



**NONREFUNDABLE EDUCATIONAL CREDIT  
FOR EXCEPTIONAL NEEDS CHILDREN'S FUND**

Name	SSN or FEIN
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- 1. Amount approved by SCDOR ..... 1. \$ \_\_\_\_\_
- 2. Current year tax liability ..... 2. \$ \_\_\_\_\_
- 3. Multiply line 2 by 75% for tax years **beginning with 2021**. ..... 3. \$ \_\_\_\_\_  
(For tax years **prior to 2021, use 60%**)
- 4. Allowable credit (lesser of line 1 or line 3) ..... 4. \$ \_\_\_\_\_  
Enter this amount on the SC1040TC or SC1120TC.
- 5. Credit carryforward (subtract line 4 from line 1) ..... 5. \$ \_\_\_\_\_  
For tax year 2021 and forward, unused credits can be carried forward for up to three years.  
For tax years **prior to 2021, a credit carryforward is not allowed.**

**INSTRUCTIONS**

The Nonrefundable Educational Credit is available for taxpayers who make qualifying donations to the Educational Credit for Exceptional Needs Children's Fund (or Exceptional SC Scholarship Fund). You will receive a letter from the SCDOR stating the amount of credit you have been approved for based on donations reported by Exceptional SC. Attach a copy of that letter to your Income Tax return claiming the credit.

**Credit limit:**

The credit is limited to:

- 75% of your tax liability for **tax years beginning with 2021**
- 60% of your tax liability for **tax years prior to 2021**

**Credit carryforward:**

Unused credit for tax years:

- beginning with 2021 can be carried forward for **up to three years**
- prior to 2021 **cannot** be carried forward

If you deduct the amount of the donation on your federal return, you must add that amount back to your South Carolina taxable income.

If you file by paper, attach this form to your Income Tax return. If you file electronically, keep a copy with 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.