes \$4.00.

WHAT TAX RECORDS DO I NEED TO KEEP?

Keep a copy of your return. Also, keep the original or a copy of any schedules, worksheets or statements used to prepare your return. Keep your records that support an item of income or a deduction appearing on a tax return until the limitations period for the return runs out. The limitations period is generally **THREE YEARS** from the date the return was filed or due to be filed, whichever is later.

Save any records concerning property, home, stocks, and business property you bought and may sell later. The records kept should show the purchase price, date and related cost, and for real property, cost and date of improvements. Your return may be audited by the IRS or the South Carolina Department of Revenue. If audited, the law requires you to show proof of your income, expenses, and cost of assets.

WHAT IF I AM AUDITED BY THE IRS?

If you receive a refund or owe additional federal tax, file an Amended Individual Income Tax return, SC1040X, after the federal audit report becomes final.

WHEN SHOULD I FILE AN AMENDED SOUTH CAROLINA RETURN?

File an Amended Individual Income Tax return, SC1040X, any time you need to correct your South Carolina return. If you amend your federal return, generally you will need to amend your state return. You may apply for a refund on either an amended or delinquent return for any tax period which is open under the statute of limitations. A refund will not be issued for requests received beyond the limitations period.

In general, a claim for refund must be filed within 3 years from the date the return was filed or originally due or 2 years from the date the tax was paid. If a claim is filed within 3 years from when the return was filed or originally due, the refund is limited to the tax paid within the past 3 years plus the period of any extension. Withholding, estimated taxes, and amounts paid with extensions are considered to have been paid on the date the return was originally due. If a claim is not filed within 3 years from the date when the return was filed or originally due, the refund is limited to tax paid during the past 2 years.

REFUND SETOFFS

The South Carolina Department of Revenue assists other State agencies, institutions of higher learning, political subdivisions of the State, and the Internal Revenue Service in the collection of overdue accounts. All or part of your refund can be sent directly to these "claimant" agencies if they notify the Department that you have a past due account with them.

The South Carolina Department of Revenue charges the taxpayer a \$25.00 administrative fee to complete a refund "setoff." If any of your refund is sent to a claimant agency, the Department will notify you in writing. If your refund exceeds the amount owed the claimant agency plus the administrative fee, the balance will be mailed to you.

If you believe you do not owe the debt, the amount sent was incorrect, or the debt has already been paid, you must contact the claimant agency.

WHO MUST FILE A DECLARATION OF ESTIMATED TAX?

Generally, you must file a Declaration of Estimated Tax, SC1040ES, for the year 2017 if you estimate that your tax will be \$100 or more and the total amount of income tax that will be withheld will be less than the lesser of:

1. 90% of the tax to be shown on your 2017 income tax return,
or
2. 100% of the tax shown on your 2016 income tax return (if your 2016 return covered all 12 months of the year). However, if your adjusted gross income is \$150,000 or more, the 100% rule is modified to be 110% of the tax shown on your 2016 income tax return.

Wage earners who do not have enough tax withheld from their wages must file a Declaration of Estimated Tax, SC1040ES for the year. You have two methods for paying: 1) increase the amount your employer withholds from your wages, or 2) pay estimated tax in addition to the usual amount withheld from your wages.

Taxpayers earning personal service income in another state on which tax withholding was due to the other state and was withheld can be relieved of declaration penalty.

Self-employed people who do not have South Carolina tax withheld from their income must file a Declaration of Estimated Tax, SC1040ES for the year. **Recipients of taxable pension and annuities** who do not have at least 90 percent of their South Carolina income tax liability withheld must file an SC1040ES.

WHO DOES NOT HAVE TO FILE A DECLARATION OF ESTIMATED TAX?

Farmers and commercial fishermen do not have to file a declaration if at least two thirds of their gross income is from farming or fishing, but must file their return and pay all tax due by March 1. If March 1 falls on a weekend, then the due date is the next business day.

HOW DO I FILE ESTIMATED TAX?

You can file and pay your SC1040ES online through DORePay either by credit card or electronic funds withdrawal. DORePay is located on our website **dor.sc.gov**. Forms can also be printed from our website under the Forms tab to use when mailing your payment.

CHANGE NAME OR ADDRESS

Let us know your new name and/or address. Complete SC8822, which is available on our website at **dor.sc.gov**.

SC1040 INSTRUCTIONS 2016 (Rev. 11/3/16)

IMPORTANT INFORMATION BEFORE YOU BEGIN

For tax year 2016, unless you have a valid extension, the due date is **April 15, 2017** and the deadline to claim a refund is April 15, 2020.

COMPLETE YOUR FEDERAL RETURN BEFORE YOU BEGIN YOUR SOUTH CAROLINA TAX RETURN. YOUR COMPLETED FEDERAL RETURN WILL CONTAIN INFORMATION WHICH YOU MUST ENTER ON THE SOUTH CAROLINA RETURN.

The references to form numbers and line descriptions on federal income tax forms were correct at the time of printing. If they have changed and you are unable to determine the proper line to use, please contact the SC Department of Revenue individual income tax section at 1-844-898-8542 or by email ITax@dor.sc.gov. These instructions are to be used as a guide in the preparation of a South Carolina individual income tax return and are not intended to cover all provisions of the law.

If you were required to use federal schedules C, D, E and/or F with your federal return or filed a Schedule NR, SC1040TC, I-319 and/or I-335 with your South Carolina return, attach a copy of your completed federal return and schedule(s) to your South Carolina return.

Form SC1040X should be used to correct or change an SC1040 that you have previously filed. SC1040X can be filed only **after** you have filed an original return.

NOTE ON CONFORMITY: Due to publication deadlines, conformity issues are not addressed in our instructions.

NAME, ADDRESS AND SOCIAL SECURITY NUMBER

Print or type your social security number. A check box is provided to indicate if the taxpayer is deceased.

Print or type your name, mailing address, and the county code of the county in which you live. See county code listing in these instructions. A check box is provided to indicate if this is a new mailing address. **Make sure your mailing address is complete and accurate on your return.**

For a foreign address, check the box indicating that the address is outside the United States. In the box provided print or type the complete foreign address including postal code.

If you are married and filing a joint return, fill in your spouse's name and your spouse's social security number.

If you are married and filing separate returns, **do not include your spouse's name or social security number in this section. Fill in your spouse's social security number next to box # 3 in the filing status section.**

If the taxpayer or spouse died during the taxable year, check the box by the decedent's social security number.

SOCIAL SECURITY PRIVACY ACT DISCLOSURE

It is mandatory that you provide your social security number on this tax form. 42 U.S.C. 405(c)(2)(C)(i) permits a state to use an individual's social security number as means of identification in administration of any tax. SC Regulation 117-201 mandates that any person required to make a return to the SC Department of Revenue shall provide identifying numbers, as prescribed, for securing proper identification. Your social security number is used for identification purposes and to process any refund due you.

ITIN - INDIVIDUAL TAXPAYER IDENTIFICATION NUMBER

If you are a nonresident or resident alien and cannot get a social security number, you may contact the Internal Revenue Service to apply for and obtain an individual taxpayer identification number (ITIN) for the purpose of filing income tax returns. South Carolina will accept this number in place of a social security number for the purposes of processing your individual income tax returns. For information on obtaining an ITIN, please contact the Internal Revenue Service at 1-800-829-1040 or go to www.irs.gov.

CHECK BOXES

Nonresidents for the entire year and part-time residents electing to file as a nonresident should check the box and attach Schedule NR to the completed SC1040. **Do not submit the Schedule NR separately.**

If you are filing a composite return for a partnership or S corporation, check the box and see I-348 Composite Instructions for more information on filing a composite return. Do not check this box if you are an individual.

If you filed a federal or state extension, check the box.

If you served in a Military Combat Zone during the filing period, check the box and enter the combat zone.

If your return is affected by a federally declared Disaster Area, check the box and enter the disaster area.

FILING STATUS

Check the same filing status you checked on your federal return. **Check only one box.**

EXEMPTIONS

You **must** enter the same number of exemptions claimed on your federal return. Attach federal Form 8332, Release/Revocation of Release of Claim to Exemption for Child by Custodial Parent if you are required to file this form with your federal return.

If you are claiming a deduction for children under six, you must enter in the space provided the number of children under six. Also, be sure to complete the information required on **line t** under subtractions from federal taxable income.

Enter the number of taxpayers who are age 65 or older.

Enter your dependents first and last name, social security number, relationship, and date of birth.

LINE INSTRUCTIONS FOR SC1040

ROUND OFF ALL AMOUNTS TO THE NEAREST WHOLE DOLLAR.

Line 1 - FEDERAL TAXABLE INCOME

Enter your **Federal Taxable Income** from your federal form. **If your Federal Taxable Income is zero or less, enter zero** here and enter your negative amount on **line r**.

STOP! Nonresident/Part-year filers complete Schedule NR and go to line 5. See Schedule NR instructions.

ADDITIONS TO FEDERAL TAXABLE INCOME

Enter all numbers on **lines a through e** as **positive** numbers even if they are negative numbers on the federal return. **Lines a through e** are adjustments which **must be added** to your federal taxable income to determine your South Carolina taxable income. Line 2 is the total of these additions.

Line a - STATE TAX ADD BACK, IF ITEMIZING ON FEDERAL RETURN

If you deducted state and local income taxes or general sales taxes while itemizing on your 2016 federal income tax return, you are required to add all or part of this amount to federal taxable income to arrive at your South Carolina taxable income. Use the worksheet below to figure the adjustment. (Keep this worksheet for your records.)

Worksheet A - State Tax Adjustment	
1. Itemized deductions from 2016 federal Form 1040, Schedule A lines 4, 9, 15, 19, 20, 27 and 28.	1. _____
2. Enter allowable federal standard deduction you would have been allowed if you had not itemized. Enter zero if married filing separate (MFS) returns. (See federal instructions)	2. _____
3. Subtract line 2 from line 1. (Enter zero if line 2 is greater than line 1.)	3. _____
4. Enter the amount of state and local income taxes or general sales taxes from federal Schedule A.	4. _____
5. The lesser of line 3 or line 4. Enter this amount on SC1040 line a .	5. _____

Line b - OUT-OF-STATE LOSSES

If you have reported losses from out-of-state rental property, a business located outside South Carolina, or losses from real property located out of state, enter the amount shown on your federal return on **line b**. You must also include any related expenses, such as investment interest. Enter the total of these losses and related expenses on this line. Personal service income (W-2 or business wages) is taxable to South Carolina **no matter where it is earned**.

Line c - EXPENSES RELATED TO RESERVE INCOME

Because inactive duty military reserve income is taxed for federal purposes but deductible on your South Carolina return, you must add back the amount of the federal deduction for expenses related to this income. Enter the amount of these expenses on this line.

Line d - INTEREST INCOME

Interest income on obligations of states and political subdivisions other than South Carolina **must be added**. In the case of a mutual fund, add back the percentage of exempt interest income attributable to out-of-state non-federal obligations. Enter the amount of taxable interest income on this line.

Line e - OTHER ADDITIONS TO INCOME

Attach an explanation of your entry for this line. Some examples of items which you must enter on this line are:

- Taxpayers who claim bonus depreciation under federal law must add back the difference between the bonus depreciation taken and the depreciation which would have been allowed without bonus depreciation.
- Taxpayers who claim a nonrefundable Exceptional Needs Children Education credit for contributions to a nonprofit scholarship funding organization are not allowed a deduction for these contributions. If a taxpayer deducts the amount of the contribution on his or her federal return, the taxpayer must add back the amount of the deduction for South Carolina purposes.

- Taxpayers who claim a child care program credit for donations to a nonprofit corporation (Sch. TC-9) are not allowed a deduction for those donations. The disallowed deductions are an addition to federal taxable income.
- Taxpayers who claim credits such as the Community Development Credit (Sch. TC-14), the Industry Partnership Fund Credit (Sch. TC-36), and the Credit for Child Care Program (Sch. TC-9), may not claim a deduction for the same qualified contribution which results in the credit.
- Federal net operating loss when claiming a larger amount than for state purposes **is an addition**.
- Expenses deducted on the federal return related to any income exempt or not taxed by South Carolina **is an addition. Some examples are investment interest to out-of-state partnerships and interest paid to purchase United States obligations.**
- Foreign areas allowances, cost of living allowances and/or income from possessions of the United States are **additions** to federal taxable income.
- Effective for qualifying investments made after June 30, 1998, taxpayers must reduce the basis of the qualifying property to the extent the Capital Investment Tax Credit is claimed. An addition to federal taxable income must be made for the resulting reduction in depreciation.
- A deduction for domestic production activities under IRC Section 199 must be added back.
- A charitable contribution deduction under IRC Section 170 for a gift of land must be added back unless the contribution also meets the requirements of SC Code Section 12-6-5590.
- Include any withdrawals during the tax year from a Catastrophe Savings Account that were:
 - (1) necessary because contributions were more than the allowable limits; or
 - (2) more than the amount needed to cover qualified catastrophe expenses. (Qualified catastrophe expenses are expenses paid or incurred because of a major disaster as declared by the Governor.)
 Do not include any withdrawals made by the surviving spouse of the account owner.
- As of January 1, 2009, a business must add back any amount paid for services performed by an unauthorized alien if the amount is \$600 or more a year.

Depending upon how a particular item was reported or deducted, the following items may be an addition or a subtraction:

- A change in the accounting method to conform in the same manner and the same amount to the federal. **This may be an addition or a subtraction.** At the end of the federal adjustment, any balance will continue until fully adjusted.
- The installment method of reporting is to be adjusted if the entire sale has been reported for state purposes or to continue on an installment basis if the entire sale has been reported for federal purposes. **This may be an addition or a subtraction.**
- Adjust the federal gain or loss to reflect any difference in the South Carolina basis and federal basis. **This may be an addition or a subtraction.**

Line 2 - TOTAL ADDITIONS

Add **lines a through e** and enter total. These are your total additions.

SUBTRACTIONS FROM FEDERAL TAXABLE INCOME

Enter all numbers on **lines f through v** as positive numbers even if they are negative numbers on the federal return.

Lines f through v are adjustments which **should be subtracted** from your federal taxable income to determine your South Carolina taxable income.

SC Net LT Capital Gain	\$ 7,000
(more than one year)	(10,000)
- SC Net ST Capital Loss	- 5,000 gain - 3,000 loss)
SC Net Capital Gain	\$ 2,000 (one year or less)
Net LT Capital	X 44%
X Gain Deduction	\$ 880
Amount to be deducted	

Line f - STATE TAX REFUND

If your state tax refund was included on your federal form 1040, that amount should be entered on this line.

Line g - TOTAL AND PERMANENT DISABILITY RETIREMENT INCOME TAXED ON YOUR FEDERAL RETURN

If **disability retirement income** was taxed on your federal income tax return and you are **totally and permanently disabled**, you may be able to deduct this income from your South Carolina taxable income.

You must be totally and permanently disabled, unable to be substantially gainfully employed, receiving income from a disability retirement plan, and eligible for the homestead exemption under SC Code Section 12-37-250. You must attach a copy of the physician's statement establishing that you are permanently and totally disabled.

NOTE: The deduction is limited to payments received from retirement plans. Third party sick pay reported on a W-2 does not qualify for the total and permanent disability retirement deduction.

A surviving spouse may take a disability retirement deduction for amounts received in the year the disabled spouse died. For subsequent years, a surviving spouse is only eligible for the retirement deduction on **line p** and not the disability deduction.

Line h - OUT-OF-STATE RENTAL/BUSINESS OR REAL ESTATE INCOME NOT TAXABLE TO SOUTH CAROLINA

If you have income from out-of-state rental property; a business located outside South Carolina; or gain from real property located out of state, as reported on your federal return, enter this amount on this line and check the appropriate box. **However, personal service income (W-2 or business wages) is taxable to South Carolina no matter where it is earned.**

Line i - NET CAPITAL GAIN DEDUCTION

Net capital gains which have been held for a period of more than one year and have been included in the South Carolina taxable income are reduced by 44% for South Carolina income tax purposes.

The term "**net capital gain**" means the **excess** of the **net long-term** capital gain for the taxable year **over** the **net short-term** capital loss for such year. Income received from installment sales as well as capital gain distribution qualifies for this deduction **provided the more than one year holding period has been met.** (South Carolina Capital Gains holding period is the same as the federal.) Multiply the net gain which meets the above guidelines by 44% (.44) and enter the results on this line.

Example: Taxpayer's gain on stock (held more than one year) is \$10,000. Also reported is a short term (ST) loss on stock held for six months of \$5,000 and a long term (LT) loss on stock held since 1985 which amounts to \$3,000.

Line j - VOLUNTEER DEDUCTION

Volunteer firefighters, rescue squad workers, volunteer hazardous material HAZMAT team members, reserve police officers, Department of Natural Resource (DNR) deputy enforcement officers, members of the State Guard, and State Constables are allowed to deduct \$3,000.

- **Volunteer firefighters, rescue squad workers and HAZMAT members** qualify **only** if their employer provides them with a form stating that they have earned the minimum number of points established by the State Fire Marshal during the year.
- **Reserve police officers, DNR deputy enforcement officers, and State Guard members** qualify only if the appropriate authority provides them with an I-332 certification form certifying their eligibility for this deduction.
- **Volunteer state constables** qualify if they complete a minimum logged service time of two hundred forty hours per year and have been designated by the State Law Enforcement Division (SLED) as a state constable before the taxable year for which the deduction is first claimed. The volunteer state constable must be current with the required SLED approved annual training for constables for the most recently completed fiscal year as evidenced by a copy of the documentation provided to SLED of this annual training.

An individual is limited to one deduction of \$3,000. If a taxpayer and spouse both qualify, enter \$6,000. Enter the amount on **line j** and check the type of deduction.

Line k - CONTRIBUTIONS TO THE SC COLLEGE INVESTMENT PROGRAM ("FUTURE SCHOLAR") OR TO THE SC TUITION PREPAYMENT PROGRAM

You may deduct 100% of any contributions to the SC College Investment Program ("Future Scholar") made between January 1, 2016 and through April 15, 2017. You may deduct 100% of any contribution to the SC Tuition Prepayment Program made between January 1, 2016 and December 31, 2016.

Line l - ACTIVE TRADE OR BUSINESS INCOME DEDUCTION

Enter the amount from I-335, line 5.

Line m - INTEREST FROM UNITED STATES OBLIGATIONS

If you included your interest income from United States obligations (such as United States savings bonds, treasury notes and bills, etc.) as income on your federal income tax return, enter the amount on this line. Deduct the interest income from South Carolina and/or federal obligations. For additional information see **South Carolina Revenue Ruling 16-2** on our website **dor.sc.gov**.

Interest income from the following obligations **are taxable** for state purposes:
 Federal Home Loan Mortgage Corporation (Freddie Mac)
 Federal National Mortgage Association (Fannie Mae)
 Government National Mortgage Association (Ginnie Mae)

Line n - CERTAIN NONTAXABLE NATIONAL GUARD OR RESERVE PAY

Income received from National Guard or Reserve members for customary annual training, weekend drills, and other inactive duty training is generally exempt from South Carolina income tax.

- Members of the National Guard or Reserves may deduct all inactive duty pay from the United States or any state for weekend drills and other inactive duty training actually attended.
- Members of the National Guard and active duty Reserve members may also deduct up to 15 days of customary annual training pay, also referred to as "active duty training" or "ADT".
- Inactive duty Reserve members may also deduct up to 14 days of customary annual training pay, also referred to as "active duty training" or "ADT" plus up to 2 days of travel time listed on official orders.
- Full-time Active Guard and Reserve (AGR) employees may deduct up to 15 days of annual training actually attended and up to 24 days of weekend drills (a maximum of 39 days) at the daily rate of pay.

For additional information see **South Carolina Revenue Ruling #09-16** on our website dor.sc.gov. Do not include Military Reserve and National Guard pay which is included in retirement income on this line. See **line v** instructions for other subtractions.

Line o - SOCIAL SECURITY AND/OR RAILROAD RETIREMENT AMOUNT IF TAXED BY FEDERAL

If you are taxed on any social security under Title 2 of the Social Security Act or railroad retirement income on your federal return, enter the amount that was taxed on your federal return.

Lines p-1 - p-3 - RETIREMENT DEDUCTION

An **individual** who is under **age 65** may claim a retirement deduction up to \$3,000 of qualified retirement income from his or her own plan.

An **individual** who is **age 65** or older during the tax year may claim a retirement deduction up to \$10,000 of qualified retirement income from his or her own plan.

On **line p-1**, include only qualified withdrawals from the taxpayer's own qualified retirement plan. On **line p-2**, include only qualified withdrawals from the spouse's own qualified retirement plan.

"QUALIFIED RETIREMENT INCOME" is income from plans defined in I.R.C. 401, 403, 408 and 457, and all public employee retirement plans of the federal, state and local governments, including individual retirement plans, Keogh plans, and military retirement.

Social security income, railroad retirement income, and disability retirement income due to permanent and total disability do **NOT** qualify because these items are not taxed by South Carolina. See **lines g and o**.

Any portion of qualified retirement income received this tax year that resulted in a **federal premature withdrawal penalty** does **NOT** qualify for a retirement deduction.

A **surviving spouse** receiving qualified **retirement** income attributable to the deceased spouse may deduct up to \$3,000 or \$10,000 of the qualified retirement income, based on the age the deceased spouse would have been had he or she lived. To claim the deduction on **line p-3** a surviving spouse must receive the decedent's qualified retirement income as a surviving spouse. The surviving spouse retirement deduction is in addition to the **individual** retirement deduction from his or her own plan.

Worksheet for Taxpayer line p-1:	
1. Maximum deduction allowed for taxpayer based on age (\$3,000 or \$10,000).	1. _____
2. Taxpayer's individual qualified retirement income included in federal form. (Taxable IRA Distributions, Pensions, and Annuities)	2. _____
3. Amount on line 1 or 2, whichever is smaller Enter on line p-1 .	3. _____

Worksheet for Spouse line p-2:	
1. Maximum deduction allowed for spouse based on age (\$3,000 or \$10,000).	1. _____
2. Spouse's individual qualified retirement income included in federal form. (Taxable IRA Distributions, Pensions, and Annuities)	2. _____
3. Amount on line 1 or 2, whichever is smaller. Enter on line p-2 .	3. _____

Worksheet for Surviving Spouse line p-3:	
NOTE: Calculate separately for each deceased spouse.	
1. Maximum deduction allowed for surviving spouse based on age of deceased spouse had he/she lived (\$3,000 or \$10,000 per deceased spouse).	1. _____
2. Qualified retirement income received as surviving spouse included in federal form. (Taxable IRA Distributions, Pensions, and Annuities)	2. _____
3. Amount on line 1 or 2, whichever is smaller. Enter on line p-3 .	3. _____

Lines p-4 - p-6 MILITARY RETIREMENT DEDUCTION

An individual taxpayer who has military retirement income, each year may deduct an amount of his South Carolina earned income from South Carolina taxable income equal to the amount of military retirement income that is included in South Carolina taxable income. The deductions are phased in over five years beginning in 2016. The term "retirement income" means the total of all otherwise taxable income not subject to a penalty for premature distribution received by the taxpayer or the taxpayer's surviving spouse in a taxable year from a qualified military retirement plan. For purposes of a surviving spouse, "retirement income" also includes a retirement benefit plan and dependent indemnity compensation related to the deceased spouse's military service. A surviving spouse receiving military retirement income that is attributable to the deceased spouse shall apply this deduction in the same manner that the deduction applied to the deceased spouse. If the surviving spouse also has another retirement income, an additional retirement exclusion is allowed.

Military Retirement Deduction Under the age of 65:

For 2016, the deduction is limited to **\$5,900** for individual taxpayers **under the age of 65**. Taxpayers must have other earned income, other than the military retirement, to take the deduction. South Carolina earned income is generally income you receive for services you provide. It includes wages, salaries, tips, commissions and sub-pay. It also includes income earned from self-employment, business income or loss, partnership income or loss, farm income or loss and any other earned income taxed to

South Carolina. Earned income does not include gambling or bingo winnings, interest, dividends, social security benefits, IRA distribution, retirement plan or annuity benefits, unemployment compensation, deferred compensation or non-taxable income. It also does not include any amount you paid your spouse. Once the phase in is complete, the under age 65 military retirement deduction will be \$17,500 per taxpayer in 2020. In the case of married taxpayers who file a joint federal income tax return, the deduction allowed by this section shall be calculated separately as though they had not filed a joint return, so that each individual's deduction is based on the same individual's retirement income and earned income. **Caution: Taxpayers under the age of 65 receiving military retirement income; but no earned income, would only be eligible for the retirement deduction on line p-1 or p-2.**

Example 1: Taxpayer under the age of 65 has military retirement income of \$5,000 and earned income of \$4,000. Taxpayer's **military retirement deduction** is \$4,000.

Example 2: Taxpayer under the age of 65 has military retirement income of \$4,000 and earned income of \$0. Taxpayer **does not** qualify for the **military retirement deduction** since there is no earned income; however, the taxpayer **would** qualify for the \$3,000 **retirement deduction** on line p.

Example 3: Taxpayer under the age of 65 has military retirement income of \$5,900 and retirement income from other sources of \$12,000. Additionally, the taxpayer has earned income of \$7,000. Taxpayer's **military retirement deduction would be \$5,900. Caution: Individual taxpayers are only allowed one retirement deduction, for all retirement income whether military or other retirement. Surviving spouse benefits would be calculated separately.**

Military Retirement Deduction Age 65 and older:
An individual taxpayer who is age 65 and older who has military retirement may deduct **\$18,000 for 2016** of military retirement income that is included in South Carolina income. For taxpayers age 65 and older, there are no requirements for other earned income. The deduction is phased in over five years beginning in 2016. Once the phase in is complete, the age 65 and older military retirement deduction will be \$30,000 per taxpayer in 2020. **Caution: See the instructions for line q age 65 and older deduction.**

Line q - AGE 65 AND OLDER DEDUCTION

Beginning in the tax year in which a **resident** reaches **age 65**, he or she is entitled to a deduction of \$15,000 against any South Carolina income. **Line q-1** applies to the taxpayer whose name appears first on the return. **Line q-2** applies to the spouse whose name appears second on the return. **The amount of the deduction on line q-1 and q-2 is reduced by any individual retirement deduction claimed on line p-1 and p-2; as well as, any military retirement deduction claimed on lines p-4 and p-5. The age 65 and over deduction is not reduced by any surviving spouse retirement deduction claimed on line p-3 or p-6.**

See the examples below. Assume for all examples that taxpayers have income to qualify for the age 65 and older deduction in addition to the retirement deductions.

Example 1: Taxpayer age 65 and older has no military or other sourced retirement income on lines p-1 or p-4. Taxpayer is eligible for a deduction of \$15,000 on line q-1.

Example 2: Taxpayer age 65 and older has no military retirement income; but other sourced retirement of \$14,000. Taxpayer is allowed a deduction of \$10,000 on line p-1 and a deduction of \$5,000 on line q-1.

Example 3: Taxpayer age 65 and older has military retirement income of \$13,000 and is allowed a deduction on line p-4 of \$13,000. Taxpayer is allowed a deduction of \$2,000 on line q-1. The maximum allowed deduction for 2016 is \$15,000.

Example 4: Taxpayer age 65 and older has military retirement income of \$20,000. Taxpayer is eligible for a military retirement deduction of \$18,000 on p-4. Taxpayer is not allowed an additional amount on line q-1. Maximum retirement deduction for military retirement for taxpayers age 65 or older is \$18,000 for 2016. See instructions for military retirement.

Example 5: Taxpayer age 65 and older has military retirement income of \$16,000, and other sourced retirement income of \$8,000. Taxpayer is allowed a deduction on line p-4 of \$16,000. Taxpayer is not allowed an additional amount on line q-1. See instructions for military retirement.

Line r - NEGATIVE AMOUNT OF FEDERAL TAXABLE INCOME

For the SC1040 form, it is important that a negative number not be entered on line 1. Because the South Carolina return begins with federal taxable income, it is important that you get the benefit of the negative amount from the federal taxable income line of the federal return. On the SC1040 form, start with zero on line 1 and put the negative amount from the federal taxable income line of the federal return on this line of the SC1040.

Line s - SUBSISTENCE ALLOWANCE

Police and all commissioned law enforcement officers paid by South Carolina municipal, county, state governments or the federal government, **full-time** firefighters, and **full-time** emergency medical service personnel are entitled to subsistence allowances of \$8.00 per regular workday. Your employer should provide you with the number of work days.

Line t - DEPENDENTS UNDER SIX YEARS OF AGE

An additional deduction is allowed for each dependent claimed on the federal income tax return who had **not** reached the age of six by December 31 of the tax year. Birthdate(s) and social security number(s) are required. See worksheet below.

EXEMPTION WORKSHEET	
Federal personal exemption amount	\$4,050
Number of dependents claimed on your federal return who had not reached age six during the tax year	X
Allowable deduction, enter this amount on line t .	_____

Line u - CONSUMER PROTECTION SERVICES

An individual may deduct the costs incurred by him or her in the tax year to purchase a monthly or annual contract or subscription for identity theft protection and identity theft resolution services. The deduction is only for individuals who filed a return with the SC Department of Revenue for a tax year between 1998 and 2012 or when another's personal identifiable information was included on the return. **The deduction may not be claimed for an individual who either deducted the same actual costs as a business expense or is enrolled in the identity theft protection and resolution services offered free of charge by the State. The deduction is limited to \$300 for an individual taxpayer, and to \$1,000 on a joint return or a return claiming dependents.**

Identity theft protection includes products and services designed to prevent an incident of identify fraud or identity theft or otherwise protect the disclosure of a person's personal identifying information (for example your SSN) by preventing a third party from gaining unauthorized acquisition of another's personal identifying information to obtain financial resources or other products, benefits or services. Identity theft resolution services include products and services designed to assist persons whose

personal identifying information was obtained by a third party, which results in minimizing the effects of the identity fraud or identity theft incident and restoring the person's identity to pre-theft status.

Line v - OTHER SUBTRACTIONS FROM INCOME

Attach an explanation of your entry on this line. Some examples of items which may be subtracted on this line are:

- **Phase-out Adjustment Worksheet.** Complete if itemized deductions and exemptions are limited on your federal return based on adjusted gross income over \$311,300 if married filing jointly or qualifying widow(er), over \$285,350 if head of household, or over \$259,400 if single; or over \$155,650 if married filing separately:

Phase-out Adjustment Worksheet:	
1. Enter the total of Schedule A, lines 4, 9, 15, 19, 20, 27 and 28.	1. _____
2. Enter total number of exemptions claimed on line 6d of federal Form 1040.	2. _____
3. Multiply line 2 by \$4,050.	3. _____
4. Add lines 1 and 3.	4. _____
5. Enter the amount from federal Form 1040, line 40.	5. _____
6. Enter the amount from federal Form 1040, line 42.	6. _____
7. Add lines 5 and 6.	7. _____
8. Subtract line 7 from line 4. Enter this amount on SC1040, line v Other Subtractions.	8. _____

- **SC ABLE Savings Account.** You may deduct 100% of any contributions made to an ABLE savings account, subject to program limitations, between January 1, 2016 and December 31, 2016. See the SC Treasurer's Office website, treasurer.sc.gov for more information.
- South Carolina does not recognize bonus depreciation in IRC Section 168(k). With or without bonus depreciation, the depreciable life of the property is the same for federal and state purposes. For the tax year in which the property is placed in service, a taxpayer must add back the difference, in the line for other additions, between the depreciation deduction allowed for federal purposes and the deduction that would have been allowed without bonus depreciation. Therefore, the South Carolina adjusted basis is greater than the federal adjusted basis. For all other years of the depreciable life of the property, an additional depreciation deduction is available for South Carolina purposes.
- South Carolina net operating loss that is larger than the federal amount is a subtraction. **In no event is the same loss to be deducted more than once.** Attach your own worksheet or keep with your tax records. No carryback losses are allowed.
- Legislators within a 50-mile radius of the State House are allowed to **subtract** travel expenses.
- Retirement income paid by the United States government for service in the Reserves or National Guard is not taxed for South Carolina purposes. (You may deduct the entire amount of any stipend paid by the State of South Carolina for National Guard service.)

- Determine the percentage of your military retirement income which is excludable by dividing the length of time you served in the Reserves and/or National Guard (not full time) by the length of time of your total military service as follows:

MILITARY RETIREMENT EXCLUSION WORKSHEET		
Inactive Reserve time		
+ Inactive National Guard time		= _____ % exclusion
Total Military time (Active and Inactive)		
Determine the excludable amount of your military retirement income by multiplying it by the percentage of exclusion as follows:		
_____ % exclusion X	total taxable military retirement income shown on federal return	= excludable military retirement income

Include the amount of excludable military retirement income as a subtraction.

- If you have adopted a "special needs child", you may **subtract** \$2,000 per year per child as long as the adopted child qualifies as a dependent on your federal return.

Attach a copy of the letter you received at the time of adoption from the SC Department of Social Services which certified the person as a "special needs child."

A "special needs child" means a person under the age of 18 at the time of adoption, who is a dependent of a public or private non-profit adoption agency, is legally free for adoption and has been determined by the agency to have specific conditions.

- Include amounts contributed to a Catastrophe Savings Account and interest income earned by the account. If your legal residence is insured against hurricane, rising floodwaters, or other catastrophic windstorm event damage, you are allowed to contribute: (1) \$2,000 if the qualified deductible is \$1,000 or less; (2) twice the qualified deductible if it is between \$1,000 and \$7,500; or (3) \$15,000 if the qualified deductible is more than \$7,500.

If your legal residence is not insured against hurricane, rising floodwaters, or other catastrophic wind event damage, the limit is \$250,000 or the value of your legal residence, whichever is less.

Depending upon how a particular item was reported or deducted, the following items may be an addition or subtraction.

- A change in accounting method to conform in the same manner and same amount as federal. At the end of the federal adjustment, any balance will continue until fully adjusted. **This may be an addition or subtraction.**
- The **installment method of reporting** is to be adjusted if the entire sale has been reported for state purposes or to continue on an installment basis if the entire sale has been reported for federal purposes. **This may be an addition or subtraction.**
- Adjust the federal gain or loss to reflect any difference in the South Carolina basis and federal basis. **This may be an addition or subtraction.**

Line 4 - TOTAL SUBTRACTIONS

Add **lines f through v** and enter the total. These are your total subtractions.

SOUTH CAROLINA TAX

Line 6 - TAX

If your "income subject to tax" on line 5 is less than \$100,000, use the SC1040 tax tables to determine your South Carolina tax and enter the amount of tax on line 6.

If your "income subject to tax" on line 5 is \$100,000 or more, use the tax rate schedule provided in the SC1040 tax tables to compute your tax and enter the amount of tax on line 6.

Line 7 - TAX ON LUMP SUM DISTRIBUTION

South Carolina provisions for lump sum distributions are the same as the federal provisions. If you used federal Form 4972 for a lump sum distribution, you must use the South Carolina SC4972 to compute the South Carolina tax.

This separate tax on lump sum distributions is in addition to the regular tax computed on line 6.

NOTE: Do not enter the federal 10% penalty on line 7.

Line 8 - TAX ON ACTIVE TRADE OR BUSINESS INCOME

Enter the amount from I-335, line 7.

Line 9 - TAX ON EXCESS WITHDRAWALS FROM CATASTROPHE SAVINGS ACCOUNTS

Withdrawals from a Catastrophe Savings Account are taxed an additional 2.5% unless:

- (1) the taxpayer no longer owns a qualified legal residence in South Carolina;
- (2) the amount contributed was within the allowable limits, and the withdrawal occurred after the taxpayer reached age 70; or
- (3) the withdrawal followed the death of the individual who set up the account or the surviving spouse.

CREDITS

Line 11 - CHILD AND DEPENDENT CARE

The South Carolina Credit for Child and Dependent Care expense is 7% of the federal expense for a full year resident. A part-year/nonresident is allowed 7% of their prorated federal expenses. See

Compute your earned income separately for yourself and your spouse. South Carolina earned income is generally income you receive for services you provide. It includes wages, salaries, tips, commissions and sub-pay. It also includes income earned from self-employment, business income or loss, partnership income or loss, farm income or loss and any other earned income taxed to South Carolina. Earned income does not include gambling or bingo winnings, interest, dividends, social security benefits, IRA distribution, unemployment compensation, deferred compensation or non-taxable income. **It also does not include any amount your spouse paid you.**

examples below. **Married filing separately cannot claim this credit.** The maximum credit allowed for one child is \$210. The maximum credit for two or more children is \$420.

Example A: Full Year Resident (In this example, the allowable credit is \$140.)

Federal Child Care Expense from Form 2441, is \$2,000
 $\$2,000 \times .07 = \140

Example B: Part-year/Nonresident (In this example, the allowable credit is \$42.)

Federal Child Care Expense from Form 2441, is \$2,000 and your proration percent from line 44 of SC Schedule NR is 30%. Your computation should be:

$\$2,000 \times .30 = \$600 \times .07 = \$42$

Part-year Resident/Nonresident: This credit is not available if you are a resident of a state that does not offer a credit for child and dependent care expenses to individuals filing as nonresidents of that state.

Line 12 - TWO WAGE EARNER CREDIT (MARRIED COUPLE)

This credit can only be claimed by a **married couple filing jointly** when both spouses have earned income taxed to South Carolina. * (See adjustments). This credit is **not** allowed on returns with a filing status of single, married filing separately or head of household. Do not include gambling or bingo winnings reported on federal form W-2G.

Example - You earned a salary taxed to South Carolina of \$20,000. Your spouse earned \$17,000 taxed to South Carolina and had an IRA deduction taxed to South Carolina of \$1,000. Your South Carolina qualified earned income is \$20,000 and your spouse's is \$16,000 (\$17,000 minus \$1,000). Because your spouse's qualified earned income is less than yours, the credit is based on your spouse's income. Therefore, the credit is \$112 (\$16,000 x .007).

* **South Carolina qualified earned income.** This is the amount on which the credit is based. Compute it by subtracting certain adjustments from federal form SC1040 South Carolina earned income. The adjustments are:

- Deductible part of self-employment tax
- Self-employed SEP, simple, and qualified plans
- Self-employed health insurance deduction
- IRA deduction
- Repayment of sub-pay

LINE 12 - TWO WAGE EARNER CREDIT WORKSHEET

	(a) You	(b) Your Spouse
1. Wages, salaries, tips, etc., taxed to South Carolina from South Carolina Schedule NR, Column B, line 1 or federal form . (Do not include pensions or annuities.)	_____	_____
2. Net profit or (loss) from self-employment (from Schedule C and on Schedule K-1 of Form 1065) and any other earned income taxed to South Carolina.	_____	_____
3. Add lines 1 and 2. This is your total earned income taxed to South Carolina.	_____	_____
4. Add the adjustment amounts entered on federal Form 1040. *(See adjustments above). If filing South Carolina Schedule NR, enter amounts from lines 21, 22, 23, 26 and any repayment of supplemental unemployment benefits (sub-pay) allocable to South Carolina income.	_____	_____
5. Subtract line 4 from line 3. This is your qualified earned income taxed to South Carolina. If the amount in column (a) or (b) is zero (-0-) or less, stop here. You may not take this credit.*	_____	_____
Compute the credit.		
6. Enter the smaller of 5(a) or 5(b). Do not enter more than \$30,000.	_____	_____
7. Multiply the amount on line 6 by .007. Do not enter more than \$210. Enter the amount here and on SC1040, line 12.	_____	_____

Line 13 - OTHER NON-REFUNDABLE CREDITS

See SC1040TC instructions for an explanation of the other non-refundable credits. The appropriate schedules must be attached to your return. If filing electronically, keep a copy with your tax records.

TAX PAYMENTS/CREDITS

Line 16 - SC INCOME TAX WITHHELD FROM WAGES

Enter the total South Carolina tax withheld from your wages as shown on your W-2s under "State Income Tax." Enter only amounts withheld to South Carolina. Withholding paid to any other state cannot be claimed on your South Carolina return. Also include amounts withheld on SC41s.

If you have South Carolina withholding from any federal Form 1099, include that amount on line 20.

NOTE: Amounts reported on a South Carolina substitute 1099G/INT are not South Carolina withholding.

Attach READABLE copies of your W-2s to the front of your return, right side up. **Copies of your W-2s are available only from your employer.** If you do not have a W-2 form, complete SC4852 and provide proof of any tax withheld. You are responsible for submitting information to verify the withholding amount claimed.

Line 17 - 2016 ESTIMATED TAX PAYMENTS

Enter the total estimated tax payments you made before filing this South Carolina tax return plus any amount transferred from your 2015 tax return.

Line 18 - PAYMENTS ON EXTENSION

If you requested an extension for more time to file your return, enter the amount you paid with the extension, if any. Check the appropriate box on the front of the return below the address portion.

Line 19 - NONRESIDENT SALE OF REAL ESTATE

A nonresident of South Carolina who sells real property located in this state is subject to withholding of South Carolina income taxes. Such sale must be reported to South Carolina on an individual income tax return. If state income taxes were withheld at the time of sale, claim the amount withheld on this line and **attach a copy of the I-290** to your return. See closing attorney for a copy of I-290.

Line 20 - SC INCOME TAX WITHHELD - FORM 1099

Enter the total South Carolina tax withheld from each Form 1099 and attach a copy of each Form 1099 to the front of your return. Form W-2 withholding should be entered on line 16.

NOTE: Amounts reported on a South Carolina substitute 1099 G/INT are not South Carolina withholding.

Line 21 - TUITION TAX CREDIT

Refer to I-319 to see if you qualify to claim this credit. If you qualify, complete all information on I-319 and attach it to your return. If you have more than one qualifying student, complete a separate I-319 for each student. Attach a copy of your federal return.

Line 22 - OTHER REFUNDABLE CREDITS

Enter amounts from I-333 refundable credit for anhydrous ammonia additive, I-334 refundable credit for production and sale of milk, I-360 refundable credit for classroom teachers expenses, and I-361 refundable exceptional needs children education credit and check the box that applies. Attach the appropriate credit form to the SC1040. Refer to the I-333, I-334, I-360, and I-361 to see if you qualify to claim the credit.

Line 26 - SOUTH CAROLINA USE TAX What is Use Tax?

This is the tax due on purchases outside of South Carolina for use, storage, or consumption in South Carolina. The use tax is paid to the SC Department of Revenue when the State Sales and Use Tax has not been collected by the seller. Examples include: purchases from retailers made via the internet (retailers' websites and retailers' sales on auction sites), through out-of-state catalog companies, home shopping networks or when visiting another state. The tax rate for the use tax is the same as the sales tax. The rate is determined by where the tangible personal property will be used, stored or consumed, regardless of where the sale takes place. **Therefore, the tax rate for the use tax will be the 6% state rate plus the applicable local use tax rate for the location where the tangible personal property will be used, stored or consumed.** For more information and updated tax rates, see our website dor.sc.gov.

How is the Use Tax Paid? The purchaser, as an individual, may report and pay their use tax on an SC1040, UT-3 Use Tax Return or electronically through DORePay. If you **owe** use tax and have NOT paid it either on a UT-3 or electronically, **complete the South Carolina Use Tax Worksheet** and enter the result on **line 26**. If you have paid your use tax during the year on a UT-3, electronically or have no use tax due, check the box on line 26.

Line 26 - SOUTH CAROLINA USE TAX WORKSHEET

The state sales and use tax rate is **6% plus the applicable local use tax rate of the county** in which you are located or other applicable rate wherever tangible personal property was delivered. The chart below contains a combined tax rate of the state's basic rate (6%) along with the local tax rate of some counties as of May 1, 2016 to be used for line 2 of the worksheet on the following page.

- 6% Beaufort, Greenville, Greenwood, Oconee, Spartanburg, Union
- 7% Abbeville, Allendale, Anderson, Barnwell, Calhoun, Dorchester, Edgefield, Fairfield, Georgetown, Horry, Kershaw, Laurens, Lexington, McCormick, Newberry, Orangeburg, Pickens, Saluda, Williamsburg, York
- 8% Aiken, Bamberg, Berkeley, Cherokee, Chester, Chesterfield, Clarendon, Colleton, Darlington, Dillon, Florence, Hampton, Horry-City of Myrtle Beach, Jasper, Lancaster, Lee, Marion, Marlboro, Richland, Sumter
- 8.5% Charleston

SC USE TAX WORKSHEET				
Column A Date of Purchase	Column B Name of Store/ Company/ Vendor	Column C Total Price of Purchases (includes shipping & handling, warranty costs and sales or use tax due and paid on the purchase.)	Column D Sales or Use Tax Due and Paid to another state or local jurisdiction	Column E Amount Taxable (subtract Column D from Column C)
		\$	\$	\$
		\$	\$	\$
		\$	\$	\$
		\$	\$	\$
		\$	\$	\$
		\$	\$	\$
		\$	\$	\$
		\$	\$	\$
		Total of Column C:	Total of Column D:	Total of Column E:
Line 1		\$	\$	\$
Line 2	Enter your County's state and local sales and use tax rate. SC statewide tax rate is 6%. The local tax rate is in addition to the state tax rate. Note: Sales of unprepared foods are exempt of the State sales and use tax rate; however, local taxes still apply to sales of unprepared food unless the local tax law specifically exempts such sales.			%
Line 3	Multiply Line 1 of Column E by the rate on Line 2 of Column E.			\$
Line 4	Enter here the applicable amount of tax due and paid other state and local jurisdictions from Line 1, Total of Column D.			\$
Line 5	SC Use Tax Due. Subtract Line 4 from Line 3. Enter here and on line 26 of the SC1040. Round to the nearest dollar.			\$

Line 27 - ESTIMATED TAX

If you want to apply any or all of your overpayment toward next year's tax, enter the amount on this line.

Line 28 - CONTRIBUTIONS FOR CHECK-OFFS

See I-330 for specific information about the various funds to which you may contribute. Enter the total from Schedule I-330. Attach I-330 to your return. Your contribution cannot be made unless you attach I-330.

REFUND OR AMOUNT YOU OWE

Line 30 - REFUND

If line 29 is larger than line 24, go to line 31. Otherwise, subtract line 29 from line 24 and enter the "Amount to be Refunded to You" on line 30. The SC Department of Revenue will not refund amounts less than \$1.00. **Required: Mark your refund choice below on line 30a.**

Line 30a - REFUND OPTIONS

You now have three ways to receive your refund. You can choose **direct deposit** to have the funds deposited directly into your bank account (the fastest option for most filers), or you can choose to have a **debit card** or a **paper check** mailed to you. Debit cards are issued by Bank of America and are subject to program limitations. Mark an **X** in **one box** to indicate your choice. If you choose direct deposit, you **must** enter your account information on **line 30b**.

Line 30b - DIRECT DEPOSIT INFORMATION

Choose direct deposit for a fast, simple, safe, secure way to have your refund deposited automatically to your checking or savings account. If you choose direct deposit, enter your account information on line 30b. If you don't enter complete and correct account information on line 30b, we'll mail you a paper check. Direct deposit of your refund is not available if the refund would go to an account outside of the United States.

Mark an **X** in the box for the type of account, **checking or savings**.

Enter your bank's **9-digit routing transit number (RTN)** in the space provided. The **RTN** should begin with 01 through 12, or 21 through 32. If not, the direct deposit will be rejected. **Do not use a deposit slip to verify the number.** It may contain internal routing numbers that are not part of the actual routing number.

Enter your **bank account number (BAN)** in the space provided. The number can contain up to 17 alphanumeric digits. If fewer than 17 digits, enter the number from left to right. Do not enter hyphens, spaces or special symbols. Do not include the check number.

Contact your bank if you need to verify that your bank account information is accurate prior to submitting your return. If we cannot make the direct deposit for any reason, we will send a paper check to the mailing address on your return. **Make sure your mailing address is complete and accurate on your return.**

Line 31 - NET TAX

If you have an amount on line 29, add lines 25 and 29 and enter on line 31; otherwise, enter the amount from line 25.

Line 32 - LATE FILING AND/OR LATE PAYMENT PENALTIES AND INTEREST

If you have calculated failure to file/pay penalties and interest, enter in the appropriate blanks and put the total of both on line 32.

A failure to file penalty is imposed for failing to file a tax return on or before its due date, determined with regard to any extension of time for filing. The penalty is 5% of the tax amount if the failure is for not more than one month, with an additional 5% for each additional month or fraction of the month during which the failure continues, not to exceed 25% in total.

Also, a failure to pay penalty is imposed for failing to pay the amount shown as tax on any return on or before its due date, determined with regard to any extension of time for paying. The penalty is 1/2% of the amount of tax if the failure is for not more than one month, with an additional 1/2% for each additional month or fraction of the month during which the failure continues, not to exceed 25% in total.

Any unpaid portion of the final tax due will incur interest at the prevailing federal rates. This amount is computed from the original due date of the tax return to the date of payment.

Line 33 - UNDERPAYMENT OF ESTIMATED TAX - SC2210

You may owe a penalty for underpayment if you did not pay in **four equal amounts** by the required dates at least the smaller of 90% of your tax liability for 2016; or 100% of your tax liability for 2015.

However, if your adjusted gross income is \$150,000 or more, the 100% rule is modified to be 110% of the tax shown on your 2015 income tax return. **See SC2210 to determine any penalty that may be due.**

Exception to underpayment of estimated tax:

- Enter an "A" in the box if you completed federal Schedule AI-Annualized Income Installment Method for South Carolina purposes in determining the amount to enter on Line 33.
- Enter an "F" in the box if you are a farmer or fisherman. You will not owe interest if you are a farmer or fisherman and pay the tax due by March 1, 2017. You are a farmer or fisherman if you received at least two-thirds of your gross income for the year from farming and fishing.
- Enter a "W" if you are requesting a waiver of your entire penalty. See SC2210 instructions for information on what qualifies for a waiver of penalty.

Figure your penalty for underpayment and put the amount on line 33. If you are due a refund, subtract the penalty amount from the difference on line 24 and line 29 and enter the result on line 30. Attach SC2210 to your tax return when using an exception to waive the penalty.

Line 34 - BALANCE DUE – AMOUNT YOU OWE

Add lines 31 through 33 and enter on line 34. This is the amount you owe.

NOTE: A taxpayer owing fifteen thousand dollars or more in connection with any return to be filed with the department should pay electronically per SC Code Section 12-54-250(A) (1). You may choose to pay electronically at dor.sc.gov. Click on eServices>File & Pay Now>DORePay and pay with VISA or MasterCard or by Electronic Funds Withdrawal (EFW) or attach

your check or money order for the full amount payable to SC Department of Revenue. Write your social security number and "2016 SC1040" on the payment. **File your SC1040 Individual Income Tax Return with payment attached.**

SIGN AND DATE YOUR RETURN

Your return must be signed. Both spouses must sign a joint return.

For deceased taxpayers, returns must be signed by surviving spouse, executor or administrator. For surviving spouse, write "filing as surviving spouse" by your signature.

A personal representative filing the return must sign in his or her official capacity and attach SC1310. Any refund check will be issued to the decedent's surviving spouse or estate.

AUTHORIZATION

The signature section of the return contains a "check the box" authorization for release of confidential information. A check in the "yes" box authorizes the Director of the Department of Revenue or delegate to discuss the return, its attachments and any notices, adjustments or assessments with the preparer.

If a person is paid to prepare the income tax return, his/her signature and preparer tax identification number (PTIN) or federal employer identification number (FEIN) are required in the spaces provided. Penalties are applicable for failure to comply.



Simple. Safe. Secure.

Direct Deposit **Faster Refunds.**
Simple. Safe. Secure



Federal and State Electronic Filing
Locate a local tax practitioner to file electronically.

You may qualify to have your federal and South Carolina returns filed electronically for **FREE. Faster Refunds.**



Electronic Payment Methods
Pay income tax return balances due by EFW/credit card.

See dor.sc.gov for information on all these options.

REMINDERS

REVIEW YOUR RETURN

- Attach a complete copy of your federal return if you filed federal schedules C,D,E and F or filed a SCH NR, SC1040TC, I-319 and or I-335 with your South Carolina return.
- Make sure you have received ALL of your W-2s and other tax documents.
- Verify all social security number(s) on your return.
- Double check your name, address and all math calculations.
- Make a copy of your complete return for your records.

BEFORE YOU FILE YOUR RETURN

- Attach all W-2s and 1099s with South Carolina withholding.
- Mail your SC1040 Individual Income Tax return with payment attached to the proper address.

COUNTY CODES

COUNTY	CODE	COUNTY	CODE	COUNTY	CODE
Abbeville	01	Dillon	17	McCormick	33
Aiken	02	Dorchester	18	Marion	34
Allendale	03	Edgefield	19	Marlboro	35
Anderson	04	Fairfield	20	Newberry	36
Bamberg	05	Florence	21	Oconee	37
Barnwell	06	Georgetown	22	Orangeburg	38
Beaufort	07	Greenville	23	Pickens	39
Berkeley	08	Greenwood	24	Richland	40
Calhoun	09	Hampton	25	Saluda	41
Charleston	10	Horry	26	Spartanburg	42
Cherokee	11	Jasper	27	Sumter	43
Chester	12	Kershaw	28	Union	44
Chesterfield	13	Lancaster	29	Williamsburg	45
Clarendon	14	Laurens	30	York	46
Colleton	15	Lee	31		
Darlington	16	Lexington	32		
APO/FPO Addresses					99
Outside of South Carolina					99
Outside of United States					88



STATE OF SOUTH CAROLINA DEPARTMENT OF REVENUE 2016 INDIVIDUAL INCOME TAX RETURN

SC1040 (Rev. 7/28/16) 3075

Form with fields for 'Your social security number' and 'Spouse's social security number', each with a 'Check if deceased' checkbox.

DO NOT USE THIS FORM TO FILE A CORRECTED RETURN. SEE SC1040 INSTRUCTIONS FOR ADDITIONAL INFORMATION.

Main address and identification section for the year 2016 and ending 2017. Includes fields for first name, last name, spouse's name, mailing address, city, state, zip, area code, and daytime telephone.

Checkboxes for filing status: SC Schedule NR, composite return, federal or state extension, Military COMBAT ZONE, and federally declared DISASTER AREA.

CHECK YOUR FEDERAL FILING STATUS section with options: (1) Single, (2) Married filing jointly, (3) Married filing separately, (4) Head-of-household, (5) Widow(er) with dependent child.

Federal Exemptions

Fields for entering the number of exemptions from your 2016 federal return, exemptions under age 6, and taxpayers age 65 or older.

Dependents:

Table with 5 columns: First name, Last name, Social security number, Relationship, Date of birth (MM/DD/YYYY).



INCOME AND ADJUSTMENTS

2016

1 Enter federal taxable income from your federal form. If zero or less, enter zero here.	1	Dollars	00
Nonresident filers complete Schedule NR and enter total from line 50 on line 5 below			

ADDITIONS TO FEDERAL TAXABLE INCOME

a State tax addback, if itemizing on federal return (See instructions)	a	00		
b Out-of-state losses (See instructions) Type: _____	b	00		
c Expenses related to National Guard and Military Reserve income	c	00		
d Interest income on obligations of states and political subdivisions other than South Carolina	d	00		
e Other additions to income. Attach an explanation (See instructions)	e	00		
2 Add lines a through e and enter the total here. These are your total additions	2			00
3 Add lines 1 and 2 and enter the total here	3			00

SUBTRACTIONS FROM FEDERAL TAXABLE INCOME

f State tax refund, if included on your federal return	f	00		Dollars
g Total and permanent disability retirement income, if taxed on your federal return	g	00		
h Out-of-state income/gain – Do not include personal service income (See instructions) Check type of income/gain: <input type="checkbox"/> Rental <input type="checkbox"/> Business <input type="checkbox"/> Other _____	h	00		
i 44% of net capital gains held for more than one year (See instructions)	i	00		
j Volunteer deductions (See instructions) Type: _____	j	00		
k Contributions to the SC College Investment Program ("Future Scholar") or the SC Tuition Prepayment Program (See instructions)	k	00		
l Active Trade or Business Income deduction (See instructions)	l	00		
m Interest income from obligations of the US government	m	00		
n Certain nontaxable National Guard or Reserve Pay (See instructions)	n	00		
o Social security and/or railroad retirement, if taxed on your federal return	o	00		
p Retirement Deduction (See instructions)				
p-1 Taxpayer: date of birth _____	p-1	00		
p-2 Spouse: date of birth _____	p-2	00		
p-3 Surviving spouse: date of birth of deceased spouse _____	p-3	00		
Military Retirement Deduction (See instructions)				
p-4 Taxpayer: date of birth _____	p-4	00		
p-5 Spouse: date of birth _____	p-5	00		
p-6 Surviving spouse: date of birth of deceased spouse _____	p-6	00		
q Age 65 and older deduction (See instructions)				
q-1 Taxpayer: date of birth _____	q-1	00		
q-2 Spouse: date of birth _____	q-2	00		
r Negative amount of federal taxable income	r	00		
s Subsistence allowance _____ days @ \$8.00	s	00		
t Dependents under the age of 6 years on December 31 of the tax year	t	00		
u Consumer Protection Services	u	00		
v Other subtractions (See instructions)	v	00		
4 Add lines f through v and enter here. These are your total subtractions	4		<	00 >
5 Residents subtract line 4 from line 3 and enter the difference. Nonresidents enter amount from Schedule NR, line 50. If less than zero, enter zero here This is your South Carolina INCOME SUBJECT TO TAX	5			00
6 TAX: enter tax from SOUTH CAROLINA tax tables	6	00		
7 TAX on Lump Sum Distribution (Attach SC4972)	7	00		
8 TAX on Active Trade or Business Income (Attach I-335)	8	00		
9 TAX on excess withdrawals from Catastrophe Savings Accounts	9	00		
10 Add lines 6 through 9 and enter the total here This is your TOTAL SOUTH CAROLINA TAX	10			00
11 Child and Dependent Care (See instructions)	11	00		
12 Two Wage Earner Credit (See instructions)	12	00		
13 Other non-refundable credits. Attach SC1040TC and other state return(s)	13	00		
14 TOTAL non-refundable credits. Add lines 11 through 13 and enter the total here	14			00
15 SUBTRACT line 14 from line 10. Enter the difference BUT NOT LESS THAN ZERO here	15			00



PAYMENTS AND REFUNDABLE CREDITS

16 SC INCOME TAX WITHHELD (Attach W-2 or SC41) ▶		00	20 Other SC withholding (Attach Form 1099) ▶		00
17 2016 estimated tax payments ▶		00	21 Tuition tax credit (Attach I-319) ▶		00
18 Amount paid with extension . . ▶		00	22 Other refundable credit(s) ▶		00
19 NR sale of real estate ▶		00	Check <input type="checkbox"/> Anhydrous Ammonia (Attach I-333) Type: <input type="checkbox"/> Milk Credit (Attach I-334) <input type="checkbox"/> Classroom Teacher Expenses (Attach I-360) <input type="checkbox"/> Parental Refundable Credit - ECENC		
23 Add lines 16 through 22 and enter the total here.			These are your TOTAL PAYMENTS		
24 If line 23 is LARGER than line 15, subtract line 15 from line 23 and enter the OVERPAYMENT	24	00			
25 If line 15 is LARGER than line 23, subtract line 23 from line 15 and enter the AMOUNT DUE	25	00			
26 USE TAX due on internet, mail-order or out-of-state purchases. ▶	26	00			
Use tax is based on your county's sales tax rate. See instructions for more information. If you certify that no use tax is due, check here . . . ▶ <input type="checkbox"/>					
27 Amount of line 24 to be credited to your 2017 Estimated Tax ▶	27	00			
28 Total Contributions for Check-offs (Attach I-330) ▶	28	00			
29 Add lines 26 through 28 and enter the total here	29	00			
30 If line 29 is larger than line 24, go to line 31. Otherwise, subtract line 29 from line 24 and enter the AMOUNT TO BE REFUNDED TO YOU (line 30a check box entry is required). REFUND ▶	30	00			
REFUND OPTIONS (subject to program limitations)					
30a Mark one refund choice: ▶ <input type="checkbox"/> Direct Deposit (30b required) ▶ <input type="checkbox"/> Debit Card* ▶ <input type="checkbox"/> Paper Check *SCDOR Income Tax Refund Prepaid Debit Card issued by Bank Of America					
30b Direct Deposit (for US Accounts Only) Type: <input type="checkbox"/> Checking <input type="checkbox"/> Savings					
Routing Number (RTN)		<input type="text"/>		Must be 9 digits. The first two numbers of the RTN must be 01 through 12 or 21 through 32	
Bank Account Number (BAN)		<input type="text"/>		1-17 digits	
31 Tax Due: Add lines 25 and 29. If line 29 is larger than line 24, subtract line 24 from line 29 and enter the amount . .	31	00			
32 Late filing and/or late payment: Penalties _____ Interest _____ (See instructions) Enter total here ▶	32	00			
33 Penalty for Underpayment of Estimated Tax (Attach SC2210) (See instructions and enter letter in box if applicable) Exception to Underpayment of Estimated Tax <input type="checkbox"/> ▶	33	00			
34 Add lines 31 through 33 and enter the AMOUNT YOU OWE here. BALANCE DUE ▶	34	00			

Pay electronically free of charge at dor.sc.gov. Click on DORePay and pay with Visa, MasterCard or by Electronic Funds Withdrawal (EFW).

I declare that this return and all attachments are true, correct and complete to the best of my knowledge and belief.

Your signature	Date	Spouse's signature (if married filing jointly, BOTH must sign)
Taxpayer's Email		
I authorize the Director of the SC Department of Revenue or delegate to discuss this return, attachments and related tax matters with the preparer. Yes <input type="checkbox"/> No <input type="checkbox"/>	Preparer's printed name	

If prepared by a person other than the taxpayer, his declaration is based on all information of which he has any knowledge.

Paid Preparer's Use Only	Preparer signature	Date	Check if self-employed <input type="checkbox"/>	PTIN
	Firm name (or yours if self-employed) and address and Zip Code			FEIN
				Phone No.

MAIL TO:



REFUNDS OR ZERO TAX
BALANCE DUE

SC1040 Processing Center, PO Box 101100, Columbia, SC 29211-0100

Taxable Processing Center, PO Box 101105, Columbia, SC 29211-0105

2016 Tax Table (Revised 7/12/16)

If taxable income is:			If taxable income is:			If taxable income is:			If taxable income is:			If taxable income is:		
AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:
			3,000			6,000			11,000			17,000		
0	20	\$0												
20	50	\$0	3,000	3,050	\$3	6,000	6,050	\$95	11,000	11,100	\$319	17,000	17,100	\$697
50	100	\$0	3,050	3,100	\$5	6,050	6,100	\$97	11,100	11,200	\$324	17,100	17,200	\$704
100	150	\$0	3,100	3,150	\$6	6,100	6,150	\$99	11,200	11,300	\$329	17,200	17,300	\$711
150	200	\$0	3,150	3,200	\$8	6,150	6,200	\$101	11,300	11,400	\$334	17,300	17,400	\$718
200	250	\$0	3,200	3,250	\$9	6,200	6,250	\$103	11,400	11,500	\$339	17,400	17,500	\$725
250	300	\$0	3,250	3,300	\$11	6,250	6,300	\$105	11,500	11,600	\$344	17,500	17,600	\$732
300	350	\$0	3,300	3,350	\$12	6,300	6,350	\$107	11,600	11,700	\$349	17,600	17,700	\$739
350	400	\$0	3,350	3,400	\$14	6,350	6,400	\$109	11,700	11,800	\$355	17,700	17,800	\$746
400	450	\$0	3,400	3,450	\$15	6,400	6,450	\$111	11,800	11,900	\$361	17,800	17,900	\$753
450	500	\$0	3,450	3,500	\$17	6,450	6,500	\$113	11,900	12,000	\$367	17,900	18,000	\$760
500	550	\$0	3,500	3,550	\$18	6,500	6,550	\$115	12,000	12,100	\$373	18,000	18,100	\$767
550	600	\$0	3,550	3,600	\$20	6,550	6,600	\$117	12,100	12,200	\$379	18,100	18,200	\$774
600	650	\$0	3,600	3,650	\$21	6,600	6,650	\$119	12,200	12,300	\$385	18,200	18,300	\$781
650	700	\$0	3,650	3,700	\$23	6,650	6,700	\$121	12,300	12,400	\$391	18,300	18,400	\$788
700	750	\$0	3,700	3,750	\$24	6,700	6,750	\$123	12,400	12,500	\$397	18,400	18,500	\$795
750	800	\$0	3,750	3,800	\$26	6,750	6,800	\$125	12,500	12,600	\$403	18,500	18,600	\$802
800	850	\$0	3,800	3,850	\$27	6,800	6,850	\$127	12,600	12,700	\$409	18,600	18,700	\$809
850	900	\$0	3,850	3,900	\$29	6,850	6,900	\$129	12,700	12,800	\$415	18,700	18,800	\$816
900	950	\$0	3,900	3,950	\$30	6,900	6,950	\$131	12,800	12,900	\$421	18,800	18,900	\$823
950	1,000	\$0	3,950	4,000	\$32	6,950	7,000	\$133	12,900	13,000	\$427	18,900	19,000	\$830
			4,000			7,000			13,000			19,000		
1,000	1,050	\$0	4,000	4,050	\$33	7,000	7,100	\$136	13,000	13,100	\$433	19,000	19,100	\$837
1,050	1,100	\$0	4,050	4,100	\$35	7,100	7,200	\$140	13,100	13,200	\$439	19,100	19,200	\$844
1,100	1,150	\$0	4,100	4,150	\$36	7,200	7,300	\$144	13,200	13,300	\$445	19,200	19,300	\$851
1,150	1,200	\$0	4,150	4,200	\$38	7,300	7,400	\$148	13,300	13,400	\$451	19,300	19,400	\$858
1,200	1,250	\$0	4,200	4,250	\$39	7,400	7,500	\$152	13,400	13,500	\$457	19,400	19,500	\$865
1,250	1,300	\$0	4,250	4,300	\$41	7,500	7,600	\$156	13,500	13,600	\$463	19,500	19,600	\$872
1,300	1,350	\$0	4,300	4,350	\$42	7,600	7,700	\$160	13,600	13,700	\$469	19,600	19,700	\$879
1,350	1,400	\$0	4,350	4,400	\$44	7,700	7,800	\$164	13,700	13,800	\$475	19,700	19,800	\$886
1,400	1,450	\$0	4,400	4,450	\$45	7,800	7,900	\$168	13,800	13,900	\$481	19,800	19,900	\$893
1,450	1,500	\$0	4,450	4,500	\$47	7,900	8,000	\$172	13,900	14,000	\$487	19,900	20,000	\$900
1,500	1,550	\$0	4,500	4,550	\$48	8,000	8,100	\$176	14,000	14,100	\$493	20,000	20,100	\$907
1,550	1,600	\$0	4,550	4,600	\$50	8,100	8,200	\$180	14,100	14,200	\$499	20,100	20,200	\$914
1,600	1,650	\$0	4,600	4,650	\$51	8,200	8,300	\$184	14,200	14,300	\$505	20,200	20,300	\$921
1,650	1,700	\$0	4,650	4,700	\$53	8,300	8,400	\$188	14,300	14,400	\$511	20,300	20,400	\$928
1,700	1,750	\$0	4,700	4,750	\$54	8,400	8,500	\$192	14,400	14,500	\$517	20,400	20,500	\$935
1,750	1,800	\$0	4,750	4,800	\$56	8,500	8,600	\$196	14,500	14,600	\$523	20,500	20,600	\$942
1,800	1,850	\$0	4,800	4,850	\$57	8,600	8,700	\$200	14,600	14,700	\$529	20,600	20,700	\$949
1,850	1,900	\$0	4,850	4,900	\$59	8,700	8,800	\$204	14,700	14,800	\$536	20,700	20,800	\$956
1,900	1,950	\$0	4,900	4,950	\$60	8,800	8,900	\$209	14,800	14,900	\$543	20,800	20,900	\$963
1,950	2,000	\$0	4,950	5,000	\$62	8,900	9,000	\$214	14,900	15,000	\$550	20,900	21,000	\$970
			5,000			9,000			15,000			21,000		
2,000	2,050	\$0	5,000	5,050	\$63	9,000	9,100	\$219	15,000	15,100	\$557	21,000	21,100	\$977
2,050	2,100	\$0	5,050	5,100	\$65	9,100	9,200	\$224	15,100	15,200	\$564	21,100	21,200	\$984
2,100	2,150	\$0	5,100	5,150	\$66	9,200	9,300	\$229	15,200	15,300	\$571	21,200	21,300	\$991
2,150	2,200	\$0	5,150	5,200	\$68	9,300	9,400	\$234	15,300	15,400	\$578	21,300	21,400	\$998
2,200	2,250	\$0	5,200	5,250	\$69	9,400	9,500	\$239	15,400	15,500	\$585	21,400	21,500	\$1,005
2,250	2,300	\$0	5,250	5,300	\$71	9,500	9,600	\$244	15,500	15,600	\$592	21,500	21,600	\$1,012
2,300	2,350	\$0	5,300	5,350	\$72	9,600	9,700	\$249	15,600	15,700	\$599	21,600	21,700	\$1,019
2,350	2,400	\$0	5,350	5,400	\$74	9,700	9,800	\$254	15,700	15,800	\$606	21,700	21,800	\$1,026
2,400	2,450	\$0	5,400	5,450	\$75	9,800	9,900	\$259	15,800	15,900	\$613	21,800	21,900	\$1,033
2,450	2,500	\$0	5,450	5,500	\$77	9,900	10,000	\$264	15,900	16,000	\$620	21,900	22,000	\$1,040
2,500	2,550	\$0	5,500	5,550	\$78	10,000	10,100	\$269	16,000	16,100	\$627	22,000	22,100	\$1,047
2,550	2,600	\$0	5,550	5,600	\$80	10,100	10,200	\$274	16,100	16,200	\$634	22,100	22,200	\$1,054
2,600	2,650	\$0	5,600	5,650	\$81	10,200	10,300	\$279	16,200	16,300	\$641	22,200	22,300	\$1,061
2,650	2,700	\$0	5,650	5,700	\$83	10,300	10,400	\$284	16,300	16,400	\$648	22,300	22,400	\$1,068
2,700	2,750	\$0	5,700	5,750	\$84	10,400	10,500	\$289	16,400	16,500	\$655	22,400	22,500	\$1,075
2,750	2,800	\$0	5,750	5,800	\$86	10,500	10,600	\$294	16,500	16,600	\$662	22,500	22,600	\$1,082
2,800	2,850	\$0	5,800	5,850	\$87	10,600	10,700	\$299	16,600	16,700	\$669	22,600	22,700	\$1,089
2,850	2,900	\$0	5,850	5,900	\$89	10,700	10,800	\$304	16,700	16,800	\$676	22,700	22,800	\$1,096
2,900	2,950	\$0	5,900	5,950	\$91	10,800	10,900	\$309	16,800	16,900	\$683	22,800	22,900	\$1,103
2,950	3,000	\$2	5,950	6,000	\$93	10,900	11,000	\$314	16,900	17,000	\$690	22,900	23,000	\$1,110

2016 Tax Table

If taxable income is:			If taxable income is:			If taxable income is:			If taxable income is:			If taxable income is:		
AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:
23,000			29,000			35,000			41,000			47,000		
23,000	23,100	\$1,117	29,000	29,100	\$1,537	35,000	35,100	\$1,957	41,000	41,100	\$2,377	47,000	47,100	\$2,797
23,100	23,200	\$1,124	29,100	29,200	\$1,544	35,100	35,200	\$1,964	41,100	41,200	\$2,384	47,100	47,200	\$2,804
23,200	23,300	\$1,131	29,200	29,300	\$1,551	35,200	35,300	\$1,971	41,200	41,300	\$2,391	47,200	47,300	\$2,811
23,300	23,400	\$1,138	29,300	29,400	\$1,558	35,300	35,400	\$1,978	41,300	41,400	\$2,398	47,300	47,400	\$2,818
23,400	23,500	\$1,145	29,400	29,500	\$1,565	35,400	35,500	\$1,985	41,400	41,500	\$2,405	47,400	47,500	\$2,825
23,500	23,600	\$1,152	29,500	29,600	\$1,572	35,500	35,600	\$1,992	41,500	41,600	\$2,412	47,500	47,600	\$2,832
23,600	23,700	\$1,159	29,600	29,700	\$1,579	35,600	35,700	\$1,999	41,600	41,700	\$2,419	47,600	47,700	\$2,839
23,700	23,800	\$1,166	29,700	29,800	\$1,586	35,700	35,800	\$2,006	41,700	41,800	\$2,426	47,700	47,800	\$2,846
23,800	23,900	\$1,173	29,800	29,900	\$1,593	35,800	35,900	\$2,013	41,800	41,900	\$2,433	47,800	47,900	\$2,853
23,900	24,000	\$1,180	29,900	30,000	\$1,600	35,900	36,000	\$2,020	41,900	42,000	\$2,440	47,900	48,000	\$2,860
24,000	24,100	\$1,187	30,000	30,100	\$1,607	36,000	36,100	\$2,027	42,000	42,100	\$2,447	48,000	48,100	\$2,867
24,100	24,200	\$1,194	30,100	30,200	\$1,614	36,100	36,200	\$2,034	42,100	42,200	\$2,454	48,100	48,200	\$2,874
24,200	24,300	\$1,201	30,200	30,300	\$1,621	36,200	36,300	\$2,041	42,200	42,300	\$2,461	48,200	48,300	\$2,881
24,300	24,400	\$1,208	30,300	30,400	\$1,628	36,300	36,400	\$2,048	42,300	42,400	\$2,468	48,300	48,400	\$2,888
24,400	24,500	\$1,215	30,400	30,500	\$1,635	36,400	36,500	\$2,055	42,400	42,500	\$2,475	48,400	48,500	\$2,895
24,500	24,600	\$1,222	30,500	30,600	\$1,642	36,500	36,600	\$2,062	42,500	42,600	\$2,482	48,500	48,600	\$2,902
24,600	24,700	\$1,229	30,600	30,700	\$1,649	36,600	36,700	\$2,069	42,600	42,700	\$2,489	48,600	48,700	\$2,909
24,700	24,800	\$1,236	30,700	30,800	\$1,656	36,700	36,800	\$2,076	42,700	42,800	\$2,496	48,700	48,800	\$2,916
24,800	24,900	\$1,243	30,800	30,900	\$1,663	36,800	36,900	\$2,083	42,800	42,900	\$2,503	48,800	48,900	\$2,923
24,900	25,000	\$1,250	30,900	31,000	\$1,670	36,900	37,000	\$2,090	42,900	43,000	\$2,510	48,900	49,000	\$2,930
25,000			31,000			37,000			43,000			49,000		
25,000	25,100	\$1,257	31,000	31,100	\$1,677	37,000	37,100	\$2,097	43,000	43,100	\$2,517	49,000	49,100	\$2,937
25,100	25,200	\$1,264	31,100	31,200	\$1,684	37,100	37,200	\$2,104	43,100	43,200	\$2,524	49,100	49,200	\$2,944
25,200	25,300	\$1,271	31,200	31,300	\$1,691	37,200	37,300	\$2,111	43,200	43,300	\$2,531	49,200	49,300	\$2,951
25,300	25,400	\$1,278	31,300	31,400	\$1,698	37,300	37,400	\$2,118	43,300	43,400	\$2,538	49,300	49,400	\$2,958
25,400	25,500	\$1,285	31,400	31,500	\$1,705	37,400	37,500	\$2,125	43,400	43,500	\$2,545	49,400	49,500	\$2,965
25,500	25,600	\$1,292	31,500	31,600	\$1,712	37,500	37,600	\$2,132	43,500	43,600	\$2,552	49,500	49,600	\$2,972
25,600	25,700	\$1,299	31,600	31,700	\$1,719	37,600	37,700	\$2,139	43,600	43,700	\$2,559	49,600	49,700	\$2,979
25,700	25,800	\$1,306	31,700	31,800	\$1,726	37,700	37,800	\$2,146	43,700	43,800	\$2,566	49,700	49,800	\$2,986
25,800	25,900	\$1,313	31,800	31,900	\$1,733	37,800	37,900	\$2,153	43,800	43,900	\$2,573	49,800	49,900	\$2,993
25,900	26,000	\$1,320	31,900	32,000	\$1,740	37,900	38,000	\$2,160	43,900	44,000	\$2,580	49,900	50,000	\$3,000
26,000	26,100	\$1,327	32,000	32,100	\$1,747	38,000	38,100	\$2,167	44,000	44,100	\$2,587	50,000	50,100	\$3,007
26,100	26,200	\$1,334	32,100	32,200	\$1,754	38,100	38,200	\$2,174	44,100	44,200	\$2,594	50,100	50,200	\$3,014
26,200	26,300	\$1,341	32,200	32,300	\$1,761	38,200	38,300	\$2,181	44,200	44,300	\$2,601	50,200	50,300	\$3,021
26,300	26,400	\$1,348	32,300	32,400	\$1,768	38,300	38,400	\$2,188	44,300	44,400	\$2,608	50,300	50,400	\$3,028
26,400	26,500	\$1,355	32,400	32,500	\$1,775	38,400	38,500	\$2,195	44,400	44,500	\$2,615	50,400	50,500	\$3,035
26,500	26,600	\$1,362	32,500	32,600	\$1,782	38,500	38,600	\$2,202	44,500	44,600	\$2,622	50,500	50,600	\$3,042
26,600	26,700	\$1,369	32,600	32,700	\$1,789	38,600	38,700	\$2,209	44,600	44,700	\$2,629	50,600	50,700	\$3,049
26,700	26,800	\$1,376	32,700	32,800	\$1,796	38,700	38,800	\$2,216	44,700	44,800	\$2,636	50,700	50,800	\$3,056
26,800	26,900	\$1,383	32,800	32,900	\$1,803	38,800	38,900	\$2,223	44,800	44,900	\$2,643	50,800	50,900	\$3,063
26,900	27,000	\$1,390	32,900	33,000	\$1,810	38,900	39,000	\$2,230	44,900	45,000	\$2,650	50,900	51,000	\$3,070
27,000			33,000			39,000			45,000			51,000		
27,000	27,100	\$1,397	33,000	33,100	\$1,817	39,000	39,100	\$2,237	45,000	45,100	\$2,657	51,000	51,100	\$3,077
27,100	27,200	\$1,404	33,100	33,200	\$1,824	39,100	39,200	\$2,244	45,100	45,200	\$2,664	51,100	51,200	\$3,084
27,200	27,300	\$1,411	33,200	33,300	\$1,831	39,200	39,300	\$2,251	45,200	45,300	\$2,671	51,200	51,300	\$3,091
27,300	27,400	\$1,418	33,300	33,400	\$1,838	39,300	39,400	\$2,258	45,300	45,400	\$2,678	51,300	51,400	\$3,098
27,400	27,500	\$1,425	33,400	33,500	\$1,845	39,400	39,500	\$2,265	45,400	45,500	\$2,685	51,400	51,500	\$3,105
27,500	27,600	\$1,432	33,500	33,600	\$1,852	39,500	39,600	\$2,272	45,500	45,600	\$2,692	51,500	51,600	\$3,112
27,600	27,700	\$1,439	33,600	33,700	\$1,859	39,600	39,700	\$2,279	45,600	45,700	\$2,699	51,600	51,700	\$3,119
27,700	27,800	\$1,446	33,700	33,800	\$1,866	39,700	39,800	\$2,286	45,700	45,800	\$2,706	51,700	51,800	\$3,126
27,800	27,900	\$1,453	33,800	33,900	\$1,873	39,800	39,900	\$2,293	45,800	45,900	\$2,713	51,800	51,900	\$3,133
27,900	28,000	\$1,460	33,900	34,000	\$1,880	39,900	40,000	\$2,300	45,900	46,000	\$2,720	51,900	52,000	\$3,140
28,000	28,100	\$1,467	34,000	34,100	\$1,887	40,000	40,100	\$2,307	46,000	46,100	\$2,727	52,000	52,100	\$3,147
28,100	28,200	\$1,474	34,100	34,200	\$1,894	40,100	40,200	\$2,314	46,100	46,200	\$2,734	52,100	52,200	\$3,154
28,200	28,300	\$1,481	34,200	34,300	\$1,901	40,200	40,300	\$2,321	46,200	46,300	\$2,741	52,200	52,300	\$3,161
28,300	28,400	\$1,488	34,300	34,400	\$1,908	40,300	40,400	\$2,328	46,300	46,400	\$2,748	52,300	52,400	\$3,168
28,400	28,500	\$1,495	34,400	34,500	\$1,915	40,400	40,500	\$2,335	46,400	46,500	\$2,755	52,400	52,500	\$3,175
28,500	28,600	\$1,502	34,500	34,600	\$1,922	40,500	40,600	\$2,342	46,500	46,600	\$2,762	52,500	52,600	\$3,182
28,600	28,700	\$1,509	34,600	34,700	\$1,929	40,600	40,700	\$2,349	46,600	46,700	\$2,769	52,600	52,700	\$3,189
28,700	28,800	\$1,516	34,700	34,800	\$1,936	40,700	40,800	\$2,356	46,700	46,800	\$2,776	52,700	52,800	\$3,196
28,800	28,900	\$1,523	34,800	34,900	\$1,943	40,800	40,900	\$2,363	46,800	46,900	\$2,783	52,800	52,900	\$3,203
28,900	29,000	\$1,530	34,900	35,000	\$1,950	40,900	41,000	\$2,370	46,900	47,000	\$2,790	52,900	53,000	\$3,210

2016 Tax Table

If taxable income is:			If taxable income is:			If taxable income is:			If taxable income is:			If taxable income is:		
AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:
53,000			59,000			65,000			71,000			77,000		
53,000	53,100	\$3,217	59,000	59,100	\$3,637	65,000	65,100	\$4,057	71,000	71,100	\$4,477	77,000	77,100	\$4,897
53,100	53,200	\$3,224	59,100	59,200	\$3,644	65,100	65,200	\$4,064	71,100	71,200	\$4,484	77,100	77,200	\$4,904
53,200	53,300	\$3,231	59,200	59,300	\$3,651	65,200	65,300	\$4,071	71,200	71,300	\$4,491	77,200	77,300	\$4,911
53,300	53,400	\$3,238	59,300	59,400	\$3,658	65,300	65,400	\$4,078	71,300	71,400	\$4,498	77,300	77,400	\$4,918
53,400	53,500	\$3,245	59,400	59,500	\$3,665	65,400	65,500	\$4,085	71,400	71,500	\$4,505	77,400	77,500	\$4,925
53,500	53,600	\$3,252	59,500	59,600	\$3,672	65,500	65,600	\$4,092	71,500	71,600	\$4,512	77,500	77,600	\$4,932
53,600	53,700	\$3,259	59,600	59,700	\$3,679	65,600	65,700	\$4,099	71,600	71,700	\$4,519	77,600	77,700	\$4,939
53,700	53,800	\$3,266	59,700	59,800	\$3,686	65,700	65,800	\$4,106	71,700	71,800	\$4,526	77,700	77,800	\$4,946
53,800	53,900	\$3,273	59,800	59,900	\$3,693	65,800	65,900	\$4,113	71,800	71,900	\$4,533	77,800	77,900	\$4,953
53,900	54,000	\$3,280	59,900	60,000	\$3,700	65,900	66,000	\$4,120	71,900	72,000	\$4,540	77,900	78,000	\$4,960
54,000	54,100	\$3,287	60,000	60,100	\$3,707	66,000	66,100	\$4,127	72,000	72,100	\$4,547	78,000	78,100	\$4,967
54,100	54,200	\$3,294	60,100	60,200	\$3,714	66,100	66,200	\$4,134	72,100	72,200	\$4,554	78,100	78,200	\$4,974
54,200	54,300	\$3,301	60,200	60,300	\$3,721	66,200	66,300	\$4,141	72,200	72,300	\$4,561	78,200	78,300	\$4,981
54,300	54,400	\$3,308	60,300	60,400	\$3,728	66,300	66,400	\$4,148	72,300	72,400	\$4,568	78,300	78,400	\$4,988
54,400	54,500	\$3,315	60,400	60,500	\$3,735	66,400	66,500	\$4,155	72,400	72,500	\$4,575	78,400	78,500	\$4,995
54,500	54,600	\$3,322	60,500	60,600	\$3,742	66,500	66,600	\$4,162	72,500	72,600	\$4,582	78,500	78,600	\$5,002
54,600	54,700	\$3,329	60,600	60,700	\$3,749	66,600	66,700	\$4,169	72,600	72,700	\$4,589	78,600	78,700	\$5,009
54,700	54,800	\$3,336	60,700	60,800	\$3,756	66,700	66,800	\$4,176	72,700	72,800	\$4,596	78,700	78,800	\$5,016
54,800	54,900	\$3,343	60,800	60,900	\$3,763	66,800	66,900	\$4,183	72,800	72,900	\$4,603	78,800	78,900	\$5,023
54,900	55,000	\$3,350	60,900	61,000	\$3,770	66,900	67,000	\$4,190	72,900	73,000	\$4,610	78,900	79,000	\$5,030
55,000			61,000			67,000			73,000			79,000		
55,000	55,100	\$3,357	61,000	61,100	\$3,777	67,000	67,100	\$4,197	73,000	73,100	\$4,617	79,000	79,100	\$5,037
55,100	55,200	\$3,364	61,100	61,200	\$3,784	67,100	67,200	\$4,204	73,100	73,200	\$4,624	79,100	79,200	\$5,044
55,200	55,300	\$3,371	61,200	61,300	\$3,791	67,200	67,300	\$4,211	73,200	73,300	\$4,631	79,200	79,300	\$5,051
55,300	55,400	\$3,378	61,300	61,400	\$3,798	67,300	67,400	\$4,218	73,300	73,400	\$4,638	79,300	79,400	\$5,058
55,400	55,500	\$3,385	61,400	61,500	\$3,805	67,400	67,500	\$4,225	73,400	73,500	\$4,645	79,400	79,500	\$5,065
55,500	55,600	\$3,392	61,500	61,600	\$3,812	67,500	67,600	\$4,232	73,500	73,600	\$4,652	79,500	79,600	\$5,072
55,600	55,700	\$3,399	61,600	61,700	\$3,819	67,600	67,700	\$4,239	73,600	73,700	\$4,659	79,600	79,700	\$5,079
55,700	55,800	\$3,406	61,700	61,800	\$3,826	67,700	67,800	\$4,246	73,700	73,800	\$4,666	79,700	79,800	\$5,086
55,800	55,900	\$3,413	61,800	61,900	\$3,833	67,800	67,900	\$4,253	73,800	73,900	\$4,673	79,800	79,900	\$5,093
55,900	56,000	\$3,420	61,900	62,000	\$3,840	67,900	68,000	\$4,260	73,900	74,000	\$4,680	79,900	80,000	\$5,100
56,000	56,100	\$3,427	62,000	62,100	\$3,847	68,000	68,100	\$4,267	74,000	74,100	\$4,687	80,000	80,100	\$5,107
56,100	56,200	\$3,434	62,100	62,200	\$3,854	68,100	68,200	\$4,274	74,100	74,200	\$4,694	80,100	80,200	\$5,114
56,200	56,300	\$3,441	62,200	62,300	\$3,861	68,200	68,300	\$4,281	74,200	74,300	\$4,701	80,200	80,300	\$5,121
56,300	56,400	\$3,448	62,300	62,400	\$3,868	68,300	68,400	\$4,288	74,300	74,400	\$4,708	80,300	80,400	\$5,128
56,400	56,500	\$3,455	62,400	62,500	\$3,875	68,400	68,500	\$4,295	74,400	74,500	\$4,715	80,400	80,500	\$5,135
56,500	56,600	\$3,462	62,500	62,600	\$3,882	68,500	68,600	\$4,302	74,500	74,600	\$4,722	80,500	80,600	\$5,142
56,600	56,700	\$3,469	62,600	62,700	\$3,889	68,600	68,700	\$4,309	74,600	74,700	\$4,729	80,600	80,700	\$5,149
56,700	56,800	\$3,476	62,700	62,800	\$3,896	68,700	68,800	\$4,316	74,700	74,800	\$4,736	80,700	80,800	\$5,156
56,800	56,900	\$3,483	62,800	62,900	\$3,903	68,800	68,900	\$4,323	74,800	74,900	\$4,743	80,800	80,900	\$5,163
56,900	57,000	\$3,490	62,900	63,000	\$3,910	68,900	69,000	\$4,330	74,900	75,000	\$4,750	80,900	81,000	\$5,170
57,000			63,000			69,000			75,000			81,000		
57,000	57,100	\$3,497	63,000	63,100	\$3,917	69,000	69,100	\$4,337	75,000	75,100	\$4,757	81,000	81,100	\$5,177
57,100	57,200	\$3,504	63,100	63,200	\$3,924	69,100	69,200	\$4,344	75,100	75,200	\$4,764	81,100	81,200	\$5,184
57,200	57,300	\$3,511	63,200	63,300	\$3,931	69,200	69,300	\$4,351	75,200	75,300	\$4,771	81,200	81,300	\$5,191
57,300	57,400	\$3,518	63,300	63,400	\$3,938	69,300	69,400	\$4,358	75,300	75,400	\$4,778	81,300	81,400	\$5,198
57,400	57,500	\$3,525	63,400	63,500	\$3,945	69,400	69,500	\$4,365	75,400	75,500	\$4,785	81,400	81,500	\$5,205
57,500	57,600	\$3,532	63,500	63,600	\$3,952	69,500	69,600	\$4,372	75,500	75,600	\$4,792	81,500	81,600	\$5,212
57,600	57,700	\$3,539	63,600	63,700	\$3,959	69,600	69,700	\$4,379	75,600	75,700	\$4,799	81,600	81,700	\$5,219
57,700	57,800	\$3,546	63,700	63,800	\$3,966	69,700	69,800	\$4,386	75,700	75,800	\$4,806	81,700	81,800	\$5,226
57,800	57,900	\$3,553	63,800	63,900	\$3,973	69,800	69,900	\$4,393	75,800	75,900	\$4,813	81,800	81,900	\$5,233
57,900	58,000	\$3,560	63,900	64,000	\$3,980	69,900	70,000	\$4,400	75,900	76,000	\$4,820	81,900	82,000	\$5,240
58,000	58,100	\$3,567	64,000	64,100	\$3,987	70,000	70,100	\$4,407	76,000	76,100	\$4,827	82,000	82,100	\$5,247
58,100	58,200	\$3,574	64,100	64,200	\$3,994	70,100	70,200	\$4,414	76,100	76,200	\$4,834	82,100	82,200	\$5,254
58,200	58,300	\$3,581	64,200	64,300	\$4,001	70,200	70,300	\$4,421	76,200	76,300	\$4,841	82,200	82,300	\$5,261
58,300	58,400	\$3,588	64,300	64,400	\$4,008	70,300	70,400	\$4,428	76,300	76,400	\$4,848	82,300	82,400	\$5,268
58,400	58,500	\$3,595	64,400	64,500	\$4,015	70,400	70,500	\$4,435	76,400	76,500	\$4,855	82,400	82,500	\$5,275
58,500	58,600	\$3,602	64,500	64,600	\$4,022	70,500	70,600	\$4,442	76,500	76,600	\$4,862	82,500	82,600	\$5,282
58,600	58,700	\$3,609	64,600	64,700	\$4,029	70,600	70,700	\$4,449	76,600	76,700	\$4,869	82,600	82,700	\$5,289
58,700	58,800	\$3,616	64,700	64,800	\$4,036	70,700	70,800	\$4,456	76,700	76,800	\$4,876	82,700	82,800	\$5,296
58,800	58,900	\$3,623	64,800	64,900	\$4,043	70,800	70,900	\$4,463	76,800	76,900	\$4,883	82,800	82,900	\$5,303
58,900	59,000	\$3,630	64,900	65,000	\$4,050	70,900	71,000	\$4,470	76,900	77,000	\$4,890	82,900	83,000	\$5,310

2016 Tax Table

If taxable income is:			If taxable income is:			If taxable income is:			If taxable income is:			If taxable income is:		
AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:	AT LEAST	BUT LESS THAN	Your Tax Is:
83,000			87,000			91,000			95,000			99,000		
83,000	83,100	\$5,317	87,000	87,100	\$5,597	91,000	91,100	\$5,877	95,000	95,100	\$6,157	99,000	99,100	\$6,437
83,100	83,200	\$5,324	87,100	87,200	\$5,604	91,100	91,200	\$5,884	95,100	95,200	\$6,164	99,100	99,200	\$6,444
83,200	83,300	\$5,331	87,200	87,300	\$5,611	91,200	91,300	\$5,891	95,200	95,300	\$6,171	99,200	99,300	\$6,451
83,300	83,400	\$5,338	87,300	87,400	\$5,618	91,300	91,400	\$5,898	95,300	95,400	\$6,178	99,300	99,400	\$6,458
83,400	83,500	\$5,345	87,400	87,500	\$5,625	91,400	91,500	\$5,905	95,400	95,500	\$6,185	99,400	99,500	\$6,465
83,500	83,600	\$5,352	87,500	87,600	\$5,632	91,500	91,600	\$5,912	95,500	95,600	\$6,192	99,500	99,600	\$6,472
83,600	83,700	\$5,359	87,600	87,700	\$5,639	91,600	91,700	\$5,919	95,600	95,700	\$6,199	99,600	99,700	\$6,479
83,700	83,800	\$5,366	87,700	87,800	\$5,646	91,700	91,800	\$5,926	95,700	95,800	\$6,206	99,700	99,800	\$6,486
83,800	83,900	\$5,373	87,800	87,900	\$5,653	91,800	91,900	\$5,933	95,800	95,900	\$6,213	99,800	99,900	\$6,493
83,900	84,000	\$5,380	87,900	88,000	\$5,660	91,900	92,000	\$5,940	95,900	96,000	\$6,220	99,900	100,000	\$6,500
84,000	84,100	\$5,387	88,000	88,100	\$5,667	92,000	92,100	\$5,947	96,000	96,100	\$6,227	\$100,000 or over use tax rate schedule below		
84,100	84,200	\$5,394	88,100	88,200	\$5,674	92,100	92,200	\$5,954	96,100	96,200	\$6,234			
84,200	84,300	\$5,401	88,200	88,300	\$5,681	92,200	92,300	\$5,961	96,200	96,300	\$6,241			
84,300	84,400	\$5,408	88,300	88,400	\$5,688	92,300	92,400	\$5,968	96,300	96,400	\$6,248			
84,400	84,500	\$5,415	88,400	88,500	\$5,695	92,400	92,500	\$5,975	96,400	96,500	\$6,255			
84,500	84,600	\$5,422	88,500	88,600	\$5,702	92,500	92,600	\$5,982	96,500	96,600	\$6,262			
84,600	84,700	\$5,429	88,600	88,700	\$5,709	92,600	92,700	\$5,989	96,600	96,700	\$6,269			
84,700	84,800	\$5,436	88,700	88,800	\$5,716	92,700	92,800	\$5,996	96,700	96,800	\$6,276			
84,800	84,900	\$5,443	88,800	88,900	\$5,723	92,800	92,900	\$6,003	96,800	96,900	\$6,283			
84,900	85,000	\$5,450	88,900	89,000	\$5,730	92,900	93,000	\$6,010	96,900	97,000	\$6,290			
85,000			89,000			93,000			97,000					
85,000	85,100	\$5,457	89,000	89,100	\$5,737	93,000	93,100	\$6,017	97,000	97,100	\$6,297			
85,100	85,200	\$5,464	89,100	89,200	\$5,744	93,100	93,200	\$6,024	97,100	97,200	\$6,304			
85,200	85,300	\$5,471	89,200	89,300	\$5,751	93,200	93,300	\$6,031	97,200	97,300	\$6,311			
85,300	85,400	\$5,478	89,300	89,400	\$5,758	93,300	93,400	\$6,038	97,300	97,400	\$6,318			
85,400	85,500	\$5,485	89,400	89,500	\$5,765	93,400	93,500	\$6,045	97,400	97,500	\$6,325			
85,500	85,600	\$5,492	89,500	89,600	\$5,772	93,500	93,600	\$6,052	97,500	97,600	\$6,332			
85,600	85,700	\$5,499	89,600	89,700	\$5,779	93,600	93,700	\$6,059	97,600	97,700	\$6,339			
85,700	85,800	\$5,506	89,700	89,800	\$5,786	93,700	93,800	\$6,066	97,700	97,800	\$6,346			
85,800	85,900	\$5,513	89,800	89,900	\$5,793	93,800	93,900	\$6,073	97,800	97,900	\$6,353			
85,900	86,000	\$5,520	89,900	90,000	\$5,800	93,900	94,000	\$6,080	97,900	98,000	\$6,360			
86,000	86,100	\$5,527	90,000	90,100	\$5,807	94,000	94,100	\$6,087	98,000	98,100	\$6,367			
86,100	86,200	\$5,534	90,100	90,200	\$5,814	94,100	94,200	\$6,094	98,100	98,200	\$6,374			
86,200	86,300	\$5,541	90,200	90,300	\$5,821	94,200	94,300	\$6,101	98,200	98,300	\$6,381			
86,300	86,400	\$5,548	90,300	90,400	\$5,828	94,300	94,400	\$6,108	98,300	98,400	\$6,388			
86,400	86,500	\$5,555	90,400	90,500	\$5,835	94,400	94,500	\$6,115	98,400	98,500	\$6,395			
86,500	86,600	\$5,562	90,500	90,600	\$5,842	94,500	94,600	\$6,122	98,500	98,600	\$6,402			
86,600	86,700	\$5,569	90,600	90,700	\$5,849	94,600	94,700	\$6,129	98,600	98,700	\$6,409			
86,700	86,800	\$5,576	90,700	90,800	\$5,856	94,700	94,800	\$6,136	98,700	98,800	\$6,416			
86,800	86,900	\$5,583	90,800	90,900	\$5,863	94,800	94,900	\$6,143	98,800	98,900	\$6,423			
86,900	87,000	\$5,590	90,900	91,000	\$5,870	94,900	95,000	\$6,150	98,900	99,000	\$6,430			

2016 Tax Rate Schedule for taxable income of \$100,000 or more

Caution: You must use the Tax Tables instead of this Tax Rate Schedule if your taxable income is less than \$100,000.

Use this rate schedule regardless of the filing status you checked on Form SC1040.

If the amount on SC1040, line 5 is **\$100,000 or more:**

Multiply the amount on line 5 by 7%;

Subtract \$496; and

Enter the difference on line 6.

Example of Tax Rate Schedule Computation

If South Carolina income subject to tax on SC1040, line 5 is \$101,000, the tax is calculated as follows:

\$101,000	income from SC1040 line 5
X .07	(.07)
7,070	
- 496	subtraction amount (constant)
\$6,574	tax

\$6,574 is the amount of tax to be entered on SC1040, line 6 in this example.

AVOIDING COMMON ERRORS THAT CAN DELAY YOUR REFUND

Follow these guidelines to avoid delays in processing your return

DO	DON'T
<ul style="list-style-type: none"> ⊕ DO use an Electronic Filing option. ⊕ DO use direct deposit! ⊕ DO use the proper form. Make sure that the form you use is for the correct tax year. ⊕ DO include all Social Security numbers (SSNs) and make sure they are correct. ⊕ DO mark your filing status. Generally, it should match the filing status marked on your federal return. ⊕ DO send all 3 pages of the SC1040 plus any additional schedules and documents required. ⊕ DO if you have Schedule NR, attach it to your SC1040 and make sure you mark the NR box. ⊕ DO sign your return! Both spouses must sign a married filing joint return. ⊕ DO make sure your mailing address is complete and accurate on your return. ⊕ DO sign your check payable to South Carolina Department of Revenue and make sure the wording matches the dollar amount. ⊕ DO include SC withholding on line 16 for W-2s and line 20 for 1099s. ⊕ DO attach SC1040TC if you claim a tax credit. 	<ul style="list-style-type: none"> ⊗ DON'T claim the two wage earner credit unless your filing status is married filing jointly. ⊗ DON'T claim state withholding paid to another state. ⊗ DON'T send additional copies of your tax return. If you file electronically, you do not need to submit a paper copy. ⊗ DON'T use SC1040 to change or correct an original return that has been filed. Complete and submit SC1040X Amended Income Tax Return.

Failure to follow these guidelines can slow down processing of your return and delay your refund! Your return may be mailed back to you if all requested information is not provided. Before you file:

- Make sure you have received **ALL** of your W-2s and other tax documents.
- You will need to have your correct Social Security number. If you cannot get a Social Security Number, you will need to apply for an Individual Taxpayer Identification Number from the IRS.
- Double check all Social Security numbers, your name, address and all of your math calculations.
- Make a copy of your complete return for your records.
- Documents and schedules (if present) should be placed in the following order:
 1. W2s
 2. 1099s with South Carolina Withholding
 3. SC1040 - ALL 3 pages
 4. SC1040NR - Non-Resident Schedule
 5. SC1040TC – Tax Credit
 6. I-319 – Tuition Tax Credit
 7. I-330 – Contributions for Check-Offs
 8. Any other South Carolina forms/schedules
 9. Any Federal forms/schedules

TAXPAYER ADVOCATE

If you have a tax concern, you should first contact taxpayer assistance at 1- 844-898-8542. In the case of a letter or notice from the Department, call the telephone number provided on the letter or notice. The Taxpayer Advocate Section provides assistance for the following tax issues: innocent spouse requests for Department of Revenue debts, certificates of tax compliance, and lottery compliance. If you need assistance with any of the above tax issues handled by our department, call 803-898-5199 for innocent spouse and 803-898-5381 for compliance.

TAXPAYERS' BILL OF RIGHTS

- You have the right to apply for assistance from the Taxpayer Rights' Advocate within the Department of Revenue. The advocate or his designee is responsible for facilitating resolution of taxpayer complaints and problems.
- You have the right to request and receive forms, instructions and other written materials in plain, easy-to-understand language.
- You have the right to prompt, courteous service from us in all your dealings with the Department of Revenue.
- You have the right to request and receive written information guides, which explain in simple and nontechnical language, appeal procedures and your remedies as a taxpayer.
- You have the right to receive notices which contain descriptions of the basis for and identification of amounts of any tax, interest and penalties due.

Under the provisions of Section 12-4-340 of the 1976 code of laws, any outstanding liabilities due and owing to South Carolina Department of Revenue for more than 6 months may be assigned to a private collection agency for collecting actions.

VOLUNTEER INCOME TAX ASSISTANCE

The Volunteer Income Tax Assistance (VITA) program provides free tax assistance to lower income, elderly and handicapped people. Generally, those who

receive these services cannot afford professional tax assistance. Volunteers are located throughout the state. Call 211 for more information.

COPIES OF PRIOR YEAR RETURNS

You can obtain a copy/transcript of a prior year tax return by completing SC4506, Request for Copy of Tax Form or Tax Account Information/Transcript. There is a \$5.00 charge for each copy (plus sales tax). If you do not have a SC4506, you can send a written request containing the following information: your name, Social Security Number, and if you filed a joint return, the name and Social Security number of your spouse, the form number, the tax period or year, and your current address. You must sign the request. Allow 45 days to receive your copy. Please see the SC4506 for additional information. Forms can be found on our website dor.sc.gov/forms.

TAXPAYER SERVICE CENTERS

COLUMBIA

300A Outlet Pointe Blvd.
Columbia, SC 29210

CHARLESTON

2 South Park Circle, Suite 100
Charleston, SC 29407

FLORENCE

1452 West Evans Street
Florence, SC 29501

MYRTLE BEACH

1350 Farrow Parkway, Suite 200
Myrtle Beach, SC 29577

GREENVILLE

545 North Pleasantburg Drive
Greenville, SC 29607

ROCK HILL

454 Anderson Road South, Suite 202
Rock Hill, SC 29730

Satellite location listing: dor.sc.gov/contact/in-person.