Use this form to claim the credit against Employee Withholding Tax. Use TC-30 to claim the credit against Income Tax.

Part I Withholding
Use your quarterly withholding return to complete this section.

1. SC state Income Tax deposits reported
   
2. SC Tax Due payments reported
   
3. Total SC state Income Tax deposits and payments (add line 1 and line 2)
   
4. SC Refund claimed
   
5. Net Available Withholding (subtract line 4 from line 3)
   
6. Amount of non-employee (1099) withholding reported
   
7. Current available employee (W-2) withholding for Port Cargo Employee Withholding Credit (subtract line 6 from line 5)
   
Part II Port Cargo Withholding Credit
8. Enter the amount of credit against employee withholding, as certified this year by the Coordinating Council for Economic Development.
   
9. Total Port Cargo Credit used in prior quarters of the current year, if applicable (add line 9a, line 9b, and line 9c)
   a. 1st Quarter (Jan – Mar)
   b. 2nd Quarter (Apr – Jun)
   c. 3rd Quarter (Jul – Sep)
   
10. Available Port Cargo Volume Increase Credit for the current quarter (Subtract line 9 from line 8)
   
Part III Refund Amount
11. Enter the lesser of line 7 and line 10. This is the amount of Port Cargo Credit refunded for the current quarter.

Part IV Carry Forward
12. Subtract line 11 from line 10. This is the amount of your unused Port Cargo Withholding Credits that can be carried forward for up to 20 quarters.

Under penalty of law, I certify that this information is correct, true, and complete to the best of my knowledge.

Mail to: SCDOR, Withholding Section, Columbia, SC 29214-0400
Under SC Code Section 12-6-3375, certain taxpayers are eligible for the Port Cargo Volume Increase Credit if they meet the following requirements:

- They must be engaged in any of the following activities:
  - Manufacturing
  - Warehousing
  - Freight forwarding
  - Freight handling
  - Goods processing
  - Crossdocking
  - Transloading
  - Wholesaling of goods
  - Distribution
- They must import or export through port facilities in South Carolina
- They must increase their port cargo volume at these facilities by a minimum of 5% over their base year port cargo volume in a calendar year

Taxpayers that meet these requirements may apply to the Coordinating Council for Economic Development. The Council will determine the amount of tax credit and whether it is applicable to the taxpayer’s Income Tax or Employer Withholding Tax.

Complete and return the WH-1670 when using the Port Cargo Volume Increase Credit against Employee Withholding Tax. Complete and return the TC30 (NOT WH-1670) when using the Port Cargo Volume Increase Credit against Income Tax.

Effective for tax years beginning after December 31, 2013, unused Withholding Tax credits may be carried forward and claimed against Employee Withholding Tax for up to 20 quarters.

Section 12-6-3375(D) allows the Council in its discretion to award up to $1 million of withholding credit a year to a new warehouse or distribution facility which commits to spending at least $40 million at a single site and creating 100 new full-time jobs. The base year cargo at the facility shall not be less than 5,000 TEUs or its non-containerized equivalent. The Council may make the award in the year the facility is announced, although it may not tender the certificate until it has received satisfactory proof that the capital investment and job creation requirements have, or will be, satisfied.

Section 12-6-3375(E) allows the Council to award credit to a taxpayer engaged in moving goods imported or exported through SC port facilities if they meet the following requirements:

- The cargo supports a presence in South Carolina
- The taxpayer does not have a distribution center in South Carolina
- The taxpayer employs at least 250 full-time or full-time equivalent South Carolina residents
- The taxpayer completes the construction of an operational SC distribution facility within 5 years of the initial approval

Repayment of credit required: Credit certificates under Section 12-6-3375(D) and (E) expire after 3 years if the SCDOR has not received satisfactory proof. A taxpayer failing to meet the requirements of Section 12-6-3375(D) at the end of the 3-year period, or the requirements of Section 12-6-3375(E) at the end of the 5-year period, must repay the SCDOR a pro rata portion of the credits claimed.

INSTRUCTIONS

Questions? We’re here to help. Contact this office at 803-896-1450 or WithholdingTax@dor.sc.gov