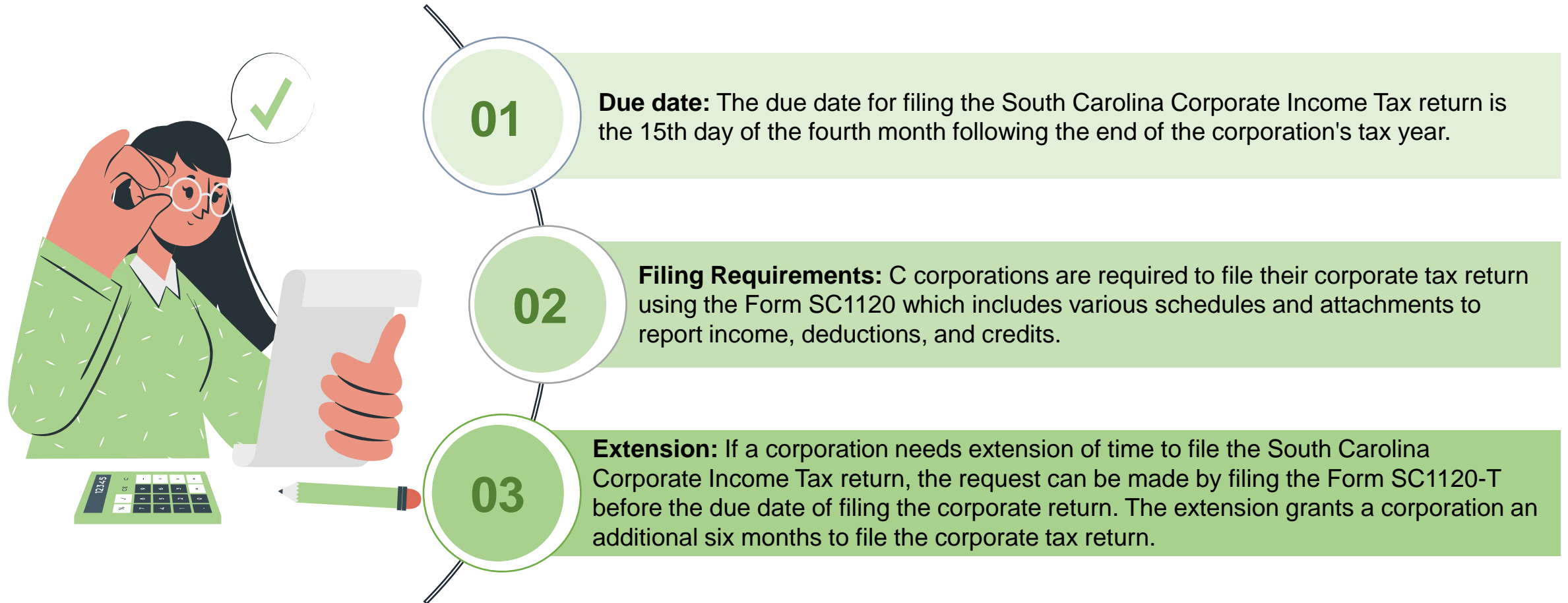


# TAXATION IN SOUTH CAROLINA

# C Corporation Income Tax (1/2)

C corporations doing business in South Carolina or having income derived from sources within the state are required to file a South Carolina Corporate Income Tax return. The corporate income tax rate in South Carolina is 5% of taxable income..



# C Corporation Income Tax (2/2)

**A**

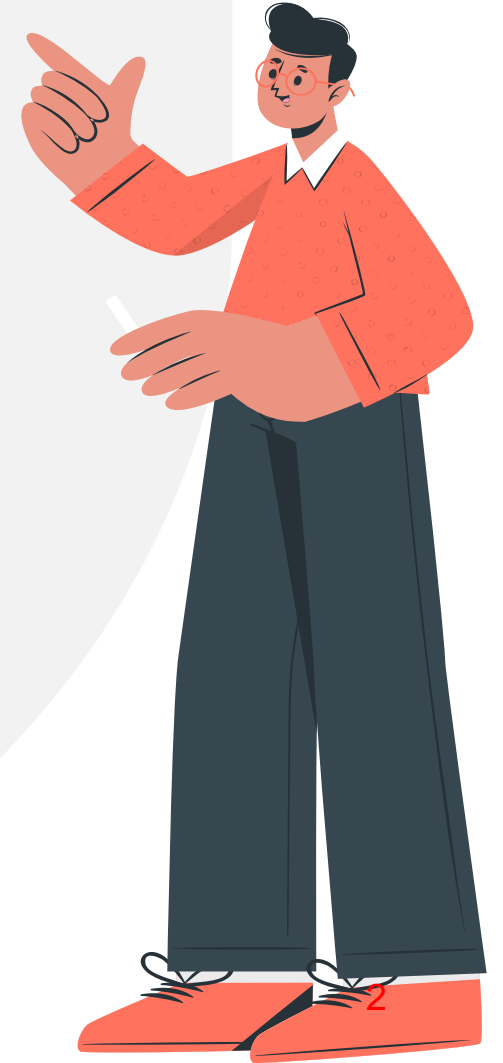
## Estimated Tax Payment

Corporations owing taxes of USD 100 or more must make Estimated Tax payments in installments. Quarterly installments are due by the 15th day of the 4th, 6th, 9th, and 12th months of the tax year. Quarterly Estimated taxes must be filed and paid using the form SC1120-CDP, Corporation Declaration of Estimated Income Tax.

**B**

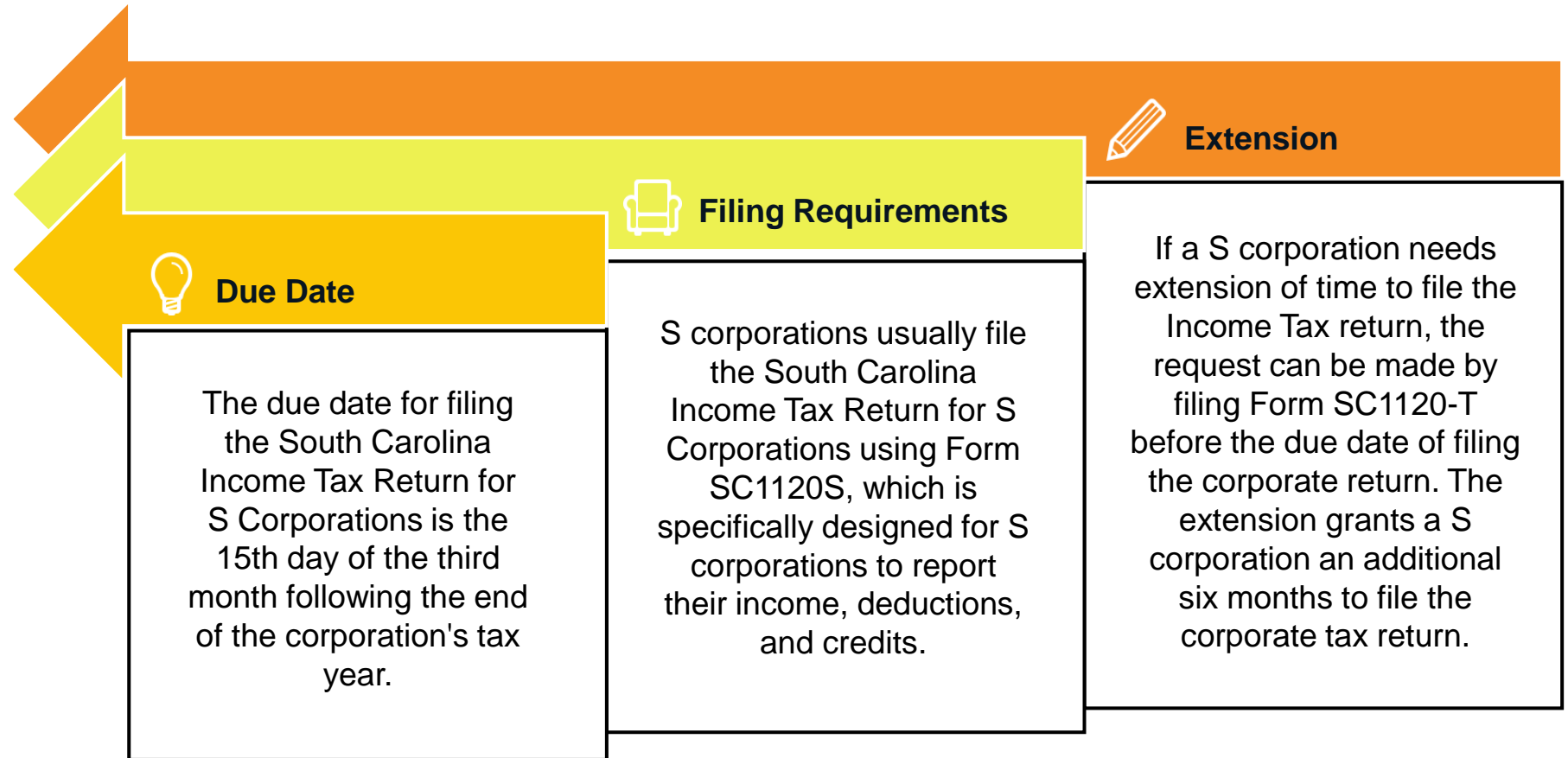
## Interest and Penalty

- If a return is delinquent filed (including an extension), the corporation will be subject to late filing penalty. The penalty will be 5% of the tax due per month and can be a maximum of 25%.
- In the event of late payment of taxes, a penalty will be assessed at 0.5% of the tax per month and can be a maximum of 25%.
- If a corporation fails to pay the tax due, it will be charged interest at the rate provided on the federal form. The interest will be calculated on the full amount of tax or portion thereof, not including penalties, from the time the tax was due until paid in its entirety.

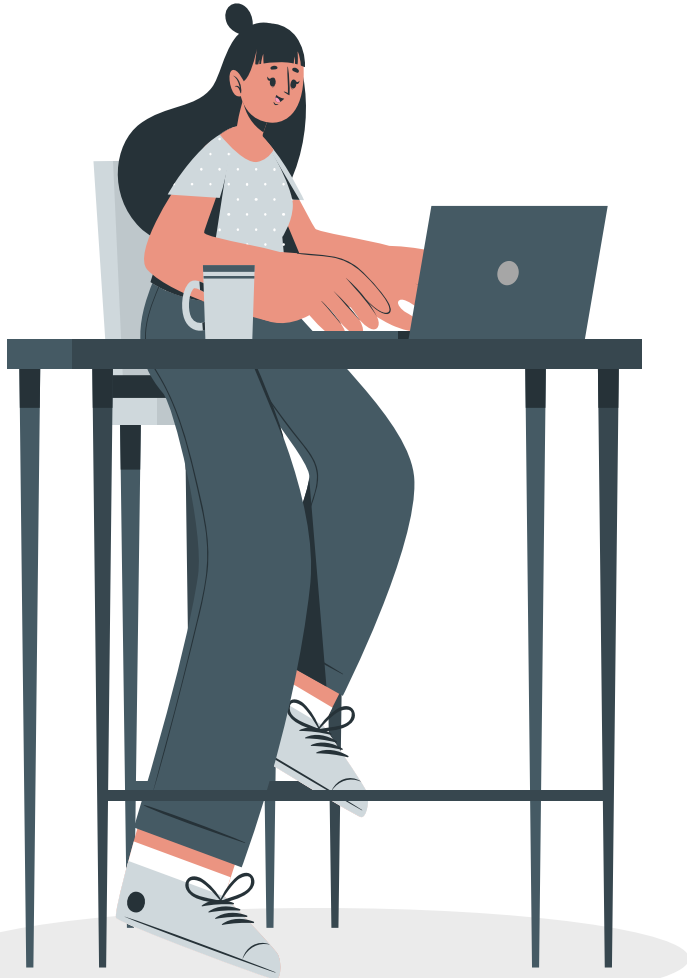


# S Corporation Tax (1/2)

S corporations that are doing business in South Carolina or earning income from sources within the state are required to file a South Carolina Income Tax Return for S Corporations. S corporations in South Carolina are referred to as “pass through entities” meaning they do not have to pay taxes at the entity level. Instead, the income “passes through” to the shareholders, and the shareholders report it on their individual state income tax returns.



# S Corporation Tax (2/2)



## Estimated Tax Payment

S corporations do not pay estimated taxes at the entity level in South Carolina. The estimated tax payments must be made by the individual shareholders on their share of the S corporation's income.

## Interest and Penalty

- If a return is delinquent filed (including an extension), the corporation will be subject to late filing penalty. The penalty will be 5% of the tax due per month and can be a maximum of 25%.
- In the event of late payment of taxes, a penalty will be assessed at 0.5% of the tax per month, and can be a maximum of 25%.
- If a corporation fails to pay the tax due, it will be charged interest at the rate provided on the federal form. The interest will be calculated on the full amount of tax or portion thereof, not including penalties, from the time the tax was due until paid in its entirety.

# Partnership LLC & LLP Tax (1/2)

Partnership LLCs and LLPs in South Carolina are treated as pass-through entities for tax purposes in the state of South Carolina, meaning they do not pay income tax at the entity level. Instead, the income or losses "pass through" to the individual members or partners, and the members/ partners report the income on their individual tax returns.

## Due Date

The due date for filing the South Carolina Partnership Income Tax Return is the 15th day of the third month following the end of the entity's tax year.



## Filing Requirements

Partnership LLCs and LLPs (including any multi member LLC not taxed as a corporation) must file the South Carolina Partnership Income Tax Return using Form SC1065. This form is used to report the income, deductions, and credits of the partnership, and it includes a Schedule K-1 for each individual member or partner, showing their share of the partnership's income.

## Extension

If an LLC or partnership requires extension of time to file their partnership tax return, the request can be made by filing Form SC8736 before the due date of filing the partnership return. The extension grants a LLC or partnership an additional six months to file the tax return.

# Partnership LLC & LLP Tax (2/2)

## Estimated Tax Payment

Partnership LLCs and LLPs do not pay estimated taxes at the entity level in South Carolina. The individual members or partners need to make estimated tax payments on their share of the partnership's income.

## Penalty and Interest

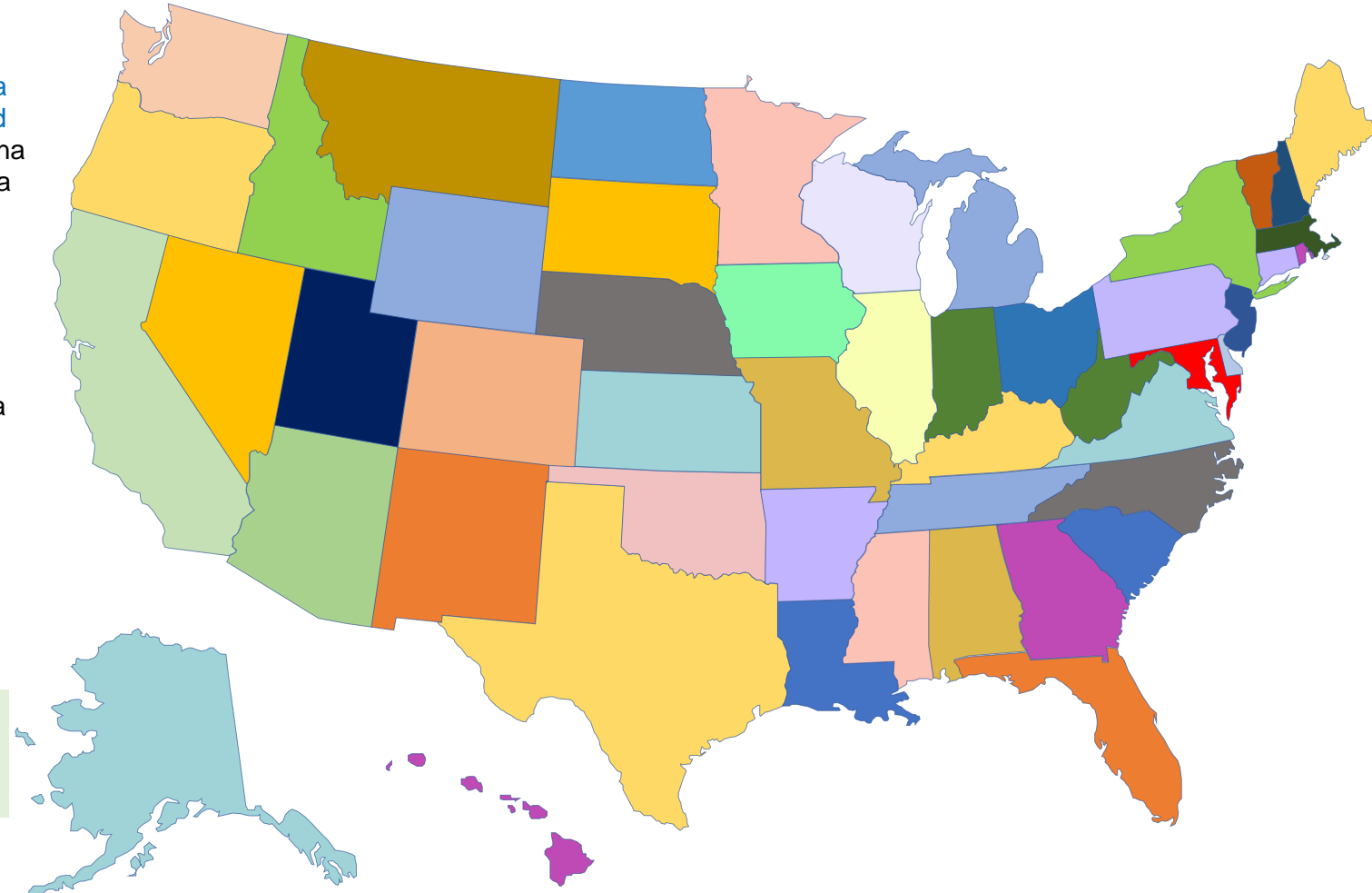
- If a return is delinquent filed (including an extension), the corporation will be subject to late filing penalty. The penalty will be 5% of the tax due per month and can be a maximum of 25%.
- In the event of late payment of taxes, a penalty will be assessed at 0.5% of the tax per month, and can be a maximum of 25%.
- If a corporation fails to pay the tax due, it will be charged interest at the rate provided on the federal form. The interest will be calculated on the full amount of tax or portion thereof, not including penalties, from the time the tax was due until paid in its entirety.



# Upcoming Series

Please find below the list of completed alerts from the series. In case you have missed the previous alerts, click on the hyperlink [USA PUBLICATIONS](#) for the completed alerts.

- |                |                    |                    |
|----------------|--------------------|--------------------|
| 1. Delaware    | 19. Louisiana      | 37. Oregon         |
| 2. New Jersey  | 20. Maine          | 38. Pennsylvania   |
| 3. California  | 21. Maryland       | 39. Rhode Island   |
| 4. Alabama     | 22. Massachusetts  | 40. South Carolina |
| 5. Alaska      | 23. Michigan       | 41. South Dakota   |
| 6. Arizona     | 24. Minnesota      | 42. Tennessee      |
| 7. Arkansas    | 25. Mississippi    | 43. Texas          |
| 8. Colorado    | 26. Missouri       | 44. Utah           |
| 9. Connecticut | 27. Montana        | 45. Vermont        |
| 10. Columbia   | 28. Nebraska       | 46. Virginia       |
| 11. Florida    | 29. Nevada         | 47. Washington     |
| 12. Georgia    | 30. New Hampshire  | 48. West Virginia  |
| 13. Hawaii     | 31. New Mexico     | 49. Wisconsin      |
| 14. Idaho      | 32. New York       | 50. Wyoming        |
| 15. Illinois   | 33. North Carolina | 51. Kentucky       |
| 16. Indiana    | 34. North Dakota   |                    |
| 17. Iowa       | 35. Ohio           |                    |
| 18. Kansas     | 36. Oklahoma       |                    |



*In case you have downloaded the alert via LinkedIn, the links might not work, refer our website for the same - <https://www.m2kadvisors.com/>*



# THANK YOU

## USA

### M2K Advisors Inc

16192 Coastal Highway,  
Lewes, County of Sussex,  
Delaware - 19958

## Singapore

### M2K Advisors Pte Ltd

The Octagon,  
105 Cecil Street, #13-02  
Singapore 069534

## India

### M2K Advisors LLP

7th Floor, Briley One,  
No. 30/ 64 Ethiraj Salai,  
Egmore, Chennai – 600 008,  
Tamil Nadu, India

## India - Bengaluru

### M2K Advisors LLP

WeWork, No.43, Residency  
Road, Shanthala Nagar,  
Ashok Nagar,  
Bengaluru 560025

## UAE - Dubai

### M2K Advisors

701 C Aspin Commercial  
Tower, Sheikh Zayed Road,  
Trade Center First, Dubai  
PO Box - 50810

## Australia

### M2K Advisors Pty Ltd

Unit 605E, 888 Collins St,  
Docklands VIC 3008,  
Australia

For any queries, reach us at:

[support@m2kadvisors.com](mailto:support@m2kadvisors.com);

+1 (707) 800-8229



This deck has been prepared for informational purposes only and nothing contained in this deck constitutes any legal or any other form of advice from M2K Advisors. Although reasonable care has been taken to ensure that the information in this deck is true, such information is provided “as is”, without any warranty, express or implied as to the accuracy or completeness of any such information. M2K Advisors do not accept any responsibility for loss occasioned to any person acting or refraining from action as a result of any material in this deck. This document should not be considered as an offer or solicitation of any of the services rendered by M2K Advisors.