



PRECEPTOR CREDIT

Name

SSN or ITIN

Part I: General Information

Check if you are a:

- Physician
- Advanced practice registered nurse
- Physician assistant

Were you compensated for serving as a preceptor during this tax year?

- Yes
- No

If Yes – **STOP**. You do not qualify for this credit.

Total number of hours you served as a preceptor this year: _____

Table A: For all credit applicants

1. Number of rotations served (must be at least 2)	1.
2. Total patients at your practice	2.
3. Patients at your practice who are Medicaid-insured	3.
4. Patients at your practice who are Medicare-insured	4.
5. Patients at your practice who are self-pay	5.
6. Add line 3, line 4, and line 5	6.
7. Percentage of patients at your practice who are Medicaid-insured, Medicare-insured, and self-pay (divide line 6 by line 2)	7.

If you are a physician, go to **Part II: Credit for Physician Preceptors** on page 2.

If you are an advanced practice registered nurse or a physician assistant, go to **Part III: Credit for Advanced Practice Registered Nurse and Physician Assistant Preceptors** on page 3.

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Part II: Credit for Physician Preceptors

If line 7 equals 50% or greater, complete Table B.

If line 7 equals 30% to 49%, complete Table C.

If line 7 equals less than 30%, **STOP** – you do not qualify for this credit.**Table B: 50% Threshold for Physician Preceptors**

8. Rotation credit	8.	\$1,000
9. Credit earned (multiply line 1 by line 8)	9.	
10. Maximum credit allowed	10.	\$4,000
11. Total credit earned this year (lesser of line 9 or line 10)	11.	
12. Current year credit available (multiply line 11 by 50%)	12.	
13. Credit carryforward from previous years	13.	
14. Total credit available (add line 12 and line 13)	14.	
15. Tax liability remaining after other credits applied	15.	
16. Current year credit limit (multiply line 15 by 50%)	16.	
17. Current year credit used (lesser of line 14 and line 16) Enter here and on your SC1040TC.	17.	
18. Remaining credit (subtract line 17 from line 14)	18.	
19. Current year credit carried forward to next year (multiply line 11 by 50%)	19.	
20. Credit carryforward (add line 18 and line 19)	20.	
21. Deduction earned (subtract line 11 from line 9)	21.	
22. Maximum deduction allowed	22.	\$6,000
23. Deduction available (lesser of line 21 and line 22)	23.	
24. Current year deduction (multiply line 23 by 50%)	24.	
25. Deduction carryforward from tax year 2023	25.	
26. Total current year deduction (add line 24 and line 25) Enter here and on line v of your SC1040.	26.	
27. Deduction carryforward (multiply line 23 by 50%) Enter here and on your next year's TC-62.	27.	

Table C: 30% Threshold for Physician Preceptors

28. Rotation credit	28.	\$750
29. Credit earned (multiply line 1 by line 28)	29.	
30. Maximum credit allowed	30.	\$3,000
31. Total credit earned this year (lesser of line 29 or line 30)	31.	
32. Current year credit available (multiply line 31 by 50%)	32.	
33. Credit carryforward from previous years	33.	

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34. Total credit available (add line 32 and line 33)	34.	
35. Tax liability remaining after other credits applied	35.	
36. Current year credit limit (multiply line 35 by 50%)	36.	
37. Current year credit used (lesser of line 34 and line 36) Enter here and on your SC1040TC.	37.	
38. Remaining credit (subtract line 37 from line 34)	38.	
39. Current year credit carried forward to next year (multiply line 31 by 50%)	39.	
40. Credit carryforward (add line 38 and line 39)	40.	
41. Deduction earned (subtract line 31 from line 29)	41.	
42. Maximum deduction allowed	42.	\$4,500
43. Deduction available (lesser of line 41 and line 42)	43.	
44. Current year deduction (multiply line 43 by 50%)	44.	
45. Deduction carryforward from tax year 2023	45.	
46. Total current year deduction (add line 44 and line 45) Enter here and on line v of your SC1040.	46.	
47. Deduction carryforward (multiply line 43 by 50%) Enter here and on your next year's TC-62.	47.	

Part III: Credit for Advanced Practice Registered Nurse and Physician Assistant Preceptors

If line 7 equals 50% or greater, complete **Table D**.

If line 7 equals 30% to 49%, complete **Table E**.

If line 7 equals less than 30%, **STOP** – you do not qualify for this credit.

Table D: 50% Threshold for Advanced Practice Registered Nurse and Physician Assistant Preceptors

48. Rotation credit	48.	\$750
49. Credit earned (multiply line 1 by line 48)	49.	
50. Maximum credit allowed	50.	\$3,000
51. Total credit earned this year (lesser of line 49 or line 50)	51.	
52. Current year credit available (multiply line 51 by 50%)	52.	
53. Credit carryforward from previous years	53.	
54. Total credit available (add line 52 and line 53)	54.	
55. Tax liability remaining after other credits applied	55.	
56. Current year credit limit (multiply line 55 by 50%)	56.	
57. Current year credit used (lesser of line 54 and line 56) Enter here and on your SC1040TC.	57.	
58. Remaining credit (subtract line 57 from line 54)	58.	
59. Current year credit carried forward to next year (multiply line 51 by 50%)	59.	

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60. Credit carryforward (add line 58 and line 59)	60.	
61. Deduction earned (subtract line 51 from line 49)	61.	
62. Maximum deduction allowed	62.	\$4,500
63. Deduction available (lesser of line 61 and line 62)	63.	
64. Current year deduction (multiply line 63 by 50%)	64.	
65. Deduction carryforward from tax year 2023	65.	
66. Total current year deduction (add line 64 and line 65) Enter here and on line v of your SC1040.	66.	
67. Deduction carryforward (multiply line 63 by 50%) Enter here and on your next year's TC-62.	67.	

Table E: 30% Threshold for Advanced Practice Registered Nurse and Physician Assistant Preceptors

68. Rotation credit	68.	\$500
69. Credit earned (multiply line 1 by line 68)	69.	
70. Maximum credit allowed	70.	\$2,000
71. Total credit earned this year (lesser of line 69 or line 70)	71.	
72. Current year credit available (multiply line 71 by 50%)	72.	
73. Credit carryforward from previous years	73.	
74. Total credit available (add line 72 and line 73)	74.	
75. Tax liability remaining after other credits applied	75.	
76. Current year credit limit (multiply line 75 by 50%)	76.	
77. Current year credit used (lesser of line 74 and line 76) Enter here and on your SC1040TC.	77.	
78. Remaining credit (subtract line 77 from line 74)	78.	
79. Current year credit carried forward to next year (multiply line 71 by 50%)	79.	
80. Credit carryforward (add line 78 and line 79)	80.	
81. Deduction earned (subtract line 71 from line 69)	81.	
82. Maximum deduction allowed	82.	\$3,000
83. Deduction available (lesser of line 81 and line 82)	83.	
84. Current year deduction (multiply line 83 by 50%)	84.	
85. Deduction carryforward from tax year 2023	85.	
86. Total current year deduction (add line 84 and line 85) Enter here and on line v of your SC1040	86.	
87. Deduction carryforward (multiply line 83 by 50%) Enter here and on your next year's TC-62.	87.	

INSTRUCTIONS

For tax years 2020 through 2025, an Individual Income Tax credit is available for eligible physicians, advanced practice registered nurses, or physician assistants who serve as preceptors for qualifying clinical rotations required by a medical school, physician assistant program, or advanced practice nursing program. Credit amounts are phased in over a five-year period. Be sure to use the correct TC-62 schedule for the tax year.

To claim the credit you must:

- **attach** a copy of this form to your tax return if you file by paper, **or**
- **include the information from this form** when you file your return electronically.

Keep a copy of this form for your records.

The credit is earned in the tax year the rotation is served. You can claim 50% of the credit in the tax year it is earned and 50% of the credit in the following tax year. The total credit you can claim is limited to 50% of your tax liability after all other credits are applied. Unused credits can be carried forward for up to 10 years after the year they are earned.

If you earn the maximum credit and served additional rotations that would have qualified for the credit, you may claim a deduction equal to the amount that the credit would have been for the additional rotations. You can claim 50% of the total deduction in the tax year it is earned and 50% of the deduction in the following tax year. The deduction may be earned for up to six additional rotations.

Credit and deduction amounts depend on if you are a physician, advanced practice registered nurse, or physician assistant as well as the percentage of your practice that is composed of Medicaid-insured, Medicare-insured, and self-pay patients. Be sure you are completing the correct section of the TC-62.

Part I: General Information

All taxpayers are required to complete this section.

Check the appropriate box to certify that you are a physician, advanced practice registered nurse, or physician assistant. If you are a physician, you will complete **Part II: Credit for Physician Preceptors**. If you are an advanced practice registered nurse or a physician assistant, you will complete **Part III: Credit for Advanced Practice Registered Nurse and Physician Assistant Preceptors**.

Check if you were compensated for serving as a preceptor. If you check **Yes**, you do not qualify for the credit.

Enter the total number of hours you served as a preceptor during the year.

Enter the number of rotations you served as a preceptor during the year. **If you did not serve at least two rotations, you do not qualify for the credit.**

Complete **Table A** to calculate the combined total of Medicaid-insured, Medicare-insured, and self-pay patients in your practice. Use the percentage of your practice that is Medicaid-insured, Medicare-insured, and self-pay patients to determine the amount of credit you can take.

Part II: Credit for Physician Preceptors

Complete Part II only if you are a physician. A physician can receive a credit for each clinical rotation served as the preceptor for a medical school-required clinical rotation, advanced practice nursing program-required clinical rotation, and physician assistant program-required clinical rotation.

Complete **Table B** if at least 50% of your practice consists of Medicaid-insured, Medicare-insured, and self-pay patients. The credit amount is \$1,000 for each rotation served, with a maximum of \$4,000 a year, but the credit amounts are phased in over a five-year period. **For 2024, the credit is fully phased-in at \$1,000 for each rotation, up to \$4,000 total.**

Complete **Table C** if at least 30% of your practice consists of Medicaid-insured, Medicare-insured, and self-pay patients. The credit amount is \$750 for each rotation served, with a maximum of \$3,000 a year, but the credit amounts are phased in over a five-year period. **For 2024, the credit is fully phased-in at \$750 for each rotation, up to \$3,000 total.**

If your practice does not consist of at least 30% of Medicaid-insured, Medicare-insured, and self-pay patients, you do not qualify for the credit.

Part III: Credit for Advanced Practice Registered Nurse and Physician Assistant Preceptors

Complete Part III if you are an advanced practice registered nurse or a physician assistant. An advanced practice registered nurse or physician assistant can receive a credit for each clinical rotation served as the preceptor for an advanced practice nursing program-required clinical rotation or physician assistant program-required clinical rotation.

Complete **Table D** if at least 50% of your practice consists of Medicaid-insured, Medicare-insured, and self-pay patients. The credit amount is \$750 for each rotation served, with a maximum of \$3,000 a year, but the credit amounts are phased in over a five-year period. **For 2024, the credit is fully phased-in at \$750 for each rotation, up to \$3,000 total.**

Complete **Table E** if at least 30% of your practice consists of Medicaid-insured, Medicare-insured, and self-pay patients. The credit amount is \$500 for each rotation served, with a maximum of \$2,000 a year, but the credit amounts are phased in over a five-year period. **For 2024, the credit is fully phased-in at \$500 for each rotation, up to \$2,000 total.**

If your practice does not consist of at least 30% of Medicaid-insured, Medicare-insured, and self-pay patients, you do not qualify for the credit.

Definitions

Preceptor means a physician, advanced practice nurse practitioner, or physician assistant who:

- provides supervision and instruction during student clinical training experiences
- is otherwise not compensated for doing so, and
- provides a minimum of two required clinical rotations within a calendar year

Physician means a doctor of medicine (MD) or doctor of osteopathic medicine (DO) licensed by the South Carolina Board of Medical Examiners

Physician assistant means a health care professional licensed by the South Carolina Board of Medical Examiners to assist in the practice of medicine with a physician supervisor

Nurse practitioner means a registered nurse who:

- has completed an advanced formal education program at the master's level or doctoral level acceptable to the South Carolina Board of Nursing
- demonstrates advanced knowledge and skill in assessment and management of physical and psychosocial health and illness status of persons, families, and group
- is actively licensed as a Nurse Practitioner by the South Carolina Board of Nursing

Medical school-required clinical rotation, physician assistant program-required clinical rotation, or advanced practice nursing program-required clinical rotation means a clinical rotation for a public teaching institution or independent institution of higher learning that:

1. is established for a student who is enrolled in a South Carolina public teaching institution or an independent institution of higher learning, including:
 - medical school
 - a physician assistant program
 - an advanced practice nursing program
2. includes a minimum of 160 hours of instruction under the guidance of a physician, advanced practice registered nurse, or physician assistant in one of the following clinical settings:
 - family medicine
 - internal medicine
 - pediatrics
 - obstetrics and gynecology
 - emergency medicine
 - psychiatry
 - general surgery

Independent institution of higher learning means:

- independent eleemosynary junior or senior college in South Carolina whose major campus and headquarters are located within South Carolina and which is accredited by the Southern Association of Colleges and Secondary Schools, or
- independent bachelor's level institution chartered before 1962 whose major campus and headquarters are located within South Carolina.

For 2024, the following institutions have qualifying programs:

- **Medical Schools:** Medical University of South Carolina College of Medicine, University of South Carolina School of Medicine, University of South Carolina School of Medicine Greenville
- **Physician Assistant Programs:** Charleston Southern University, Francis Marion University, Medical University of South Carolina, North Greenville University, Presbyterian College, University of South Carolina School of Medicine
- **Nursing Practitioner Programs:** Anderson University, Charleston Southern University, Clemson University, Francis Marion University, Medical University of South Carolina, University of South Carolina

For more information about the Preceptor Credit, see South Carolina Revenue Ruling #20-2, available at dor.sc.gov/policy.

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 SCDOR must 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 SCDOR is limited to the information necessary for the SCDOR to fulfill its statutory duties. In most instances, once this information is collected by the SCDOR, 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.