



STATE OF SOUTH CAROLINA  
DEPARTMENT OF REVENUE  
**RECAPTURE OF ECONOMIC IMPACT ZONE  
PROPERTY INVESTMENT CREDIT**  
Attach this form to your return.

Name as Shown on Tax Return

Social Security or Employer ID Number

**Properties**

	<b>A 3-year</b>	<b>B 5-year</b>	<b>C 7-year</b>	<b>D 10-year</b>	<b>E 15-year or greater</b>
1. Date property was placed in service	_____	_____	_____	_____	_____
2. Date of disposal or removal from zone	_____	_____	_____	_____	_____
3. Cost or other basis	_____	_____	_____	_____	_____
4. Applicable percentage	1%	2%	3%	4%	5%
5. Amount of credit claimed (line 4 times line 3) *	_____	_____	_____	_____	_____
6. Number of full months between the date on line 1 and the date on line 2	_____	_____	_____	_____	_____
7. Recapture percentage (from worksheet below)	_____	_____	_____	_____	_____
8. Tentative recapture tax (line 7 times line 5)	_____	_____	_____	_____	_____
9. Total Recapture tax (add line 8 of columns A through E). Increase your income tax by this amount . . . . .	_____				

Note: On the dotted line next to the tax line write "Includes recapture tax - Sch. TC-11-R".

**Recapture Percentage Worksheet  
Total Months for Each Class Life**

<b>Property</b>	<b>3 Year</b>	<b>5 Year</b>	<b>7 Year</b>	<b>10 Year</b>	<b>15 Year or greater</b>
<b>Months</b>	36	60	84	120	180

- Class life of property subject to recapture . . . . . \_\_\_\_\_
- Total months from above table . . . . . \_\_\_\_\_
- Number of months from line 6 Form TC-11-R . . . . . \_\_\_\_\_
- Subtract line 3 from line 2. . . . . \_\_\_\_\_
- Recapture Percentage - Divide line 4 by line 2. . . . . \_\_\_\_\_

## GENERAL INFORMATION

For property placed in service on or after August 31, 1998, recapture occurs if the taxpayer disposes of or removes from the economic impact zone, qualified manufacturing and productive property before the end of the cost recovery period for such property as determined under Section 168(e) of the Internal Revenue Code. The recapture tax is an increase in income tax of the pro rata amount of any credit claimed in prior years with respect to the property. For recapture the credit is assumed to be earned ratably over the useful life of the property and recapturing prorata the unearned portion of the credit.

Any basis reduction as a result of claiming the credit is restored upon recapture of the credit. For more information see S.C. Code Section 12-14-60 as amended effective August 31, 1998.

\* If credit was limited by the \$5 million maximum for SC1120U filers for investments on or after August 31, 1998, enter the reduced amount and attach computation schedule.

### **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.

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