



STATE OF SOUTH CAROLINA
DEPARTMENT OF REVENUE
INFRASTRUCTURE CREDIT
Attach this form to your return.

SC SCH. TC 6
3240
(Rev. 7/28/03)
20 _____

Name of Corporation	FED. EI Number
Address of Corporation	

**COMPUTATION OF TAX CREDIT
PART I WATER LINES**

A separate Sch. TC-6 must be prepared for each water line project.

1. Expenses of water lines project and related facilities. (Project must be dedicated to public use or deeded to a qualified private entity. See instructions, paragraph B)	1.	\$
2. Expenses allocated to taxpayer's benefit. (See instructions, paragraph C)	2.	
3. Subtract line 2 from line 1.	3.	
4. Contributions (See instructions, paragraph D)	4.	
5. Combine lines 3 and 4.	5.	
6. Multiply amount on line 5 by 50%.	6.	
7. Maximum credit allowed per project.	7.	\$10,000
8. Enter the lesser of lines 6 or 7. Credit amount on line 8 is combined with credit amounts from other qualifying infrastructure projects and entered on form SC1120-TC.	8.	

PART II SEWER LINES

A separate Sch. TC-6 must be prepared for each sewer line project.

1. Expenses of sewer lines project and related facilities. (Project must be dedicated to public use or deeded to a qualified private entity. See instructions, paragraph B)	1.	\$
2. Expenses allocated to taxpayer's benefit. (See instructions, paragraph C)	2.	
3. Subtract line 2 from line 1.	3.	
4. Contributions (See instructions, paragraph D)	4.	
5. Combine lines 3 and 4.	5.	
6. Multiply amount on line 5 by 50%.	6.	
7. Maximum credit allowed per project.	7.	\$10,000
8. Enter the lesser of lines 6 or 7. Credit amount on line 8 is combined with credit amounts from other qualifying infrastructure projects and entered on form SC1120-TC.	8.	

PART III ROADS

A separate Sch. TC-6 must be prepared for each road project.

1. Expenses of road project. (Project must be dedicated to public use. See instructions, paragraph B)	1.	\$
2. Expenses allocated to taxpayer's benefit. (See instructions, paragraph C)	2.	
3. Subtract line 2 from line 1.	3.	
4. Contributions (See instructions, paragraph D)	4.	
5. Combine lines 3 and 4.	5.	
6. Multiply amount on line 5 by 50%.	6.	
7. Maximum credit allowed per project.	7.	\$10,000
8. Enter the lesser of lines 6 or 7. Credit amount on line 8 is combined with credit amounts from other qualifying infrastructure projects and entered on form SC1120-TC.	8.	

Recapture of Infrastructure Credit if a Road is removed from State Highway or Public Road System

1. Expenses (or contributions) of road project.	1.	
2. Expenses allocated to road project removed from state or public system.	2.	
3. Divide amount on line 2 by amount on line 1.	3.	%
4. Credit allowed for roads project.	4.	
5. Multiply amount on line 4 by percentage on line 3. Amount on line 5 must be added to income tax due.	5.	

Be sure to ATTACH any necessary documents. See item E below.

GENERAL INSTRUCTIONS FOR SC SCH. TC 6

- A. A corporate taxpayer is allowed as a credit against income tax imposed on corporations an amount equal to fifty percent, not to exceed ten thousand dollars annually, of expenses paid or accrued by the taxpayer in building or improving any one infrastructure project. Any unused credit up to a total of thirty thousand dollars may be carried forward three years.
- B. For purposes of this credit, an infrastructure project includes water lines, sewer lines, their related facilities and roads that:
 - (1) do not exclusively benefit the taxpayer;
 - (2) are built to applicable standards;
 - (3) are dedicated to public use or, in the case of water and sewer lines and their related facilities in areas served by a private water and sewer company, the water and sewer lines are deeded to a qualified private entity.
- C. If an infrastructure project benefits more than the taxpayer, the expenses of the taxpayer must be allocated to the various beneficiaries and only those expenses not allocated to the taxpayer's benefit qualify for the credit.
- D. The credit may be claimed for contributions to a governmental entity and in the case of water or sewer lines and their related facilities, (in area served by a private water and sewer company) to a qualified private entity, for the construction or improvements of qualifying infrastructure projects, or for expenses incurred by the taxpayer in building or improving qualifying infrastructure projects for dedication to public use.
- E. The credit may be claimed before dedication or conveyance if the taxpayer submits with its tax return a letter of intent signed by the chief operating officer of the appropriate governmental entity or qualified private entity stating that upon completion it will accept the infrastructure project for the appropriate use.
- F. For purpose of this credit, a qualified private entity is any entity holding the required permits, certifications, and licenses from the South Carolina Department of Health and Environmental Control, the South Carolina Public Service Commission, and any other state agencies, departments, or commissions, from which approvals must be obtained in order to operate as a utility furnishing water supply services or sewage collection or treatment services, or both, to the public.
- G. A qualifying private entity is not allowed an infrastructure credit for expenses it incurs in building or improving facilities it owns, manages, or operates.
- H. If a road qualifying for the infrastructure credit is subsequently removed from the state highway or public road system the amount of the credit allowed for the construction of the road must be added to any corporate income tax due from the taxpayer for the first taxable year following the removal of the road from public use.
- I. A corporation which files or is required to file a consolidated return is entitled to the infrastructure income tax credit on a consolidated basis. The tax credit may be determined on a consolidated basis regardless of whether or not the corporation entitled to the credit contributed to the tax liability of the consolidated group.
- J. The merger, consolidation, or reorganization of a corporation where tax attributes survive does not create new eligibility in a succeeding corporation but unused credits may be transferred and continued by the succeeding corporation. In addition, a corporation may assign it rights to its unused credit to another corporation if it transfers all, or substantially all, of the assets of the corporation or all, or substantially all, of the assets of a trade or business or operating division of a corporation to another corporation.

Social Security Privacy Act Disclosure

It is mandatory that you provide your social security number on this tax form if you are an individual taking this credit. 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 SC Department of Revenue shall 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 Department of Revenue is limited to the information necessary for the Department to fulfill its statutory duties. In most instances, once this information is collected by the Department, 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.