

117-1550 Income Tax on Building and Loan Associations

117-1550.1. Determining Net Income of Building and Loan Associations

117-1550.2. Earnings Paid to Shareholders

117-1550.3. Measure of Tax

117-1550 Income Tax on Building and Loan Associations.

Chapter 13 of Title 12 imposes an income tax on building and loan associations. The following subsections address various aspects of this income tax as administered by the South Carolina Department of Revenue.

117-1550.1. Determining Net Income of Building and Loan Associations.

In accordance with Section 12-13-30, any additions to reserves which are required by law, regulation or direction of appropriate supervisory agency must be allowed as a deduction in determining net income but the burden is upon the savings and loan association and/or building and loan association to show what the regulatory agency required.

117-1550.2. Earnings Paid to Shareholders.

For the purposes of Section 12-13-20, a deduction shall be allowed for earnings paid to shareholders in an amount equal to the earnings actually paid out and/or credited to each shareholder's account. Earnings credited to a reserve account for future payments shall not qualify for this deduction.

117-1550.3. Measure of Tax.

The income tax imposed by Section 12-13-30 shall be measured by the net income from all sources except interest income as is specifically exempted by law from such tax. Exempt income items are: (1) Income from obligations of the State of South Carolina and its political subdivisions. (2) Income from obligations of the United States and its possessions.

HISTORY: Added by State Register Volume 27, Issue No. 6, Part 2, eff June 27, 2003.