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State of South Carolina  
Department of Revenue  
301 Gervais Street, P.O. Box 125, Columbia, South Carolina 29214

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SC INFORMATION LETTER 98-26

**SUBJECT:** ADMINISTRATIVE PRONOUNCEMENT  
Information Required to be Filed by Magnetic Media  
(Withholding)

**DATE:** December 8, 1998

**SUPERSEDES:** All previous documents and any oral directives in conflict herewith.

**REFERENCE:** S. C. Code Ann. Section 12-8-1550 (Supp. 1997)

**AUTHORITY:** S. C. Code Ann. Section 12-4-320 (Supp. 1997)  
SC Revenue Procedure #97-8

**SCOPE:** An Information Letter is a document issued for the purpose of disseminating general information or information concerning an administrative pronouncement.

Information Letters issued to disseminate general information have no precedential value and do not represent the official position of the Department. Information Letters designated as administrative pronouncements are official advisory opinions of the Department.

South Carolina Code '12-8-1550 provides that where information required under Section 12-8-1540 (Wage and Tax Statements and 1099's) is required to be submitted to the Internal Revenue Service on magnetic media, the information must also be submitted to the Department on magnetic media.

The Department has determined that withholding agents who issue 25 or fewer W-2's to South Carolina employees in a calendar year or who issue 25 or fewer 1099's with South Carolina withholding in a calendar year may submit the W-2's or 1099's to the Department on traditional paper forms or by magnetic media.

Withholding agents are reminded that all W-2's reflecting any South Carolina wages and all 1099's reflecting South Carolina tax withholding must be submitted to the Department.

For questions concerning the magnetic filing of W-2's, please contact the Department's Withholding Section 803-898-5747.