



STATE OF SOUTH CAROLINA
DEPARTMENT OF REVENUE
**RECAPTURE OF CAPITAL
INVESTMENT CREDIT**
Attach this form to your return.

Name as Shown on Tax Return

SSN or FEIN

IMPORTANT:

Use 2010 version of this form for recapture of credit for qualifying investments made in an Economic Impact Zone before January 1, 2011. See instructions.

Properties

1. Date property was placed in service _____
2. Date of disposal or removal from this State _____
3. Cost or other basis _____
4. Applicable percentage 0.5% 1% 1.5% 2% 2.5%
5. Amount of credit claimed (line 4 times line 3) _____
6. Number of full months between the date on line 1 and the date on line 2 _____
7. Recapture percentage (from worksheet below) _____
8. Tentative recapture tax (line 7 times line 5) _____
9. Total Recapture tax (add line 8 of columns A through E). Increase your income tax by this amount _____
Note: On the dotted line next to the tax line write "Includes recapture tax - Sch. TC-11-R".

| A 3-year | B 5-year | C 7-year | D 10-year | E 15-year or greater |
|-------------|-------------|-------------|--------------|----------------------------|
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |
| _____ | _____ | _____ | _____ | _____ |

**Recapture Percentage Worksheet
Total Months for Each Class Life**

| Property | 3 Year | 5 Year | 7 Year | 10 Year | 15 Year or greater |
|----------|--------|--------|--------|---------|--------------------|
| Months | 36 | 60 | 84 | 120 | 180 |

1. Class life of property subject to recapture _____
2. Total months from above table _____
3. Number of months from line 6 Form TC-11-R _____
4. Subtract line 3 from line 2. _____
5. Recapture Percentage - Divide line 4 by line 2. _____

GENERAL INFORMATION

Purpose

This form is for recapture of credit for qualifying investments placed in service on or after January 1, 2011. If during any tax year and before the end of applicable recovery period for such property as determined under IRC Section 168(e), the taxpayer disposes of or removes from this State qualified manufacturing and productive equipment property, then the income tax due by the taxpayer for the current tax year must be increased by an amount of any credit claimed in prior years with respect to such property determined by assuming the credit is earned ratably over the useful life of the property and recapturing pro rata the unearned portion of the credit.

Use the 2010 version of this form for recapture of credit for qualifying investments made in an Economic Impact Zone before January 1, 2011. Prior year forms available are at www.dor.sc.gov. For recapture of credit for qualifying investments made both before and after January 1, 2011, use both versions of this form, as necessary.

Any basis reduction as a result of claiming the credit is restored upon recapture of the credit. A taxpayer, when claiming the credit, must reduce the basis of qualified manufacturing and productive equipment property by the amount of credit claimed with respect to the property. A taxpayer required to recapture the credit may increase the basis of the property by the amount of the basis reduction attributable to claiming the credit in prior years. The basis increase occurs in the year of recapture.

Social Security Privacy Act Disclosure

It is mandatory that you provide your social security number on this tax form if you are an individual taking this credit. 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.

The Family Privacy Protection Act

Under the Family Privacy Protection Act, the collection of personal information from citizens by the Department of Revenue is limited to the information necessary for the Department to fulfill its statutory duties. In most instances, once this information is collected by the Department, it is protected by law from public disclosure. In those situations where public disclosure is not prohibited, the Family Privacy Protection Act prevents such information from being used by third parties for commercial solicitation purposes.

See our website: www.dor.sc.gov