



**RAILROAD EXPENDITURES  
CREDIT**

Name

SSN or FEIN

- |   | Yes                      | No                       |
|---|--------------------------|--------------------------|
| 1. Did you receive a Tax Credit Certificate from the South Carolina Department of Commerce (SC Commerce) approving you for this credit?<br>If you answered <b>No</b> , <b>STOP. You do not qualify for this credit.</b> | <input type="checkbox"/> | <input type="checkbox"/> |
| 2. Amount of credit approved by the SC Commerce for this tax year.....  | 2. _____                 |                          |
| 3. Amount carried forward from prior tax years .....  | 3. _____                 |                          |
| 4. Total credit amount (add line 2 and line 3) .....  | 4. _____                 |                          |
| 5. Current year tax liability .....   | 5. _____                 |                          |
| 6. Available credit (lesser of line 4 and line 5).....<br>Individuals and Fiduciaries: enter the credit on the SC1040TC<br>Corporations: enter the credit on the SC1120TC   | 6. _____                 |                          |
| 7. Credit carryforward (subtract line 6 from line 4) .....  | 7. _____                 |                          |
| Unused credits can be carried forward for five years  |                          |                          |

**INSTRUCTIONS**

This credit is available for tax years beginning after December 31, 2023, and is repealed on December 31, 2028.

An eligible taxpayer with qualified railroad reconstruction or replacement expenditures may be allowed a nonrefundable credit against South Carolina Individual Income Tax, Corporate Income Tax, Bank Tax, Savings and Loan Tax, or Insurance Premium Tax.

After completion of the qualified railroad construction or replacement expenditures, the taxpayer must submit verification of qualified expenditures to the South Carolina Department of Commerce (SC Commerce). The SC Commerce will make available the form to use for this reporting.

Within 30 days of receiving this information, the SC Commerce will issue to the taxpayer a Tax Credit Certificate that provides their authorized tax credit for the tax year.

**To claim the credit, you must attach a copy of the Tax Credit Certificate, issued by the SC Commerce, to your tax return along with a completed copy of the TC-66.**

Unused credits can be carried forward for up to five years.

**The guidelines for the Railroad Expenditures Credit are administered by the SC Department of Commerce.** For more information, see SC Code Section 12-6-3820, available at [dor.sc.gov/policy](http://dor.sc.gov/policy).

## Line Instructions

- Line 1:** To be eligible for this credit, you **must** receive a Tax Credit Certificate from the SC Commerce.
- Line 2:** Enter the amount of credit approved by the SC Commerce for this tax year (from your Tax Credit Certificate).
- Line 3:** Enter amount of credit carried over from prior years.
- Line 4:** Add line 2 and line 3. This is your total credit amount.
- Line 5:** Enter your current year tax liability from your tax return.
- Line 6:** Enter the lesser of line 4 or line 5. The credit you can claim in a year is limited to your tax liability.
- Line 7:** Subtract line 6 from line 4. This is the amount you carry forward for up to five years.

If filing a paper return, attach to your Income Tax return. If filing electronically, include the information from this form when you file your return. **Keep a copy of the form for your tax records.**

### 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.