



STATE OF SOUTH CAROLINA  
DEPARTMENT OF REVENUE  
**INDUSTRY PARTNERSHIP  
FUND CREDIT**  
Attach to your Income Tax Return

Names As Shown On Tax Return

SS No. or Fed. EI No.

- 1. Enter the qualified contributions to the Industry Partnership Fund. **A copy of the form furnished by the SCRA identifying your qualified contributions should be attached to your return** . . . . . 1. \_\_\_\_\_
- 2. Enter the amount carried forward from previous tax years . . . . . 2. \_\_\_\_\_
- 3. Add lines 1 and 2 . . . . . 3. \_\_\_\_\_
- 4. Enter your current year tax liability . . . . . 4. \_\_\_\_\_
- 5. Enter the lesser of lines 3 and 4. This is your current year credit. Enter this amount on the appropriate tax credit schedule . . . . . 5. \_\_\_\_\_
- 6. Subtract line 5 from line 3. Unused credits may be carried forward for up to 10 years . . . . . 6. \_\_\_\_\_

**Information and Instructions For South Carolina Schedule TC-36**

**General Information**

For tax years beginning on or after January 1, 2006, a taxpayer who contributes to the Industry Partnership Fund ("Fund") at the South Carolina Research Authority ("SCRA") or an SCRA-designated affiliate, or both, may receive a credit for contributions it makes to the Fund.

The credit may be claimed against income taxes under Chapter 6 of Title 12, license fees under Chapter 20 of Title 12, or insurance premium taxes under Chapter 7 of Title 38, or any combination of these.

The credit may be claimed by an individual, corporation, partnership, trust, bank, insurance company, or any other entity having a state income or insurance premium tax or license fee liability who makes a qualified contribution. A contribution is not a qualified contribution if it is subject to conditions or limitations regarding the use of the contribution.

The use of the credit is limited to the taxpayer's applicable income, license, or premium tax for the tax year after the application of all other credits. Any unused credit may be carried forward for ten tax years from the end of the tax year in which the qualifying contribution is made. The credit is not refundable. A taxpayer who claims this credit may not take a deduction for the amount contributed.

The credit is equal to 100% of the taxpayer's qualified contributions to the Industry Partnership Fund, subject to the limitations discussed below.

For tax year 2006, no individual taxpayer may receive more than \$650,000 and the total amount that can be claimed by all taxpayers is \$2 million.

For tax year 2007, no individual taxpayer may receive more than \$1.3 million and the total amount that can be claimed by all taxpayers is \$4 million.

For tax years beginning after December 31, 2007 and thereafter, no individual taxpayer may receive more than \$2 million and the total amount that can be claimed by all taxpayers is \$6 million.

**Instructions**

For purposes of determining a taxpayer's entitlement to the credit in years the maximum amount for all taxpayers is exceeded, those taxpayers that made contributions intended to be qualified contributions earlier in the applicable tax year than other taxpayers must be given priority entitlement to the credit. The SCRA is required to certify to taxpayers who express a bona fide intention of making qualified contributions as to whether the taxpayer will be entitled to priority.

The merger, consolidation, or reorganization of a corporation where tax attributes survive does not create new eligibility in a succeeding corporation, but unused credits may be transferred and continued by the succeeding corporation. In addition, a corporation or partnership may assign its rights to its unused credit to another corporation or partnership if it transfers all, or substantially all, of the assets of the corporation or partnership or all, or substantially all, of the assets of the trade or business or operating division of the corporation or partnership to another corporation or partnership.

**Social Security Privacy Act Disclosure**

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