South Carolina Revenue Sources and Fiscal Impacts 1/

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1/ Estimates of impacts are for FY2009-10. All impacts are current at the time of the release of the publication. Impacts are subject to change based upon newly released and/or revised data and background material. Copies of official fiscal impact statements may be obtained by calling (803)734-3805, by faxing (803)734-4719, or by visiting www.bea.sc.gov.

South Carolina Revenue Sources and Fiscal Impacts

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State Accommodations Tax

Summary

Statute:	12-36-920
Date Enacted:	1984
Date of last significant change:	
Rate:	2% (In addition to the state general sales tax rate of 5%) The additional 1-cent (the 6th penny) added to the state general sales tax beginning June 1, 2007 is not levied against the rental of accommodations
Current Distribution:	Redistributed to Local Governments from the State

Fiscal Year Local Government Collections

FY05	$36,836,246
FY06	$40,429,703
FY07	$42,771,165
FY08	$45,462,639
FY09	$41,941,268

Fiscal Impacts as a Result of Change in Current Law

* Elimination of tax would reduce local revenue in FY10 by	$	42,000,000

South Carolina State Accommodations (2%) Tax Collections
By County
Fiscal Year 2008-09

County	Tax Revenue (Dollars)	Rank
Abbeville	$11,430	40
Aiken	$389,495	14
Allendale	$5,440	43
Anderson	$361,123	15
Bamberg	$9,172	42
Barnwell	$20,101	38
Beaufort	$5,347,111	3
Berkeley	$429,971	13
Calhoun	(D)	
Charleston	$8,994,828	2
Cherokee	$99,411	25
Chester	$61,158	29
Chesterfield	$43,298	30
Clarendon	$110,453	23
Colleton	$539,911	11
Darlington	$65,285	28
Dillon	$102,594	24
Dorchester	$118,686	22
Edgefield	(D)	
Fairfield	$23,781	35
Florence	$838,636	7
Georgetown	$1,372,364	6
Greenville	$2,128,248	5
Greenwood	$156,439	19
Hampton	$25,672	33
Horry	$14,407,623	1
Jasper	$227,008	18
Kershaw	$130,172	20
Lancaster	$41,727	31
Laurens	$90,162	26
Lee	$10,955	41
Lexington	$764,070	8
Marion	$24,009	34
Marlboro	$21,538	37
McCormick	$35,698	32
Newberry	$85,372	27
Oconee	$119,409	21
Orangeburg	$508,964	12
Pickens	$276,826	16
Richland	$2,234,627	4
Saluda	(D)	
Spartanburg	$684,557	9
Sumter	$252,663	17
Union	$22,698	36
Williamsburg	$18,107	39
York	$555,106	10
County Total	$41,790,281	
Unknown 1/	$150,987	
Total Revenues	$41,941,268	

Notes: (D) Subject to nondisclosure -- amounts included in total.
1/: Unknown amounts allocated in future periods upon proper county identification.

Source: South Carolina Department of Revenue

Admissions Tax

Summary

Statute:	12-21-2410 to 12-21-2575
Date Enacted:	1923
Date of last significant change:	2006 -Transfer of 26% to the Department of Commerce
Rate:	5%
Current Distribution:	Fishing piers revenue to DNR Tourism Areas - Coordinating Council (50%) and local governments (50%) Remaining revenue - State General Fund

Fiscal Year Collections

FY05	$27,285,893
FY06	$25,431,491
FY07	$24,496,704
FY08	$24,750,450
FY09	$23,753,452

Fiscal Impacts as a Result of Change in Current Law

* Elimination of tax would reduce local revenue in FY10 by $24,182,617

South Carolina State Admissions Tax Collections
By County
Fiscal Year 2007-08

County	Tax Revenue (Dollars)	Rank
Abbeville	$2,097	44
Aiken	$819,233	9
Allendale	$2,084	45
Anderson	$456,800	12
Bamberg	$1,461	46
Barnwell	$6,420	43
Beaufort	$3,656,206	3
Berkeley	$463,355	11
Calhoun	$7,813	41
Charleston	$4,712,442	2
Cherokee	$56,934	24
Chester	$10,528	39
Chesterfield	$27,326	30
Clarendon	$69,627	23
Colleton	$51,589	26
Darlington	$338,620	15
Dillon	$16,566	35
Dorchester	$302,055	16
Edgefield	$109,888	21
Fairfield	$23,793	32
Florence	$425,612	13
Georgetown	$1,069,126	8
Greenville	$2,412,708	5
Greenwood	$270,109	17
Hampton	$12,852	38
Horry	$9,924,873	1
Jasper	$34,615	29
Kershaw	$35,854	28
Lancaster	$44,537	27
Laurens	$70,036	22
Lee	$7,186	42
Lexington	$378,556	14
McCormick	$56,534	25
Marion	$23,825	31
Marlboro	$10,357	40
Newberry	$15,175	36
Oconee	$208,345	18
Orangeburg	$186,308	19
Pickens	$1,422,138	7
Richland	$3,597,024	4
Saluda	$18,713	34
Spartanburg	$686,102	10
Sumter	$154,813	20
Union	$14,520	37
Williamsburg	$18,816	33
York	$1,512,855	6
County Total	$33,746,429	
Unknown 1/	$120,932	
Total Revenues	$33,867,361	

Notes: 1/: Unknown amounts allocated in future periods upon proper county identification.

Source: South Carolina Department of Revenue

South Carolina Admissions Tax Collections
By Event Type
Fiscal Year 2007-08

Type of Event	Admissions Tax	Rank
Amusement Parks	$2,148,383	5
Amusement Rides	$500,519	14
Archery	$42,892	25
Athletic Events	$2,978,921	3
Auto / Motorcycle Racing	$425,874	15
Bands	$147,257	21
Bowling	$1,159,038	7
Carnival	$44,870	24
Circus	$28,828	27
Dances	$1,262,967	6
Fishing Pier	$35,383	26
Gardens	$937,736	10
Golf	$11,694,223	1
Golf Driving Range / Tennis	$1,137,750	8
Gyms, Spas, Body Building & Fitness Centers	$114,945	22
Horse Racing, Shows, & Rides	$14,425	28
Itinerant Shows	$149,754	20
Miniature Golf Course	$867,838	11
Miniature Raceway	$305,971	17
Miscellaneous	$793,264	12
Movie Theaters	$4,153,367	2
Myrtle Beach Live Entertainment Theatre	$2,250,187	4
Nightclubs	$640,087	13
Promoter	$1,101,675	9
Sight Seeing Attractions	$172,035	19
Skating	$249,736	18
State / County Park	$400,996	16
Swimming	$108,440	23
Total Admissions Tax Collections	$33,867,361	

Source: South Carolina Department of Revenue

BEA/RWM/08/20/09

Alcoholic Liquor Tax

Summary

Statute: Title 12, Chapter 33

Date Enacted: 1935

Date of last significant change: 1983 (increase of case taxes)
2006 (excise tax of 5% per drink for on-premises consumption)
2008 (distiller's license reduced from $50,000 per location to $1,000)

Rates: See below

Excise Taxes Applying to Mini-bottles

	Tax	Code
Mini-bottle	5% per drink	12-33-245
Standard case(wholesalers)	$1.81	12-33-410
Standard case(retailers)	$2.99	12-33-460; 12-33-470
Standard case(addditional tax paid by wholesaler)	$0.56	12-33-420
Surtax	9%	12-33-425
License fees	Range of: $35-$20,000	

Excise Taxes Applying to Regular Liquor Bottles

	Tax	Code
Per 8 ounces of alcohol	$0.17	12-33-230; 12-33-240
Per Liter	$0.72	12-33-230; 12-33-240
Standard case(wholesalers)	$1.81	12-33-410
Standard case(retailers)	$2.99	12-33-460; 12-33-470
Standard case(addditional tax paid by wholesaler)	$0.56	12-33-420
Surtax	9%	12-33-425
License fees	Range of: $35-$20,000	
Total tax per liter 1	$1.34	

Current Distribution: General Fund, Local Option Permits distributed to local government, and eleven percent of 5% excise tax to counties.

Fiscal Year Collections*

	Total	Liquor By-the-Drink (5%)
FY05	$54,684,140	
FY06	$51,936,748	$6,286,623 (Jan. 1, 2006)
FY07	$56,065,761	$16,500,604
FY08	$56,652,160	$16,473,077
FY09	$57,460,841	$15,880,482

1/ Using 10.5 as the amount of liters per case

* Includes license fees revenue

State Excise Tax Rates on Distilled Spirits
(As of July 1, 2009)

State	Year First Adopted	Tax Rate (Dollars per Gallon)	Tax Rate (Dollars per Liter)	Rank	Notes
Alabama	1/	State-controlled	State-controlled		
Alaska	1959	$12.80	$3.38	1	
Arizona	1933	$3.00	$0.79	21	
Arkansas	1935	$2.58	$0.68	24	$0.20 per case; 3% off- 14% on-premise tax
California	1935	$3.30	$0.87	19	
Colorodo	1933	$2.28	$0.60	29	
Connecticut	1937	$4.50	$1.19	10	
Delaware	1933	$5.46	$1.44	8	
Florida	1935	$6.50	$1.72	2	$0.0667 per oz. on-premise tax
Georgia	1937	$3.79	$1.00	15	$0.83 per gallon local tax
Hawaii	1939	$5.98	$1.58	5	
Idaho	1/	State-controlled	State-controlled		
Illinois	1934	$4.50	$1.19	10	
Indiana	1933	$2.68	$0.71	23	
Iowa	1/	State-controlled	State-controlled		
Kansas	1948	$2.50	$0.66	25	8% off-premise; 10% on-premise tax
Kentucky	1934	$1.92	$0.51	31	$0.05 per case; 11% wholesale tax
Louisiana	1934	$2.50	$0.66	25	
Maine	1/	State-controlled	State-controlled		
Maryland	1933	$1.50	$0.40	32	
Massachusetts	1933	$4.05	$1.07	13	0.57% on private club sales
Michigan	1/	State-controlled	State-controlled		
Minnesota	1934	$5.03	$1.33	9	$0.01 per bottle and 9% sales tax
Mississippi	1966	State-controlled	State-controlled		
Missouri	1934	$2.00	$0.53	30	
Montana	1/	State-controlled	State-controlled		
Nebraska	1935	$3.75	$0.99	16	
Nevada	1935	$3.60	$0.95	18	
New Hampshire	1/	State-controlled	State-controlled		
New Jersey	1933	$5.50	$1.45	7	
New Mexico	1934	$6.06	$1.60	4	
New York	1933	$6.44	$1.70	3	$1.00 per gallon New York City tax
North Carolina	1/	State-controlled	State-controlled		
North Dakota	1936	$2.50	$0.66	25	7% state sales tax
Ohio	1/	State-controlled	State-controlled		
Oklahoma	1959	$5.56	$1.47	6	13.5% on-premise tax
Oregon	1/	State-controlled	State-controlled		
Pennsylvania	1/	State-controlled	State-controlled		
Rhode Island	1933	$3.75	$0.99	16	
South Carolina	1935	**$2.72**	**$0.72**	**22**	$5.36 per case and 9% surtax
South Dakota	1935	$3.93	$1.04	14	2% wholesale tax
Tennessee	1939	$4.40	$1.16	12	$0.15 per case; 15% on-premise tax
Texas	1935	$2.40	$0.63	28	14% on-premise tax
Utah	1/	State-controlled	State-controlled		
Vermont	1/	State-controlled	State-controlled		10% on-premise sales tax
Virginia	1/	State-controlled	State-controlled		
Washington	1/	State-controlled	State-controlled		
West Virginia	1/	State-controlled	State-controlled		
Wisconsin	1934	$3.25	$0.86	20	
Wyoming	1/	State-controlled	State-controlled		
District of Columbia		$1.50	$0.40	32	8% off-premise; 10% on-premise tax
United States		$13.50	$3.57		

1/: State-owned and operated liquor stores.

Sources: Federation of Tax Administrators; Tax Foundation; Commerce Clearinghouse, various reports.

BEA/RWM/08/10/09

Beer and Wine Tax

Summary

Statute: Title 12, Chapter 21

Date Enacted: 1933

Date of last significant change: 1969 (increase of one-tenth a cent per ounce on beer tax)
1959 (inception of additional wine tax)

Rate: **Tax Rates Paid By Wholesalers**

Beer Excise Tax

Beer per Ounce............	$0.006
Per 12 ounce can.........	$ 0.072

Wine Excise Tax

Wine per 8oz. up to 1 gallon....	$0.06
Wine per gallon..................	$0.90
Additional wine tax per 8oz.....	$0.01
Additional wine tax per gallon..	$0.18
Wine per liter..................	$0.25
Additional wine tax per liter....	$0.05
Total tax per gallon...............	$1.08
Total tax per liter..................	$0.30

Current Distribution: General Fund; revenue from 7-day permits to Local Governments

Fiscal Year Collections *

FY05	$	94,750,699
FY06	$	98,008,570
FY07	$	99,568,753
FY08	$	100,610,827
FY09	$	101,356,299

* Includes license fees and permits

FY10 Fiscal Impacts as a Result of Change in Current Law

A three cents consumption tax for on-premise 12-ounce beer at the point of sale	$35,729,356
An increase on the excise tax of beer by ten-cents per can (12 ounce unit)	$104,299,852
An increase of fifty percent to the beer excise tax	$39,766,664
Increase the beer excise tax to one and two-tenths cents an ounce (double the current rate)	$77,384,133
A three cents consumption tax for on-premise glasses of wine at the point of sale	$17,851,021
An increase of fifty percent to the wine excise tax	$5,066,749
Increase the wine excise tax to two dollars sixteen cents a gallon (double the current rate)	$9,859,620

State Excise Tax Rates on Beer
(As of July 1, 2009)

State	Tax Rate (Dollars per Gallon)	Rank	Notes
Alaska	1.07	1	
Hawaii	0.93	2	$0.54 per gallon draft beer
South Carolina	**0.77**	**3**	
Alabama	0.53	4	$0.52 per gallon local tax
North Carolina	0.53	4	
Florida	0.48	6	$0.0267 per 12 oz. on-premise retail tax
Georgia	0.48	6	$0.53 per gallon local tax
Mississippi	0.4268	8	
New Mexico	0.41	9	
Utah	0.41	9	
Oklahoma	0.40	11	13.5% on-premise tax
Maine	0.35	12	Additional 5% on-premise tax
Louisiana	0.32	13	$0.048 per gallon local tax
Nebraska	0.31	14	
New Hampshire	0.30	15	
South Dakota	0.27	16	
Vermont	0.265	17	10% on-premise tax
Washington	0.261	18	
Virginia	0.2565	19	
Arkansas	0.21	20	Additional 3% off-premise; 10% on-premise tax
California	0.20	21	
Connecticut	0.20	21	
Michigan	0.20	21	
Texas	0.20	21	14% on-premise tax
Iowa	0.19	25	
Illinois	0.185	26	
Kansas	0.18	27	Additional 8% off-premise; 10% on-premise tax
Ohio	0.18	27	
West Virginia	0.18	27	
Arizona	0.16	30	
Delaware	0.16	30	
Nevada	0.16	30	
North Dakota	0.16	30	7% state sales tax
Idaho	0.15	34	Over 4% - $0.45 per gallon
Minnesota	0.15	34	9% sales tax
Montana	0.14	36	
New York	0.14	36	$0.12 per gallon in New York City
Tennessee	0.14	36	17% wholesale tax
New Jersey	0.12	39	
Indiana	0.115	40	
Massachusetts	0.11	41	0.57% on private club sales
Rhode Island	0.11	41	Additional $0.04 per case wholesale tax
District of Columbia	0.09	43	Additional 8% off-premise; 10% on-premise tax
Maryland	0.09	43	
Oregon	0.08387	45	
Colorodo	0.08	46	
Kentucky	0.08	46	Additional 11% wholesale tax
Pennsylvania	0.08	46	
Missouri	0.06	49	
Wisconsin	0.06	49	
Wyoming	0.019	51	
United States	0.57		

Sources: Federation of Tax Administrators; Commerce Clearinghouse, various reports.

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State Excise Tax Rates on Wine
(As of July 1, 2009)

State	Tax Rate (Dollars per Gallon)	Tax Rate (Dollars per Liter)	Rank	Notes
Alabama	1.70	0.45	4	
Alaska	2.50	0.66	1	
Arizona	0.84	0.22	18	
Arkansas	0.77	0.20	20	$0.05/case; 3% off- 10% on-premise
California	0.20	0.05	46	
Colorodo	0.28	0.07	43	
Connecticut	0.60	0.16	25	
Delaware	0.97	0.26	12	
District of Columbia	0.30	0.08	39	8% off-premise; 10% on-premise
Florida	2.25	0.59	2	$0.0667 per 4 oz. on-premise retail tax
Georgia	1.51	0.40	6	$0.83 per gallon local tax
Hawaii	1.38	0.36	8	
Idaho	0.45	0.12	34	
Illinois	0.73	0.19	21	
Indiana	0.47	0.12	33	
Iowa	1.75	0.46	3	
Kansas	0.30	0.08	39	8% off-premise; 10% on-premise
Kentucky	0.50	0.13	31	11% wholesale tax
Louisiana	0.11	0.03	47	
Maine	0.60	0.16	25	Additional 5% on-premise
Maryland	0.40	0.11	37	
Massachusetts	0.55	0.15	28	
Michigan	0.51	0.13	30	
Minnesota	0.30	0.08	39	$0.01 per bottle and 9% sales tax
Mississippi	0.427	0.11	35	
Missouri	0.42	0.11	36	
Montana	1.06	0.28	10	7% surtax
Nebraska	0.95	0.25	13	
Nevada	0.70	0.18	23	
New Hampshire	State-controlled	State-controlled		
New Jersey	0.875	0.23	16	
New Mexico	1.70	0.45	4	
New York	0.30	0.08	39	
North Carolina	0.79	0.21	19	
North Dakota	0.50	0.13	31	7% sales tax
Ohio	0.32	0.08	38	
Oklahoma	0.72	0.19	22	13.5% on-premise tax
Oregon	0.67	0.18	24	
Pennsylvania	State-controlled	State-controlled		
Rhode Island	0.60	0.16	25	
South Carolina	**0.90**	**0.24**	**15**	$0.18 per gallon additional tax
South Dakota	0.93	0.25	14	2% wholesale tax
Tennessee	1.21	0.32	9	$0.15 per case; 15% on-premise tax
Texas	0.204	0.05	45	14% on-premise tax
Utah	State-controlled	State-controlled		
Vermont	0.55	0.15	28	10% on-premise tax
Virginia	1.51	0.40	6	
Washington	0.87	0.23	17	
West Virginia	1.00	0.26	11	5% local tax
Wisconsin	0.25	0.07	44	
Wyoming	State-controlled	State-controlled		
United States	1.07	0.28		

Sources: Federation of Tax Administrators; Commerce Clearinghouse, various reports.

BEA/RWM/08/10/09

Cigarette Tax

Summary

Statute:	12-21-620(1)
Date Enacted:	1923
Date of last changes:	Increase of 1-cent effective FY1977
Rate:	7-cents per pack of 20 cigarettes
Current Distribution:	General Fund

Fiscal Year Collections 1/

FY05	$	29,610,107
FY06	$	31,980,302
FY07	$	31,672,210
FY08	$	31,072,833
FY09	$	30,572,978

FY10 Fiscal Impacts as a Result of Change in Current Law

Increases in Cigarette Tax (cents)	Additional Revenue (in millions)
5	$17,546,956
10	$34,621,129
15	$51,191,100
20	$67,278,619
25	$82,730,057
30	$97,382,905
35	$111,432,825
40	$124,652,130
45	$136,844,552
50	$148,313,387
55	$159,058,637
60	$169,080,300

[1] Includes 5% tax collection of other tobacco products

State Excise Tax Rates on Cigarettes
(As of October 1, 2009)

State	Year First Adopted	Tax Rate (Cents per Pack)	Rank
Alabama	1935	42.5	45
Alaska	1949	200.0	10
Arizona	1935	200.0	10
Arkansas	1929	115.0	27
California	1959	87.0	32
Colorodo	1964	84.0	33
Connecticut	1935	200.0	10
Delaware	1943	160.0	18
District of Columbia	1949	250.0	7
Florida	1943	133.9	24
Georgia	1937	37.0	46
Hawaii	1939	260.0	4
Idaho	1945	57.0	42
Illinois	1941	98.0	30
Indiana	1947	99.5	29
Iowa	1921	136.0	22
Kansas	1927	79.0	35
Kentucky	1936	60.0	40
Louisiana	1932	36.0	47
Maine	1941	200.0	10
Maryland	1958	200.0	10
Massachusetts	1939	251.0	6
Michigan	1947	200.0	10
Minnesota	1947	156.0	19
Mississippi	1932	68.0	37
Missouri	1955	17.0	50
Montana	1947	170.0	17
Nebraska	1947	64.0	38
Nevada	1947	80.0	34
New Hampshire	1939	178.0	16
New Jersey	1948	270.0	3
New Mexico	1943	91.0	31
New York	1939	275.0	2
North Carolina	1969	35.0	48
North Dakota	1927	44.0	44
Ohio	1931	125.0	25
Oklahoma	1933	103.0	28
Oregon	1965	118.0	26
Pennsylvania	1937	135.0	23
Rhode Island	1939	346.0	1
South Carolina	**1923**	**7.0**	**51**
South Dakota	1923	153.0	20
Tennessee	1925	62.0	39
Texas	1931	141.0	21
Utah	1923	69.5	36
Vermont	1937	224.0	8
Virginia	1960	30.0	49
Washington	1935	202.5	9
West Virginia	1947	55.0	43
Wisconsin	1939	252.0	5
Wyoming	1951	60.0	40
United States 1/		100.66	

Notes: 1/ United States increased tax by 61.66-cents effective April 1, 2009.

Sources: Federation of Tax Administrators; Tax Foundation; Commerce Clearinghouse, various reports.

BEA/RWM/08/10/09

State Excise Tax Rates on Cigarettes in Southeastern States 1/
(As of October 1, 2009)

State	Year First Adopted	Tax Rate (Cents per Pack)	Rank
Alabama	1935	42.5	45
Arkansas	1929	115.0	27
Florida	1943	133.9	24
Georgia	1937	37.0	46
Kentucky	1936	60.0	40
Louisiana	1932	36.0	47
Mississippi	1932	68.0	37
North Carolina	1969	35.0	48
Tennessee	1925	62.0	39
Virginia	1960	30.0	49
West Virginia	1947	55.0	43
Southeastern States		61.3	
United States 1/		134.2	

Notes: 1/ United States increased tax by 61.66-cents effective April 1, 2009.

Sources: Federation of Tax Administrators; Tax Foundation; Commerce Clearinghouse, various reports.

BEA/RWM/08/19/09

Addendum	
United States (Including South Carolina)	131.7

Cigarette Smoking By State
(Calendar Years 1998 to 2007, Percent of Population)

State/Area	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Alabama	24.6	23.5	25.3	23.9	24.4	25.3	24.9	24.8	23.3	22.5
Alaska	26.0	27.2	25.0	26.1	29.4	26.3	24.9	25.0	24.2	22.2
Arizona	21.9	20.0	18.6	21.5	23.5	21.0	18.6	20.4	18.1	19.8
Arkansas	26.0	27.2	25.2	25.6	26.3	24.8	25.7	23.5	23.7	22.4
California	19.2	18.7	17.2	17.2	16.4	16.8	14.8	15.2	14.9	14.3
Colorodo	22.8	22.5	20.1	22.4	20.4	18.5	20.1	19.9	17.9	18.7
Connecticut	21.1	22.8	20.0	20.8	19.5	18.7	18.1	16.5	17.0	15.5
Delaware	24.5	25.4	23.0	25.1	24.7	21.9	24.5	20.7	21.7	19.0
District of Columbia	21.6	20.6	20.9	20.8	20.4	22.3	21.0	20.1	17.9	17.3
Florida	22.0	20.7	23.2	22.5	22.1	23.9	20.4	21.6	21.0	19.3
Georgia	23.7	23.7	23.6	23.7	23.3	22.8	20.1	22.2	20.0	19.3
Hawaii	19.5	18.6	19.7	20.6	21.1	17.3	N/A	17.1	17.5	17.0
Idaho	20.3	21.5	22.4	19.7	20.6	19.0	17.5	17.9	16.8	19.2
Illinois	23.1	24.2	22.3	23.6	22.9	24.3	22.2	19.9	20.5	20.2
Indiana	26.0	27.0	27.0	27.5	27.7	26.1	25.0	27.3	24.1	24.1
Iowa	23.4	23.5	23.3	22.2	23.1	21.7	20.8	20.4	21.5	19.8
Kansas	21.2	21.1	21.1	22.2	22.1	20.4	19.8	17.8	20.0	17.9
Kentucky	30.8	29.7	30.5	30.9	32.6	30.8	27.6	28.7	28.6	28.3
Louisiana	25.5	23.6	24.1	24.8	23.9	26.6	23.6	22.6	23.4	22.6
Maine	22.4	23.3	23.8	24.0	23.6	23.6	21.0	20.9	20.9	20.1
Maryland	22.4	20.3	20.6	21.3	22.0	20.2	19.7	19.0	17.8	17.1
Massachusetts	30.9	19.4	20.0	19.7	19.0	19.2	18.5	18.1	17.8	16.4
Michigan	27.4	25.1	24.2	25.7	24.2	26.2	23.4	22.1	22.4	21.2
Minnesota	18.0	19.5	19.8	22.2	21.7	21.1	20.7	20.0	18.3	16.5
Mississippi	24.1	23.0	23.5	25.4	27.4	25.6	24.6	23.7	25.1	24.0
Missouri	26.3	27.1	27.2	25.9	26.6	27.3	24.1	23.4	23.3	24.6
Montana	21.5	20.2	18.9	21.9	21.3	19.9	20.4	19.2	19.0	19.5
Nebraska	22.1	23.3	21.4	20.4	22.8	21.3	20.3	21.3	18.6	19.9
Nevada	30.4	31.5	29.1	27.0	26.0	25.2	23.2	23.1	22.2	21.5
New Hampshire	23.3	22.4	25.4	24.1	23.2	21.2	21.8	20.5	18.7	19.4
New Jersey	19.2	20.7	21.0	21.3	19.1	19.5	18.9	18.1	18.1	17.2
New Mexico	22.6	22.5	23.6	23.9	21.2	22.0	20.3	21.5	20.2	20.8
New York	24.3	21.9	21.6	23.4	22.4	21.6	20.0	20.5	18.3	18.9
North Carolina	24.7	25.2	26.1	25.9	26.4	24.8	23.2	22.7	22.1	22.9
North Dakota	20.0	22.2	23.3	22.1	21.5	20.5	19.9	20.0	19.6	21.0
Ohio	26.2	27.6	26.3	27.7	26.6	25.4	25.9	22.3	22.5	23.1
Oklahoma	23.8	25.2	23.3	28.8	26.7	25.2	26.1	25.1	25.1	25.8
Oregon	21.1	21.5	20.8	20.5	22.4	21.0	20.0	18.5	18.5	16.9
Pennsylvania	23.8	23.2	24.3	24.6	24.6	25.5	22.7	23.7	21.5	20.9
Rhode Island	22.7	22.4	23.5	24.0	22.5	22.4	21.3	19.8	19.3	17.0
South Carolina	**24.7**	**23.6**	**24.7**	**26.2**	**26.6**	**25.5**	**24.5**	**22.6**	**22.3**	**21.9**
South Dakota	27.3	22.5	22.0	22.4	22.6	22.7	20.3	19.8	20.4	19.8
Tennessee	26.1	24.9	25.7	24.4	27.8	25.7	26.1	26.8	22.6	24.3
Texas	22.0	22.4	22.0	22.5	22.9	22.1	20.6	20.0	18.1	19.4
Utah	14.2	13.9	12.9	13.3	12.7	12.0	10.5	11.5	9.8	11.7
Vermont	22.3	21.8	21.5	22.4	21.2	19.6	20.0	19.3	18.0	17.6
Virginia	22.9	21.2	21.5	22.5	24.6	22.1	20.9	20.6	19.3	18.6
Washington	21.4	22.4	20.7	22.6	24.5	19.5	19.2	17.6	17.1	16.8
West Virginia	27.9	27.1	26.1	28.2	28.4	27.4	26.9	26.6	25.7	27.0
Wisconsin	23.4	23.7	24.1	23.6	23.4	22.1	22.0	20.8	20.8	19.6
Wyoming	22.8	23.9	23.8	22.2	23.7	24.6	21.7	21.3	21.6	22.1
United States	22.9	22.8	23.3	23.4	23.1	22.1	20.9	20.6	20.2	19.8
Guam				31.4	32.1	34.0	34.0	N/A	34.0	31.1
Puerto Rico	15.7	13.7	13.1	12.5	13.2	13.6	12.7	13.1	12.5	12.2
U.S. Virgin Islands				9.8	9.5	10.0	9.5	8.3	9.1	8.7

Note: Current cigarette smoking is defined as persons who reported having smoked 100 or more cigarettes during their lifetime and who currently smoke every day or some days. Based on the Behavioral Risk Factor Surveillance System, a telephone survey of health behaviors of the civilian, noninstitutionalized U.S. population, 18 years old and over.

Source: U.S. Centers for Disease Control and Prevention, Atlanta, GA, "Morbidity and Mortality Weekly Report", Vol. 58, No. 09, March 13, 2009.

BEA/RWM/08/19/09

Corporate License Tax

Summary

Statute: Title 12, Chapter 20

Date Enacted: 1922

Date of last changes: 1988 (Domestic Corporations annual license fee was increased from $5 to $15, plus $1 for $1,000 of total capital stock and the entire surplus of a corporation other than its earned surplus or otherwise known as retained earnings)

Rate: **Domestic Corporations-** annual license fee is $15, plus $1 for $1,000 of capital and paid in surplus)

Foreign Corporations- same license fee as Domestic Corporations except must be apportioned in accordance with the ratio used for income tax purposes.

Utility Corporations- annual license fee is $1 for each $1,000 of fair market value of property owned and $3 for each $1,000 of gross receipts for services rendered.

Note: There is a minimum license fee of $25 for all Corporations

Current Distribution: State General Fund

Fiscal Year Collections 1/

FY05	$	74,499,924
FY06	$	71,557,850
FY07	$	65,161,042
FY08	$	74,406,043
FY09	$	80,987,747

1/ General Fund collections only.

Fiscal Impacts as a Result of Change in Current Law

* Elimination of tax would reduce state revenue in FY10 by $92,132,150

Documentary Stamp Tax

Summary

Statute:	12-24-10 to 12-24-150
Date Enacted:	1923
Date of last significant change:	FY05 - $0.25 of every $1.00 in State General Fund stamp revenue is transferred to the Conservation Bank Trust Fund FY07 - distributees (heirs) of estate property are exempt from remitting the documentary stamp tax
Rate:	$1.85 per $500 value
Current Distribution:	$0.75 - State General Fund; $0.25 - Conservation Bank Trust Fund; $0.20 - SC Housing Trust; $0.10 - Heritage Land Trust; $0.55 - County General Fund

Fiscal Year General Fund Collections

	Gross Revenue	Transfer to Conservation Bank	Net General Fund	State Housing Authority Trust	Heritage Land Trust
FY05	$65,328,761	$14,834,804	$50,493,957	$13,100,003	$6,550,012
FY06	$85,070,305	$21,055,192	$64,015,133	$16,924,154	$8,462,077
FY07	$75,205,284	$19,006,698	$56,198,586	$15,285,358	$7,642,679
FY08	$57,966,115	$14,781,204	$43,184,911	$11,972,963	$5,986,482
FY09	$32,991,962	$8,585,569 1/	$24,406,393	$6,868,455	$3,434,227

Fiscal Impacts as a Result of Change in Current Law

	Gross Revenue	Transfer to Conservation Bank	Net General Fund	State Housing Authority Trust	Heritage Land Trust
FY10	$37,966,115	$9,491,529 2/	$28,474,586	$7,904,003	$3,952,001

1/ For FY2009, the Conservation Bank shall transfer $7,000,000 to the Department of Education to be used for school bus fuel. (Proviso 90.16)
2/ For FY2010, the Conservation Bank revenue shall remain in the General Fund.

State Realty Transfer Tax Rates
(As of December 31, 2004)

State	Transfer Fee	Transfer Fee Rate	Rank	Notes
Alabama	Varies	0.1% to 0.15%	21	Deeds, $0.50/$500; Mortgages, $0.15/$100
Alaska	None			
Arizona	$2 per deed or contract	N/C		
Arkansas	$3.30/$1,000	0.33%	12	
California	$0.55/$500	0.11%	20	
Colorodo	$0.01/$100	0.01%	23	
Connecticut	Varies	0.5% to 1.0%	6	0.5% up to $800K; 1.0% of value over $800K; plus 0.11%
Delaware		1.5% to 2.0%	1	
Florida	Varies	0.35% to 0.7%	11	Deeds, $0.70/$100; Mortgages, $0.35/$100
Georgia	$0.10/$100	0.1%	21	
Hawaii	$0.10/$100	0.1%	21	
Idaho	None			
Illinois	$0.50/$500	0.1%	21	Cook County, $0.25/$500; Chicago, $3.75/$500
Indiana	None			
Iowa	$0.80/$500	0.16%	17	
Kansas	$0.26/$100	0.26%	14	Mortgage only
Kentucky	$0.50/$500	0.1%	21	
Louisiana	None			
Maine	$2.20/$500	0.44%	8	
Maryland	Varies	0.5%	6	0.5% (0.25% for first-time buyers)
Massachusetts	$2/$500	0.456%	7	0.456% (0.4% plus 14% surtax); also $10-$20 surcharge
Michigan	$3.75/$500	0.75%	6	Local rates depending on population
Minnesota	$1.65/$500	0.33%	12	
Mississippi	None			
Missouri	None			
Montana	None			
Nebraska	$1.75/$1000	0.175%	16	
Nevada	Varies	0.13% to 0.25%	19	Under/over 400K county population
New Hampshire	$0.75/$100	1.5%	2	$0.75/$100 paid by both buyer and seller
New Jersey	$5/$500	1.0%	5	Graduated scale based on property value
New Mexico	None			
New York	Varies	0.4% to 1.425%	9	New York City, 1% uo to $500K; 1.425% over $500K
North Carolina	$1/$500	0.2%	15	
North Dakota	None			
Ohio	Varies	0.1%	21	0.1% plus 0.3% local
Oklahoma	$0.75/$500	0.15%	18	
Oregon	None			
Pennsylvania	Local varies	1.0%	5	
Rhode Island	$2/$500	0.4%	9	
South Carolina	**$1.85/$500**	**0.37%**	**10**	**State-county combination**
South Dakota	$0.50/$500	0.1%	21	
Tennessee	$0.37/$100	0.37%	10	
Texas	None			
Utah	None			
Vermont	Varies	N/C		Tax on gains; varies with length of time owned
Virginia	$0.15/$100	0.03% to 0.15%	22	$0.15/$100 on sales up to $10 million; varies thereafter
Washington	Varies	1.28%	3	1.28% of sales price plus local taxes
West Virginia	$1.65/$500	0.33%	12	State-county combination
Wisconsin	$0.30/$100	0.3%	13	
Wyoming	None			
District of Columbia		1.1%	4	Transfer, 1.1%; Mortgage recordation, 1.1%

Notes: "None" - state does not have a realty transfer tax on deeds or mortgages.
N/C - Not Calculable.

Sources: National Association of Realtors; International Association of Assessing Officers; Commerce Clearinghouse, various reports.

BEA/RWM/08/02/05

South Carolina Deed Recording Fee Collections
By County
Fiscal Year 2007-08

County	Fee Revenue (Dollars)	Rank
Abbeville	$129,600	36
Aiken	$1,815,646	12
Allendale	$28,768	46
Anderson	$1,967,282	11
Bamberg	$108,751	41
Barnwell	$114,302	38
Beaufort	$6,901,249	4
Berkeley	$3,575,491	8
Calhoun	$84,772	44
Charleston	$10,648,416	1
Cherokee	$325,609	26
Chester	$242,180	29
Chesterfield	$267,504	28
Clarendon	$310,296	27
Colleton	$551,663	23
Darlington	$327,177	25
Dillon	$134,516	34
Dorchester	$2,097,059	10
Edgefield	$174,408	33
Fairfield	$213,903	32
Florence	$1,226,442	17
Georgetown	$1,815,502	13
Greenville	$8,180,752	3
Greenwood	$553,934	22
Hampton	$107,842	42
Horry	$9,742,671	2
Jasper	$581,552	20
Kershaw	$651,158	19
Lancaster	$1,627,737	14
Laurens	$365,928	24
Lee	$63,892	45
Lexington	$3,718,710	7
McCormick	$104,699	43
Marion	$233,412	31
Marlboro	$132,208	35
Newberry	$241,095	30
Oconee	$1,424,734	15
Orangeburg	$564,649	21
Pickens	$1,365,682	16
Richland	$5,863,700	5
Saluda	$111,811	40
Spartanburg	$3,241,987	9
Sumter	$781,743	18
Union	$112,282	39
Williamsburg	$119,123	37
York	$4,872,428	6
Total Revenues	$77,824,263	

Source: South Carolina Department of Revenue.

BEA/RWM/08/20/09

Homeownership Rates By State
(Calendar Year 2008, Percent of Housing Units)

State	Owners	Renters	Rank
West Virginia	77.8	22.2	1
Delaware	76.2	23.8	2
Utah	76.2	23.8	2
Michigan	75.9	24.1	4
Mississippi	75.4	24.6	5
Idaho	75.0	25.0	6
New Hampshire	75.0	25.0	6
Indiana	74.4	25.6	8
Iowa	74.0	26.0	9
Maine	73.9	26.1	10
South Carolina	**73.9**	**26.1**	**10**
Louisiana	73.5	26.5	12
Wyoming	73.3	26.7	13
Minnesota	73.1	26.9	14
Alabama	73.0	27.0	15
Kentucky	72.8	27.2	16
Vermont	72.8	27.2	16
Pennsylvania	72.6	27.4	18
Tennessee	71.7	28.3	19
Missouri	71.4	28.6	20
Florida	71.1	28.9	21
Ohio	70.8	29.2	22
Connecticut	70.7	29.3	23
Maryland	70.6	29.4	24
Virginia	70.6	29.4	24
New Mexico	70.4	29.6	26
Oklahoma	70.4	29.6	26
South Dakota	70.4	29.6	26
Wisconsin	70.4	29.6	26
Montana	70.3	29.7	30
Nebraska	69.6	30.4	31
North Carolina	69.4	30.6	32
Arizona	69.1	30.9	33
Colorodo	69.0	31.0	34
Arkansas	68.9	31.1	35
Illinois	68.9	31.1	35
Kansas	68.8	31.2	37
Georgia	68.2	31.8	38
New Jersey	67.3	32.7	39
North Dakota	66.6	33.4	40
Alaska	66.4	33.6	41
Oregon	66.2	33.8	42
Washington	66.2	33.8	42
Massachusetts	65.7	34.3	44
Texas	65.5	34.5	45
Rhode Island	64.5	35.5	46
Nevada	63.6	36.4	47
Hawaii	59.1	40.9	48
California	57.5	42.5	49
New York	55.0	45.0	50
District of Columbia	44.1	55.9	51
United States	67.8	32.2	

Source: U.S. Department of Commerce, Bureau of the Census, Housing and Household Economic Statistics Division, "Housing Vacancies and Homeownership Annual Statistics: 2008".

BEA/RWM/08/19/09

Income Taxes

Corporate Income Tax

Summary

Statute:	Title 12, Chapter 6
Date Enacted:	1927
Date of last changes:	TY88 Rate decreased from 6.0% to 5.5%
	TY89 Rate decreased from 5.5% to 5.0%
	1995 - For TY1996, the apportionment formula for multi-state companies doing business in the State was amended from an arithmetical average of the property ratio, the payroll ratio, and the sales ratio to the addition of the property ratio, the payroll ratio, and twice the sales ratio divided by 4.
	2006 - For TY2007, the apportionment formula was amended to a single-weighted sales factor ratio. If this results in a reduction of income allocated to SC, the reduction is reduced by an applicable percentage. In TY2007, the percentage reduction allowed is 20%, in TY2008, the percentage reduction allowed is 40%, in TY2009, the percentage reduction allowed is 60%, in TY2010, the percentage reduction allowed is 80%. After TY2010, this apportionment formula is repealed.
Rate:	5% of net corporate income
Current Distribution:	State General Fund

Fiscal Year Collections

FY05	$	215,331,461
FY06	$	286,144,766
FY07	$	300,608,201
FY08	$	312,554,756
FY09	$	249,241,783

FY10 Fiscal Impacts as a Result of Change in Current Law

A 1% reduction in the corporation income tax based on FY09 data	-$49,850,000
An elimination of the corporation income tax based on FY09 data	-$249,241,783

State Corporate Income Tax Rates
(Tax rates are for tax year 2009 - As of January 1, 2009)

State	Tax Rate Range (percentage rates) Low		High	Number of Brackets	Income Tax Brackets Low		High
Alabama	6.50			1	Flat rate tax		
Alaska	1.00	to	9.40	10	$10,000	to	$90,000
Arizona	6.968			1	Flat rate tax		
Arkansas	1.00	to	6.50	6	$3,000	to	$100,000
California	8.84			1	Flat rate tax		
Colorodo	4.63			1	Flat rate tax		
Connecticut	7.50			1	Flat rate tax		
Delaware	8.70			1	Flat rate tax		
Florida	5.50			1	Flat rate tax		
Georgia	6.00			1	Flat rate tax		
Hawaii	4.40	to	6.40	3	$25,000	to	$100,000
Idaho	7.60			1	Flat rate tax		
Illinois	7.30			1	Flat rate tax		
Indiana	8.50			1	Flat rate tax		
Iowa	6.00	to	12.00	4	$25,000	to	$250,000
Kansas	4.00	to	7.05	2	$50,000	to	$50,000
Kentucky	4.00	to	6.00	3	$50,000	to	$100,000
Louisiana	4.00	to	8.00	5	$25,000	to	$200,000
Maine	3.50	to	8.93	4	$25,000	to	$250,000
Maryland	8.25			1	Flat rate tax		
Massachusetts	9.50			1	Flat rate tax		
Michigan	4.95			1	Flat rate tax		
Minnesota	9.80			1	Flat rate tax		
Mississippi	3.00	to	5.00	3	$5,000	to	$10,000
Missouri	6.25			1	Flat rate tax		
Montana	6.75			1	Flat rate tax		
Nebraska	5.58	to	7.81	2	$100,000	to	$100,000
Nevada	No state corporate income tax						
New Hampshire	8.50			1	Flat rate tax		
New Jersey	6.50	to	9.00	3	$50,000	to	$100,000
New Mexico	4.80	to	7.60	3	$500,000	to	$1,000,000
New York	7.10			1	Flat rate tax		
North Carolina	6.90			1	Flat rate tax		
North Dakota	2.60	to	6.50	5	$3,000	to	$30,000
Ohio	0.26			1	Flat rate tax		
Oklahoma	6.00			1	Flat rate tax		
Oregon	6.60	to	7.90	2	$250,000	to	$250,000
Pennsylvania	9.99			1	Flat rate tax		
Rhode Island	9.00			1	Flat rate tax		
South Carolina	5.00			1	Flat rate tax		
South Dakota	No state corporate income tax						
Tennessee	6.50			1	Flat rate tax		
Texas	No state corporate income tax						
Utah	5.00			1	Flat rate tax		
Vermont	6.00	to	8.50	3	$10,000	to	$250,000
Virginia	6.00			1	Flat rate tax		
Washington	No state corporate income tax						
West Virginia	8.50			1	Flat rate tax		
Wisconsin	7.90			1	Flat rate tax		
Wyoming	No state corporate income tax						
District of Columbia	9.975			1	Flat rate tax		

Sources: Federation of Tax Administrators; The Tax Foundation; Commerce Clearinghouse, various reports.

BEA/RWM/08/18/09

Individual Income Tax

Summary

Statute:	Title 12, Chapter 6
Date Enacted:	1927
Date of last change:	1994 (index brackets adjusted by one-half of inflation)
	TY04 - Elimination of the "marriage penalty"
	TY06 - Reduction of tax rates for LLC's from 7% to 5% over 4 years
	TY07 - Elimination of the 2.5% income tax bracket
Rate for tax year 09:	0% - 3% Not over $2,670
	3% Over $2,670 but not over $5,340
	4% Over $5,340 but not over $8,010
	5% Over $8,010 but not over $10,680
	6% Over $10,680 but not over $13,350
	7% Over $13,350
Note:	Individuals are currently allowed a deduction from taxable income equal to forty-four percent of net capital gains recognized in a tax year. The deduction was increased from twenty-nine percent to the current rate in tax year 1995.
Current Distribution:	General Fund

Fiscal Year Collections 1/

FY05	$	2,691,471,960
FY06	$	2,995,477,875
FY07	$	3,347,490,746
FY08	$	3,327,774,540
FY09	$	2,812,344,948

Fiscal Impacts as a Result of Change in Current Law

Elimination of the "marriage penalty" in the income tax brackets	-$39,029,620
Reduction of tax rates for LLC's from 7% to 5% over 4 years	-$128,900,000
Elimination of the 2.5% individual income tax bracket	-$86,300,000

1/ Includes General Fund portion of Property Tax Relief Trust Funds.

State Individual Income Tax Rates
(Tax rates are for tax year 2009 - As of January 1, 2009)

State	Tax Rate Range (percentage rates) Low		High	Number of Brackets	Income Tax Brackets Low		High
Alabama	2.00	to	5.00	3	$500	to	$3,000
Alaska	No State Income Tax						
Arizona	2.59	to	4.54	5	$10,000	to	$150,000
Arkansas	1.00	to	7.00	6	$3,800	to	$31,700
California	1.25	to	10.55	7	$7,168	to	$1,000,000
Colorodo	4.63			1	Flat tax rate		
Connecticut	3.00	to	5.00	2	$10,000	to	$10,000
Delaware	2.20	to	6.95	6	$2,000	to	$60,000
Florida	No State Income Tax						
Georgia	1.00	to	6.00	6	$750	to	$7,000
Hawaii	1.40	to	11.00	12	$2,400	to	$200,000
Idaho	1.60	to	7.80	8	$1,237	to	$25,441
Illinois	3.00			1	Flat tax rate		
Indiana	3.40			1	Flat tax rate		
Iowa	0.36	to	8.98	9	$1,407	to	$63,315
Kansas	3.50	to	6.45	3	$15,000	to	$30,000
Kentucky	2.00	to	6.00	6	$3,000	to	$75,000
Louisiana	2.00	to	6.00	3	$12,500	to	$50,000
Maine	2.00	to	8.50	4	$5,050	to	$20,150
Maryland	2.00	to	6.25	8	$1,000	to	$1,000,000
Massachusetts	5.30			1	Flat tax rate		
Michigan	4.35			1	Flat tax rate		
Minnesota	5.35	to	7.85	3	$22,730	to	$74,650
Mississippi	3.00	to	5.00	3	$5,000	to	$10,000
Missouri	1.50	to	6.00	10	$1,000	to	$9,000
Montana	1.00	to	6.90	7	$2,600	to	$15,600
Nebraska	2.56	to	6.84	4	$2,400	to	$27,000
Nevada	No State Income Tax						
New Hampshire	Limited to Dividends and Interest Income Only						
New Jersey	1.40	to	10.75	8	$20,000	to	$1,000,000
New Mexico	1.70	to	4.90	4	$5,500	to	$16,000
New York	4.00	to	8.97	7	$8,000	to	$500,000
North Carolina	6.00	to	7.75	3	$12,750	to	$60,000
North Dakota	1.84	to	4.86	5	$33,950	to	$372,950
Ohio	0.587	to	5.925	9	$5,000	to	$200,000
Oklahoma	0.50	to	5.50	7	$1,000	to	$8,700
Oregon	5.00	to	11.00	5	$3,050	to	$250,000
Pennsylvania	3.07			1	Flat tax rate		
Rhode Island	3.75	to	9.90	5	$33,950	to	$372,950
South Carolina	0.00	to	7.00	6	$2,670	to	$13,350
South Dakota	No State Income Tax						
Tennessee	Limited to Dividends and Interest Income Only						
Texas	No State Income Tax						
Utah	5.00			1	Flat tax rate		
Vermont	3.55	to	9.40	5	$33,950	to	$372,950
Virginia	2.00	to	5.75	4	$3,000	to	$17,000
Washington	No State Income Tax						
West Virginia	3.00	to	6.50	5	$10,000	to	$60,000
Wisconsin	4.60	to	7.75	5	$10,220	to	$225,000
Wyoming	No State Income Tax						
District of Columbia	4.00	to	8.50	3	$10,000	to	$40,000

Sources: Federation of Tax Administrators; The Tax Foundation; Commerce Clearinghouse, various reports.

BEA/RWM/08/18/09

Table A-1. Tax Incentives for Economic Development in South Carolina
Corporate and Individual Income Tax Credits Claimed / Rebates / Transfers / Appropriations
Fiscal Year 2007-08 (Tax Year 2007)
(Dollars)

	Category / Item	Year Enacted	Corporate Income Tax: Taxpayers Filing Credits	Corporate Income Tax: Amount of Credits	Individual Income Tax: Taxpayers Filing Credits	Individual Income Tax: Amount of Credits	Total Income Tax: Taxpayers Filing Credits	Total Income Tax: Amount of Credits	Primary Code Section(s)	Income Tax Form Number	Refundable
1	**Job or Employee Credits and Incentives**										
2	Job Tax Credit	1995	343	$189,072,013	361	$7,255,598	704	$196,327,611	12-6-3360	TC4	
3	Job Tax Credit (Against Insurance Premium Taxes)	1992			12	$5,504,231	12	$5,504,231	12-6-3360	DOI, Schedule 6	
4	Small Business Job Tax Credit	2006			27	$316,612	27	$316,612	12-6-3362	TC4SA; TC4SB	
5	Job Development Credits	1995				$62,559,181		$62,559,181	12-10-80; 12-10-81	1040TC	
6	Job Retraining Credits	2001				$2,004,535		$2,004,535	12-10-95	1040TC	
7	Tax Moratorium	2000	6	$2,288,264			6	$2,288,264	12-6-3367	TC34	
8	Credit for Hiring Family Independence Recipient	1995	67	$1,853,879	68	$111,525	135	$1,965,404	12-6-3470	TC12; TC12A	
9	Apprenticeship Credit	2007							12-6-3477	TC45	
10	Credit for Hiring Displaced Workers	1995	3	$7,971	0	$0	3	$7,971	12-6-3450	TC10	
11											
12	**General Business Credits**										
13	Credit for Investing in an Economic Impact Zone	1995	265	$60,904,677	177	$1,363,396	442	$62,268,073	12-14-60	TC11; TC11R	
14	Corporate Headquarters Credit	1995	4	$884,280			4	$884,280	12-6-3410	TC8	
15	Credit for Infrastructure Construction	1995	21	$4,113,362			21	$4,113,362	12-6-3420	TC6	
16	Credit Against Licensee Fee for Infrastructure	1996							12-20-105		
17	Research and Development Credit	2000	134	$19,683,801			134	$19,683,801	12-6-3415	TC18	
18	Port Volume Increase Credit	2005	2	$53,144	11	$100,364	13	$153,508	12-6-3375	TC30	
19	Credit for Child Care Programs	1995	1	$9,569	115,935	$631,446,908	115,936	$631,456,477	12-6-3440	TC9	
20	Minority Business Credit	1995	10	$174,252	20	$132,122	30	$306,374	12-6-3350	TC2	
21	Quality Improvement Program Credits	2005	3	$1,158,981	2	$2,670	5	$1,161,651	12-6-3580	TC28	
22											
23	**Industry Specific Credits**										
24	Motion Picture Project Credit	1998					0	$0	12-6-3570(A)	TC25	
25	Motion Picture Wage/Payroll and Expenditure/Supplier Rebate	2004				$8,377,757		$8,377,757	12-62-20; 12-62-50;		
26									12-62-60		
27	Motion Picture Production Facility Credit	1998			7	$62,895	7	$62,895	12-6-3570(B)	TC25	
28	Commercial Production Credit	2004			0	$0	0	$0	12-6-3560	TC24	
29	Milk Producer Credit	2005							12-6-3590	I334	R
30	Agricultural Use of Anhydrous Ammonia Credit	2005							12-6-3582	I333	R
31	Whole Effluent Toxicity Testing Credit for Manufacturing Facility	2006	2	$142,200					12-6-3589	TC37	
32											
33	**Property Rehabilitation Credits**										
34	Textile Revitalization Credits	2005			48	$920,028	48	$920,028	12-65-30	TC23	
35	Retail Facility Revitalization Credits	2006			5	$82,950	5	$82,950	6-34-40	TC31	
36	Credit for Rehabilitation of a Certified Historic Structure	2002	5	$331,989	60	$1,073,467	65	$1,405,456	12-6-3535	TC21; TC22	
37											
38	**Land Conservation or Environmental Credits**										
39	Conservation Credit	2000	2	$41,807	222	$6,913,672	224	$6,955,479	12-6-3515	TC19	
40	Credit for Water Impoundments and Water Controls	1995	2	$507,000	39	$84,682	41	$591,682	12-6-3370	TC1; TC3	
41	Habitat Management Credit	1999							12-6-3520		
42	Brownfields Voluntary Cleanup Credit	2002							12-6-3550	TC20	
43	Recycling Facility Tax Credits	1995	2	$19,213,892			2	$19,213,892	12-6-3460	TC17	
44	Mercury Switch Disposal Credit	2006							12-6-3525	TC33	
45											
46	**Energy Conservation and Alternative Energy Credits**										
47	Solar Energy Credit	2006			87	$132,058	87	$132,058	12-6-3587	TC38	
48	Alternative Motor Vehicle Credit	2006			428	$201,686	428	$201,686	12-6-3377	TC35	
49	Plug-in Hybrid Vehicle Credit	2006							12-6-3376		
50	Ethanol or Biodiesel Production Credits	2006			5	$5,137	5	$5,137	12-6-3600	TC40; TC40A	
51	Ethanol or Biodiesel Research and Development Credit	2007							12-6-3631		

Table A-1. Tax Incentives for Economic Development in South Carolina
Corporate and Individual Income Tax Credits Claimed / Rebates / Transfers / Appropriations
Fiscal Year 2007-08 (Tax Year 2007)
(Dollars)

	Category / Item	Year Enacted	Corporate Income Tax: Taxpayers Filing Credits	Corporate Income Tax: Amount of Credits	Individual Income Tax: Taxpayers Filing Credits	Individual Income Tax: Amount of Credits	Total Income Tax: Taxpayers Filing Credits	Total Income Tax: Amount of Credits	Primary Code Section(s)	Income Tax Form Number	Refundable	
52	Biomass Resources Credit	2006							12-6-3620	TC42		52
53	Credit for Renewable Fuels	2006							12-6-3610	TC41; TC41A		53
54	Credit for Energy Conservation and Renewable Energy	1995	8	$1,935,045	93	$81,821	101	$2,016,866	12-6-3340			54
55												55
56	**Investments/Contributions to Other Entities Incentives**											56
57	Community Development Corporation Investment Credit	2000			33	$31,927	33	$31,927	12-6-3530	TC14		57
58	Venture Capital Investment	2004			2	$17,000	2	$17,000	11-45-30	TC26		58
59	Palmetto Seed Capital Credit	1995	0	$0	1	$100	1	$100	12-6-3430			59
60	Industry Partnership Fund Tax Credit	2006	70	$71,818,678	98	$2,362,707	168	$74,181,385	12-6-3585	TC36		60
61	Hydrogen Fund Tax Credit	2007							12-6-3630			61
62												62
63												63
64	**Total Tax Incentives for Economic Development**		**950**	**$374,194,804**	**117,741**	**$731,145,029**	**118,691**	**$1,105,197,633**				64
65												65
66	**Transfer: Gasoline Tax to Department of Commerce**	1995						$0	12-28-2910			66
67	**Transfer: Electric Power Tax to Department of Commerce**	2005						$20,000,000	12-28-2915			67
68	**Transfer: Admissions Tax to Department of Commerce**	2004						$6,369,143	12-62-60			68
69	**Appropriation: "Closing Fund" for Department of Commerce**							$7,000,000	Proviso 73.12(33)(A)			69
70	**Appropriation: Capital Access Program for Department of Commerce**											70
71	**Appropriation: Alternative Fuel Incentives to Department of Revenue**											71
72	**Appropriation: Community Development Corporation Initiatives**							$400,000	Proviso 73.12(33)(C)			72
73	**Appropriation: Community Development Corporation Initiatives**							$1,000,000	H.B.3620, Part 1A			73
74												74
75	**Total Economic Incentives for Economic Development**							**$1,139,966,776**				75

Sources: Board of Economic Advisors from information provided by the S.C. Department of Revenue, the S.C. Department of Insurance, and Legislative Printing, Information and Technology Resources.

BEA/RWM/09/03/09

South Carolina Tax Credits for Job Creation
Fiscal Year 1999-2000 to 2007-08
(Dollars)

Fiscal Year	Tax Year	Job Tax Credit 1/	Job Tax Credit (Against Insurance Premiums)	Small Business Job Tax Credit	Job Development Credit 2/	Job Retraining Credit 3/	Tax Moratorium 4/	Total
2000	1999	$5,863,003	$2,822,902		$18,909,670	$6,764,469		$34,360,044
2001	2000	$37,050,233	$3,144,740		$29,932,906	$6,340,915		$76,468,794
2002	2001	$37,328,678	$3,096,479		$41,945,510	$4,515,494		$86,886,161
2003	2002	$40,897,042	$3,916,537		$45,656,712	$3,872,601		$94,342,892
2004	2003	$56,335,006	$4,635,723		$53,771,951	$2,491,044	$135,727	$117,369,451
2005	2004	$51,444,949	$5,588,087		$55,796,902	$2,551,178	$623,917	$116,005,033
2006	2005	$43,081,390	$6,925,246		$58,153,477	$2,567,268	$741,919	$111,469,300
2007	2006	$78,056,004	$7,553,917	$58,324	$60,977,721	$2,003,543	$922,428	$149,571,937
2008	2007	$196,327,611	$5,504,231	$316,612	$62,559,181	$2,004,535	$2,288,264	$269,000,434
FY2000 to FY2008		$546,383,916	$43,187,862	$374,936	$427,704,030	$33,111,047	$4,712,255	$1,055,474,046

Notes: 1/ Tax credit of $1,500 to $8,000 for each new, full-time job based on county where new job is created.
2/ Tax credit against withholding taxes ranging from 2% to 5% of employees withholding based on employee's average hourly wage rate.
3/ Tax credit against withholding taxes of $500 per employee per year up to a maximum of $2,000 over a five year period for each new job requiring retraining of employees.
4/ Available to a company that creates at least 100 new full-time jobs in a county where the unemployment rate is at least twice the state's unemployment rate.

Sources: S.C. Department of Revenue and the S.C. Department of Insurance.

BEA/RWM/09/03/09

South Carolina Net Capital Gains (Less Loss) in Adjusted Gross Income

Tax Year	Number of Returns	Net Capital Gain	Percent Change	Net Gain Per Return	South Carolina Tax (3.92%)
1988	120,763	$1,162,658,000		$9,628	$45,576,194
1989	126,742	$1,215,244,000	4.5	$9,588	$47,637,565
1990	119,659	$928,742,000	(23.6)	$7,762	$36,406,686
1991	127,731	$879,384,000	(5.3)	$6,885	$34,471,853
1992	134,040	$1,056,329,000	20.1	$7,881	$41,408,097
1993	140,724	$1,181,209,000	11.8	$8,394	$46,303,393
1994	145,233	$1,253,748,000	6.1	$8,633	$49,146,922
1995	158,375	$1,604,189,000	28.0	$10,129	$62,884,209
1996	220,357	$2,196,527,000	36.9	$9,968	$86,103,858
1997	242,099	$3,012,321,000	37.1	$12,443	$118,082,983
1998	258,969	$3,707,027,000	23.1	$14,315	$145,315,458
1999	275,198	$4,190,414,000	13.0	$15,227	$164,264,229
2000	292,391	$4,181,530,000	(0.2)	$14,301	$163,915,976
2001	259,379	$2,434,182,000	(41.8)	$9,385	$95,419,934
2002	243,461	$1,910,744,000	(21.5)	$7,848	$74,901,165
2003	239,904	$2,347,981,000	22.9	$9,787	$92,040,855
2004	268,143	$3,966,140,000	68.9	$14,791	$155,472,688
2005	286,799	$5,629,807,000	41.9	$19,630	$220,688,434
2006	296,842	$7,283,966,000	29.4	$24,538	$285,531,467
2007	311,967	$7,854,807,000	7.8	$25,178	$307,908,434
Averages / Compound Growth Rates					
2004 to 2007	290,938	$6,183,680,000	25.6	$21,254	$242,400,256
2002 to 2007	274,519	$4,832,240,833	32.7	$17,603	$189,423,841
1997 to 2007	270,468	$4,228,992,636	10.1	$15,636	$165,776,511

Source: U.S. Department of the Treasury, Internal Revenue Service.

BEA/RWM/06/23/09

Insurance Tax

Summary

Statute: Title 38 Chapter 7

Date Enacted: 1955

Date of last significant changes: 1986 (implementation of 0.75% life premium tax and 1.25% other premium tax)
TY2007 - tax credit of 25% against insurance premiums written along the coast

Rate: Worker Compensation Tax - 2.5% of premiums
Fire Insurance - 3.25% of premiums
Life Insurance - 0.75% of premiums collected
All Other State Insurance Rates - 1.25% of premiums collected
Various license fees

Notes: * State also collects retaliatory taxes which are imposed on foreign insurance companies that are domiciled in states that have higher insurance tax rates than in South Carolina.
* Municipalities also impose various tax rates on insurance premiums.

Current Distribution: State General Fund, Municipalities, and Counties

Fiscal Year General Fund Collections

	Net Premium Taxes 1/	License Taxes 2/	Retaliatory Taxes & Other Fees	Total	Insurance Credits
FY05	$120,139,064	$19,526,259	$7,933,345	$147,598,668	$13,015,176
FY06	$123,825,603	$10,424,281	$4,785,879	$139,035,763	$17,196,097
FY07	$139,556,269	$23,089,265	$4,852,160	$167,497,694	$19,504,715
FY08	$140,922,390	$11,934,114	$6,757,323	$159,613,827	$20,180,944
FY09	$137,434,376	$29,686,647	$5,761,616	$172,882,639	$21,112,575

Fiscal Impacts as a Result of Change in Current Law

* Elimination of tax would reduce state revenue in FY10 by $ 156,194,482

1/ Premium taxes are net of insurance credits.
2/ Biennial licensing of insurance firms, brokers, and adjustors.

Local Taxes

South Carolina Counties with Additional Sales Tax
(As of August 1, 2009)

County	Date of Implementation	Type of Tax	Percent	Notes
Abbeville	May 1992	Local Option	1.0%	
Aiken	May 2001	Capital Projects	1.0%	(Ended March 31, 2006)
	April 2006	Capital Projects	1.0%	(Reinstated)
Allendale	May 1992	Local Option	1.0%	
	May 2001	Capital Projects	1.0%	(Ended Jan. 2007)
	May 2009	Capital Projects	1.0%	
Bamberg	May 1992	Local Option	1.0%	
Barnwell	May 1999	Local Option	1.0%	
Beaufort	Jun 1999	Transportation	1.0%	(Ended Dec. 1, 2000)
	May 2007	Transportation	1.0%	
Berkeley	May 1997	Local Option	1.0%	
	May 2009	Transportation	1.0%	
Calhoun	May 2005	Local Option	1.0%	
Charleston	Jul 1991	Local Option	1.0%	
	May 2005	Transportation	0.50%	
Cherokee	Jul 1996	School District	1.0%	(No more than 20 years)
	May 2009	Local Option	1.0%	
Chester	May 1994	Local Option	1.0%	
	May 1999	Capital Projects	1.0%	(Ended May 1, 2000)
	May 2009	Capital Projects	1.0%	
Chesterfield	May 1997	Local Option	1.0%	
	Sept 2000	School District	1.0%	
Clarendon	May 1997	Local Option	1.0%	
	Jun 2004	School District	1.0%	
Colleton	Jul 1991	Local Option	1.0%	
Darlington	May 1997	Local Option	1.0%	
	Feb 2004	School District	1.0%	
Dillon	May 1996	Local Option	1.0%	
	May 2003	Capital Projects	1.0%	(Ended Sept. 30, 2008)
	Oct 2008	School District	1.0%	
Dorchester	May 2005	Transportation	1.0%	
Edgefield	May 1992	Local Option	1.0%	
Fairfield	May 2006	Local Option	1.0%	
Florence	May 1994	Local Option	1.0%	
	May 2007	Capital Projects	1.0%	
Greenwood	May 2007	Capital Projects	1.0%	
Hampton	Jul 1991	Local Option	1.0%	
	May 2003	Capital Projects	1.0%	
Horry	May 2007	Capital Projects	1.0%	
	March 2009	Education Capital Improvement	1.0%	
	Aug 2009	Tourism Development	1.0%	City of Myrtle Beach
Jasper	Jul 1991	Local Option	1.0%	
	May 1999	Capital Projects	1.0%	(Ended Nov. 30, 2002)
	Dec 2002	School District	1.0%	
Kershaw	May 1997	Local Option	1.0%	
Lancaster	May 1992	Local Option	1.0%	
	May 2009	Capital Projects	1.0%	
Laurens	May 1999	Local Option	1.0%	
Lee	May 1996	Local Option	1.0%	
	Oct 2006	School District	1.0%	
Lexington	March 2005	School District	1.0%	
McCormick	Jul 1991	Local Option	1.0%	
Marion	Jul 1991	Local Option	1.0%	
Marlboro	May 1992	Local Option	1.0%	
Newberry	May 1999	Capital Projects	1.0%	(Ended March 31, 2005)
	Apr 2005	Capital Projects	1.0%	(Reinstated)
Orangeburg	May 1999	Capital Projects	1.0%	(Ended March 31, 2006)
	April 2006	Capital Projects	1.0%	(Reinstated)
Pickens	May 1995	Local Option	1.0%	
Richland	May 2005	Local Option	1.0%	
Saluda	May 1992	Local Option	1.0%	
Sumter	May 1996	Local Option	1.0%	
	May 2009	Capital Projects	1.0%	
Williamsburg	May 1997	Local Option	1.0%	
York	May 1998	Capital Projects	1.0%	(Ended Sept. 30, 2004)
	Oct 2004	Capital Projects	1.0%	(Reinstated)

Note: The taxes noted above are in addition to the 6% statewide general sales and use tax.

Source: South Carolina Department of Revenue

BEA/RWM/08/20/09

Local Option Sales Tax By County
FY1999-00 to FY2007-08

County	FY1999-00	FY2000-01	FY2001-02	FY2002-03	FY2003-04	FY2004-05	FY2005-06	FY2006-07	FY2007-08
Abbeville	$1,105,180	$1,214,927	$1,264,107	$1,259,160	$1,214,718	$1,273,120	$1,341,980	$1,507,994	$1,411,253
Aiken									
Allendale	$478,816	$549,837	$592,564	$451,577	$420,037	$506,669	$848,916	$907,792	$604,792
Bamberg	$785,990	$852,480	$845,835	$879,222	$911,413	$975,673	$995,293	$995,288	$1,042,331
Barnwell	$1,379,236	$1,589,428	$1,614,282	$1,616,564	$1,693,899	$1,785,790	$1,770,674	$1,812,272	$1,821,194
Berkeley	$9,073,755	$10,572,771	$11,186,775	$12,074,121	$13,456,729	$16,084,583	$18,159,085	$19,069,089	$20,413,343
Calhoun						$41,612	$714,882	$742,277	$815,922
Charleston	$52,768,551	$55,424,198	$55,686,939	$58,560,040	$63,136,330	$68,867,553	$75,319,281	$79,244,631	$80,032,956
Cherokee									
Chester	$2,103,371	$2,147,731	$1,980,621	$1,927,313	$1,996,245	$2,123,500	$2,242,993	$2,188,300	$2,247,905
Chesterfield	$2,424,328	$2,635,956	$2,654,899	$2,823,312	$2,679,969	$2,750,107	$2,850,539	$3,055,265	$3,240,743
Clarendon	$1,751,908	$1,796,089	$1,831,347	$1,795,365	$1,955,924	$2,038,043	$2,158,383	$2,592,756	$2,538,792
Colleton	$2,783,644	$2,858,571	$2,987,531	$3,037,874	$3,112,216	$3,359,076	$3,692,810	$3,908,279	$4,164,489
Darlington	$4,492,158	$4,652,262	$4,653,023	$4,777,120	$5,017,521	$5,269,100	$5,182,353	$5,566,637	$5,671,673
Dillon	$2,067,005	$2,094,446	$2,190,788	$2,215,797	$2,367,592	$2,439,409	$2,432,628	$2,550,409	$2,625,249
Dorchester									
Edgefield	$1,027,881	$985,696	$1,032,082	$1,034,667	$1,082,711	$1,079,406	$1,146,945	$1,248,631	$1,278,939
Fairfield							$98,485	$1,446,633	$1,443,030
Florence	$16,129,076	$16,954,298	$16,912,682	$17,588,549	$18,065,754	$19,113,870	$20,106,181	$21,533,659	$21,851,588
Hampton	$1,239,865	$1,278,296	$1,180,072	$1,184,620	$1,277,420	$1,298,851	$1,395,667	$1,487,475	$1,528,729
Jasper	$1,332,742	$1,741,631	$1,810,544	$2,167,060	$2,276,252	$2,586,933	$3,116,059	$3,594,729	$3,545,823
Kershaw	$3,741,073	$3,900,704	$3,969,245	$4,082,527	$4,342,779	$4,732,148	$5,172,644	$5,429,927	$5,521,660
Lancaster	$4,257,008	$4,374,804	$4,515,972	$4,389,020	$4,605,849	$4,930,041	$5,520,015	$6,073,842	$6,189,399
Laurens	$3,424,062	$3,664,153	$3,596,446	$3,599,569	$3,676,499	$3,873,559	$4,139,966	$4,267,875	$4,388,902
Lee	$745,489	$766,517	$738,778	$718,820	$784,654	$809,161	$890,028	$982,413	$1,066,473
Lexington									
McCormick	$435,801	$458,290	$442,697	$400,231	$448,670	$445,916	$464,625	$520,217	$536,331
Marion	$2,333,719	$2,287,743	$2,222,380	$2,234,035	$2,277,399	$2,332,046	$2,475,667	$2,595,310	$2,578,172
Marlboro	$1,422,275	$1,610,783	$1,430,920	$1,385,669	$1,379,243	$1,447,564	$1,630,061	$1,561,969	$1,549,040
Newberry									
Orangeburg									
Pickens	$7,983,692	$8,163,943	$8,420,342	$8,384,590	$8,717,634	$9,604,172	$10,430,005	$10,655,675	$11,285,550
Richland						$2,994,201	$49,894,958	$53,152,345	$53,943,703
Saluda	$670,737	$734,647	$712,822	$715,749	$716,595	$768,847	$800,196	$837,427	$853,796
Sumter	$8,124,364	$8,609,712	$8,630,436	$8,865,832	$9,314,370	$9,763,377	$10,188,163	$10,521,323	$10,520,014
Williamsburg	$1,564,453	$1,643,992	$1,737,217	$1,703,652	$1,801,117	$1,897,426	$1,891,800	$1,917,443	$2,143,391
York									
Unknown	$1,396,062	$193,444							
Total of Counties	$137,042,241	$143,757,349	$144,841,346	$149,872,055	$158,729,539	$175,191,753	$237,071,282	$251,967,885	$256,855,181

Source: South Carolina Department of Revenue

BEA/RWM/08/20/09

Special Local Option Sales Taxes By County
By Type of Tax
FY2007-08

County	Local Option Sales Tax	Capital Projects Sales Tax	School District Sales Tax	Transportation Sales Tax	Total Local Option Sales Tax
Abbeville	$1,411,253				$1,411,253
Aiken		$17,251,989			$17,251,989
Allendale	$604,792	($6,330)			$598,462
Bamberg	$1,042,331				$1,042,331
Barnwell	$1,821,194				$1,821,194
Beaufort				$31,530,707	$31,530,707
Berkeley	$20,413,343				$20,413,343
Calhoun	$815,922				$815,922
Charleston	$80,032,956			$40,048,497	$120,081,453
Cherokee			$5,334,438		$5,334,438
Chester	$2,247,905				$2,247,905
Chesterfield	$3,240,743		$2,787,243		$6,027,986
Clarendon	$2,538,792		$2,524,867		$5,063,659
Colleton	$4,164,489				$4,164,489
Darlington	$5,671,673		$4,800,037		$10,471,710
Dillon	$2,625,249	$2,573,829			$5,199,078
Dorchester				$9,768,612	$9,768,612
Edgefield	$1,278,939				$1,278,939
Fairfield	$1,443,030				$1,443,030
Florence	$21,851,588	$20,214,026			$42,065,614
Greenwood		$8,285,913			$8,285,913
Hampton	$1,528,729	$1,541,896			$3,070,625
Horry		$65,960,049			$65,960,049
Jasper	$3,545,823		$3,121,334		$6,667,157
Kershaw	$5,521,660				$5,521,660
Lancaster	$6,189,399				$6,189,399
Laurens	$4,388,902				$4,388,902
Lee	$1,066,473		$956,458		$2,022,931
Lexington			$35,430,607		$35,430,607
McCormick	$536,331				$536,331
Marion	$2,578,172				$2,578,172
Marlboro	$1,549,040				$1,549,040
Newberry		$3,527,698			$3,527,698
Orangeburg		$9,600,860			$9,600,860
Pickens	$11,285,550				$11,285,550
Richland	$53,943,703				$53,943,703
Saluda	$853,796				$853,796
Sumter	$10,520,014				$10,520,014
Williamsburg	$2,143,391				$2,143,391
York		$25,861,112			$25,861,112
Total of Counties	$256,855,181	$154,811,042	$54,954,983	$81,347,816	$547,969,022

Source: South Carolina Department of Revenue

BEA/RWM/08/20/09

Local Hospitality Tax

Summary

Statute:	6-1-700 to 6-1-770
Date Enacted:	1997
Date of last significant change:	2006 (In a county in which less than $900,000 in state accommodations taxes is collected, no more than 20% of local accommodations taxes collected in the previous fiscal year may be used for the operation and maintenance of tourism-related facilities and projects)
Rate:	Local tax on food and beverage sales may not exceed a maximum of 2%, in addition to state sales tax
Current Distribution:	Local Governments

Fiscal Year Collections

FY03	$74,066,162
FY04	$88,317,567
FY05	$99,535,090
FY06	$114,390,711
FY07	$127,097,606

Fiscal Impacts as a Result to Change in Current Law

* FY10 estimate for Local Hospitality Tax	$133,000,000

South Carolina Local Hospitality Tax Collections 1/
By County
Fiscal Year 2006-07

County	Tax Revenue (Dollars)
Abbeville	$0
Aiken	$457,960
Allendale	$0
Anderson	$1,909,319
Bamberg	$0
Barnwell	$0
Beaufort	$8,735,594
Berkeley	$484,613
Calhoun	$0
Charleston	$18,191,579
Cherokee	$912,773
Chester	$17,826
Chesterfield	$362,438
Clarendon	$0
Colleton	$935,161
Darlington	$572,085
Dillon	$412,833
Dorchester	$2,129,102
Edgefield	$0
Fairfield	$0
Florence	$2,661,073
Georgetown	$2,594,791
Greenville	$9,442,388
Greenwood	$833,541
Hampton	$11,305
Horry	$47,561,067
Jasper	$537,866
Kershaw	$0
Lancaster	$716,850
Laurens	$354,004
Lee	$0
Lexington	$0
McCormick	$0
Marion	$222,868
Marlboro	$221,243
Newberry	$469,236
Oconee	$463,699
Orangeburg	$1,144,492
Pickens	$2,380,999
Richland	$13,353,169
Saluda	$0
Spartanburg	$4,022,434
Sumter	$2,196,589
Union	$0
Williamsburg	$157,569
York	$3,115,753
Total Revenues	$127,097,606

Note: 1/: Local tax on food and beverage sales may not exceed a maximum of 2% (Section 6-1-720).

Source: South Carolina Office of Economic Research, "Local Government Finance Report".

Local Accommodations Tax

Summary

Statute:	6-1-500 to 6-1-570
Date Enacted:	1997
Date of last significant change:	2006 (In a county in which less than $900,000 in state accommodations taxes is collected, no more than 20% of local accommodations taxes collected in the previous fiscal year may be used for the operation and maintenance of tourism-related facilities and projects)
Rate:	Local tax on accommodations may not exceed a maximum of 3%, in addition to the state 2% rate
Current Distribution:	Local Governments

Fiscal Year Collections

FY03	$25,755,670
FY04	$29,081,680
FY05	$37,439,804
FY06	$40,147,222
FY07	$43,014,371

Fiscal Impacts as a Result to Change in Current Law

* FY10 estimate for Local Accommodations Tax	$	45,000,000

South Carolina Local Accommodations Tax Collections 1/
By County
Fiscal Year 2006-07

County	Tax Revenue (Dollars)
Abbeville	$902
Aiken	$565,032
Allendale	$36,600
Anderson	$708,308
Bamberg	$0
Barnwell	$15,720
Beaufort	$3,632,551
Berkeley	$510,033
Calhoun	$0
Charleston	$16,696,302
Cherokee	$165,739
Chester	$18,854
Chesterfield	$71,977
Clarendon	$188,074
Colleton	$960,612
Darlington	$129,037
Dillon	$125,475
Dorchester	$273,193
Edgefield	$0
Fairfield	$24,612
Florence	$1,345,912
Georgetown	$2,111,461
Greenville	$2,005,818
Greenwood	$218,188
Hampton	$44,469
Horry	$5,259,083
Jasper	$465,929
Kershaw	$132,532
Lancaster	$0
Laurens	$11,282
Lee	$3,873
Lexington	$1,216,318
McCormick	$0
Marion	$1,463
Marlboro	$125,808
Newberry	$78,591
Oconee	$194,965
Orangeburg	$411,289
Pickens	$437,488
Richland	$2,341,609
Saluda	$6,172
Spartanburg	$969,148
Sumter	$355,902
Union	$0
Williamsburg	$57,964
York	$1,032,157
Total Revenues	$43,014,371

Note: 1/: Local tax on accommodations may not exceed a maximum of 3% (Section 6-1-520).

Source: South Carolina Office of Economic Research, "Local Government Finance Report".

Lottery

SOUTH CAROLINA EDUCATION LOTTERY FY2008-2009

FY 08-09	July	August	September	October	November	December	January	February	March	April	May	June	FY08-09 Year To Date	% of Revenue to Date	FY07-08 Year To Date	% of Revenue to Date	% change FY07-08/FY 08-09
Revenues																	
1 Instant Sales	56,047,835	52,002,699	47,047,490	51,513,033	47,936,191	53,275,614	54,308,752	80,691,713	81,514,850	57,032,327	56,902,562	50,513,192	648,786,258		622,862,752		
2 Powerball	9,107,459	9,061,847	12,172,365	8,421,120	7,786,638	9,045,494	11,531,546	10,800,522	8,442,134	10,222,586	13,883,388	7,889,640	118,164,741		138,361,176		
3 Other Game Sales	20,454,679	20,348,220	18,488,450	18,866,590	16,894,015	20,334,579	19,790,831	19,898,437	20,720,482	20,648,034	20,756,588	19,698,381	236,899,286		236,145,786		
4 Other Fees and Revenue	305,427	327,101	257,142	229,767	276,391	228,314	319,026	242,400	252,424	324,650	191,458	335,919	3,289,019		3,864,688		
5 Total Revenue	85,915,400	81,739,867	77,965,447	79,030,510	72,893,235	82,884,001	85,949,157	91,633,072	90,929,890	88,227,597	91,533,996	78,437,132	1,007,139,304		1,001,234,402		0.6%
Prizes																	
6 Instant Prizes	40,796,958	37,722,313	33,923,144	35,991,399	34,587,334	38,780,315	38,110,387	43,220,788	42,401,843	41,150,143	38,796,631	36,945,777	462,426,832		442,920,157		
7 On-Line Prizes	13,359,090	13,762,048	14,831,527	11,877,362	11,807,481	14,489,479	16,706,370	14,327,971	14,523,751	15,879,046	15,971,886	12,894,615	170,030,826		177,550,035		
8 Total Prizes	54,156,048	51,484,361	48,754,671	47,868,761	46,194,815	53,269,794	54,816,757	57,548,759	56,925,394	57,029,189	54,768,517	49,840,592	632,457,658	62.8%	620,470,192	62.0%	
Administrative Costs																	
9 Retailer Commissions	5,993,047	5,698,710	5,438,880	5,512,359	5,086,623	5,784,868	5,996,499	6,399,170	6,349,497	6,155,273	6,393,565	5,542,451	70,350,942		69,469,525		
10 Other Administraive Costs	2,950,965	3,653,575	3,604,672	3,094,078	3,322,687	4,274,455	3,396,545	4,245,307	4,291,394	2,993,186	3,330,398	5,051,261	44,208,523		44,668,348		
11 Total Administrative Costs	8,944,012	9,352,285	9,043,552	8,606,437	8,409,310	10,059,323	9,393,044	10,644,477	10,640,891	9,148,459	9,723,963	10,593,712	114,559,465	11.4%	114,137,873	11.4%	
SCEL Balance Sheet																	
12 Monthly Net Revenues dueTo SCEL Account FY08-09	22,815,494	20,903,221	20,188,840	22,755,312	18,289,110	19,554,884	21,739,356	23,439,836	23,363,605	22,049,950	27,056,581	18,002,823	260,138,012	25.8%			
13 Monthly Net Revenues due To SCEL Account FY07-08	21,005,467	27,848,069	18,433,708	18,823,291	20,284,584	21,817,361	20,879,610	24,646,052	26,915,086	24,481,351	20,507,338	17,619,761			263,261,698	26.3%	-1.2%

SOUTH CAROLINA EDUCATION LOTTERY FY2008-2009

	FY 08-09	July	August	September	October	November	December	January	February	March	April	May	June	FY08-09 Year To Date	% of Revenue to Date	FY07-08 Year To Date	% of Revenue to Date	% change FY07-08/FY 08-09
	ACTUAL FY08-09																	
14	Accumulated Net Revenues to and due the SCEL transfer account FY08-09	21,962,169	41,523,679	60,576,885	80,947,344	98,544,970	117,472,511	137,505,599	159,594,700	179,950,399	201,122,998	225,347,530	240,701,185	240,701,185	23.9%			
15	Accumulated Net Revenues transferred to Unclaimed Prizes FY08-09	853,325	2,195,036	3,310,670	5,695,523	6,387,007	7,014,350	8,720,618	$10,071,353	13,079,259	13,956,610	16,788,659	19,437,827	19,437,827	1.9%			
16	**Total Accumulated Net Revenues To and Due to the Lottery Accounts FY 08-09**	22,815,494	43,718,715	63,887,555	86,642,867	104,931,977	124,486,861	146,226,217	169,666,053	193,029,658	215,079,608	242,136,189	260,139,012	260,139,012	25.8%			
	Total Actual Transfers FY08-09																	
	Deposit Date	8/14	9/11/08	10/09/08	11/14/08	12/11/08	1/08/09	12-Feb	3/12	4/12	5/14	6/11	7/09					
17	Actual Monthly Transfers to Lottery Account FY08-09	24,000,000	18,000,000	18,000,000	18,000,000	20,000,000	19,000,000	21,000,000	23,000,000	17,000,000	24,000,000	22,000,000	17,000,000	241,000,000	23.9%			
18	Monthly Uncalimed Prizes Account FY08-09	853,325	1,341,711	1,115,634	2,384,853	691,484	627,343	1,706,268	1,350,735	3,007,906	877,351	2,832,049	2,649,168	19,437,827	1.9%			
19	**Total Actual Transfers FY08-09**	24,853,325	44,195,036	63,310,670	83,695,523	104,387,007	19,627,343	22,706,268	24,350,735	20,007,906	24,877,351	24,832,049	19,649,168	260,437,827	25.9%			
20	**BEA ESTIMATE FY08-09 $252,400,000**																	
21	Accumulated Net Revenues Needed to Meet BEA 11/08/2007 estimate $244,000,000	20,333,333	40,666,667	61,000,000	81,333,333	101,666,667	122,000,000	142,333,333	162,666,667	183,000,000	203,333,333	223,666,667	244,000,000	244,000,000	24.2%			
22	Accumulated Unclaimed Prizes needed to meet $8,400,000	700,000	1,400,000	2,100,000	2,800,000	3,500,000	4,200,000	4,900,000	5,600,000	6,300,000	7,000,000	7,700,000	8,400,000	8,400,000	0.8%			
23	**Meet BEA 11/08/2007 Estimate FY08-09 $244,000,000 and $8,400,000**	21,033,333	42,066,667	63,100,000	84,133,333	105,166,667	126,200,000	147,233,333	168,266,667	189,300,000	210,333,333	231,366,667	252,400,000	252,400,000	25.1%			
24	**Over/Short in Actual Transfers to BEA Estimate**	1,752,161	2,126,369	210,670									16,139,012	8,037,827	0.8%			
	Total Actual Transfers FY07-08																	
25	Monthly Transfers to Lottery Account FY07-08 actual $252,000,000	19,000,000	25,000,000	19,000,000	17,000,000	23,000,000	18,000,000	24,000,000	27,000,000	18,000,000	23,000,000	24,000,000	15,000,000			252,000,000	25.2%	
26	Monthly Uncalimed Prizes Account FY07-08 actual $14,128,271	1,222,565	3,165,089	862,253	645,012	1,106,965	1,159,676	660,013	937,435	1,686,650	1,363,844	587,606	731,163			14,128,271	1.4%	
27	**Total Actual Transfers FY07-08**	20,222,565	28,165,089	19,862,253	17,645,012	24,106,965	19,159,676	24,660,013	27,937,435	19,686,650	24,363,844	24,587,606	15,731,163			266,128,271	26.6%	

SOUTH CAROLINA EDUC[illegible]ON LOTTERY UNCLAIMED PRIZES

	A	B	C	D	E	F	G	H
	Unclaimed Prizes	FY07-08	Accumulated YTD 07-08	% of Lottery Sales	FY08-09	Accumulated YTD 08-09	% of Lottery Sales	
1								
2	July	$1,222,565			$853,325			
3	August	$3,165,089	$4,387,654		$1,341,711	$2,195,036		
4	September	$862,253	$5,249,907	2.21%	$1,115,634	$3,310,670	1.35%	
5	October	$645,012	$5,894,919		$2,384,853	$5,695,523		
6	November	$1,106,965	$7,001,884		$691,484	$6,387,007		
7	December	$1,159,676	$8,161,560		$627,343	$7,014,350		
8	January	$660,013	$8,821,573		$1,706,268	$8,720,618		
9	February	$937,435	$9,759,008		$1,350,735	$10,071,353		
10	March	$1,686,650	$11,445,658		$3,007,906	$13,079,259		
11	April	$1,363,844	$12,809,502		$877,351	$13,956,610	1.66%	
12	May	$587,606	$13,397,108		$2,832,049	$16,788,659		
13	June	$731,163	$14,128,271		$2,649,168	$19,437,827		
14	Total	$14,128,271		1.41%	$19,437,827		1.93%	
15								
16								
17	BEA Unclaimed Prize Estimate	$14,000,000			$ 8,400,000	revised 12/14/2006		
18								
19								
20								
21	Unclaimed Prizes Percentage of Lottery Sales							
22								
23	FY 03-04	1.89%		FY-07-08	1.41%	average 1.67%		
24	FY 04-05	1.48%		FY 08-09	1.93%	average 1.72%		
	FY 05-06	1.94%	average 1.77%					
	FY 06-07	1.64%	average 1.74%					

Board of Economic Advisors
Source: SC Education Lottery

South Carolina Education Lottery Estimate History

A			B	C		D		E		F	G
FY Ending June 30	Lottery Sales	Total Operating %	BEA Estimate Net Transfers to Lottery Account	Actual Net Transfers to Education Lottery Account /1	Transfer %	BEA Estimate Unclaimed Prizes	Prize Payout %	Actual Unclaimed Prize Transfers /1	Prize %	Treasurer's Interest Estimate	Actual Interest Transfers /1
2001-02				80,400,000				0			312,689
2002-2003 /2			172,000,000	293,700,000				7,261,823			4,409,643
2003-2004			173,000,000								
03-04 revised 2/2004	953,276,976	11.8%	253,000,000	270,500,000	28.4%	8,000,000	57.9%	16,523,130	1.9%		4,942,833
2004-2005			213,000,000								
04-05 revised 2/2004	960,731,587	11.4%	243,000,000	266,000,000	27.6%	12,000,000	59.6%	14,257,005	1.4%	5,000,000	4,244,104
2005-2006 11/04 *			265,000,000							~~6,000,000~~	
revised 2/06/06	1,149,085,267	11.0%	278,000,000	300,000,000	26.1%	12,000,000	61.0%	22,166,426	1.9%	3,500,000	3,098,055
2006-2007 11/10/05			~~244,000,000~~			~~8,400,000~~				~~4,300,000~~	
revised 11/09/06			~~264,000,000~~			~~12,000,000~~				~~3,800,000~~	
revised 12/14/06			~~244,000,000~~			~~8,400,000~~				~~3,800,000~~	
revised 2/15/07	997,900,494	11.6%	253,000,000	257,000,000	26.2%	14,000,000	60.5%	16,416,933	1.7%	3,800,000	4,550,020
2007-2008 11/09/06			~~244,000,000~~			~~12,000,000~~				~~3,500,000~~	
revised 12/14/06	1,001,235,402	11.4%	244,000,000	252,000,000	25.2%	8,400,000	62.0%	14,128,271	1.4%	3,500,000	3,712,947
2008-2009 11/08/07	1,007,142,214	11.4%	244,000,000	241,000,000	23.9%	8,400,000	62.8%	19,437,827	1.9%	~~3,500,000~~	
10/8/2008										~~2,700,000~~	
2/5/2009										2,600,000	2,551,228
2009-2010 11/07/08			244,000,000			8,400,000				~~2,600,000~~	
2/5/2009										2,800,000	

* NC Lottery start up 3/2006

BEA/dlg
8/17/2009

Motor Fuel Tax

Summary

Statute:	12-28-110 to 12-28-2490
Date Enacted:	1922
Date of last change:	1987
Rate:	$0.1675 per gallon
Current Distribution:	$0.1034 to the State Highway Fund (DOT) $0.0266 to the "C" Fund (Counties) (First $18,000,000 to State Non-Federal Aid Highway Fund (DOT); 1% of 13-cents to Dept. of Natural Resources $0.03 to the Strategic Highway Fund (SHIMS) / Econ. Dev. $0.005 to DHEC $0.0025 to Petroleum Inspection Fee to DHEC

Following Attachment: Motor Fuel by Type and Allocation of Revenues

Fiscal Year Collections 1/

FY05	$503,050,415
FY06	$511,973,375
FY07	$533,284,480
FY08	$534,166,432
FY09	$516,155,943

1/ Revenues do not include DHEC and Petroleum Inspection Fees

FY10 Fiscal Impacts as a Result of Change in Current Law

Increase State Excise Tax by One Cent[1]	$34,925,587
Increase State Excise Tax by Five Cents[2]	$174,627,934
Impose 6 percent sales tax on full retail price including taxes and fees[3]	$557,412,366
Impose 6 percent sales tax on full retail price excluding state excise tax[4]	$523,883,803
Impose 6 percent sales tax on full retail price excluding state and federal excise tax[5]	$485,325,955
Impose 6 percent sales tax on full retail price excluding all taxes (state and federal excise tax and SC enviromental fees) [6]	$483,754,304

[1]Based on estimated 3.49 Billion gallons of gas, diesel and LPG in SC in FY09 x $0.01
[2]Based on estimated 3.49 Billion gallons of gas, diesel and LPG in SC in FY09 x $0.05
[3-6]Based on short-term energy price info from US DOE/EIA and gallon figures from SCDOT
[3]Price includes cpg state excise tax ($0.16), federal excise tax ($0.184 gas, $0.244 diesel, $0.183 LPG), and state environmental fees ($0.0075)
[4]Price less the $0.16 state excise tax but including federal tax and SC environmetal fees
[5]Price less state and federal excise tax but including SC environmental fees
[6]Retail price only / excludes all taxes and fees

***WORKING PAPER:** Internal Reference Use Only*

South Carolina Gasoline, Special Fuel, and Highway-Use User Fee Revenue by Type and Allocation

Distribution of Motor Fuels	FY 1995-96	FY 1996-97	FY 1997-98	FY 1998-99	FY 1999-00	FY 2000-01	FY 2001-02	FY 2002-03	FY 2003-04	FY 2004-05	FY 2005-06	FY 2006-07	FY 2007-08
Total Gasoline/Motor Fuel User Fees (UF)	396,013,474	403,995,784	420,684,109	433,593,204	455,308,122	449,630,752	456,335,008	467,608,145	489,318,641	503,050,415	511,973,375	533,284,480	534,166,432
13-Cent Motor Fuel User Fees, subtotal	321,577,964	328,215,427	343,215,514	352,318,244	369,968,537	365,391,118	370,424,319	379,481,022	398,825,605	408,747,723	416,413,405	433,271,560	434,010,851
Gasoline User Fee (12-28-310) 1/	262,191,288	258,569,063	279,334,758	281,752,126	292,654,446	288,492,135	295,194,710	300,481,652	314,167,826	315,400,436	322,196,773	332,586,524	333,818,074
Special Fuel (SF) User Fee (12-28-310) 1/	58,676,390	68,154,098	59,942,403	70,566,118	77,240,386	76,898,983	75,229,609	78,999,370	84,657,780	93,347,287	94,216,632	100,685,037	100,192,777
Highway-Use User Fee (Old 12-31-410) 1/	710,287	1,492,266	3,938,353	0	73,705	0	0	0	0	0	0	0	0
3-Cent SHIMS / DOT & Econ. Dev., subtotal	74,435,510	75,780,358	77,468,595	81,274,960	85,339,585	84,239,634	85,910,689	88,127,123	90,493,035	94,302,692	95,559,970	100,012,920	100,155,581
Economic Development [12-28-2910(A)]	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000
Residual SHIMS / DOT Revenue (12-28-2750) 2/	56,435,510	57,780,358	59,468,595	63,274,960	67,339,585	66,239,634	67,910,689	70,127,123	72,493,035	76,302,692	77,559,970	82,012,920	82,155,581
Allocation of Motor Fuel Revenues, 16-cent levy													
1% of 13-Cent Gas UF to Natural Resources [12-28-2730(A)]	2,621,913	2,585,691	2,793,348	2,817,521	2,926,544	2,884,921	2,951,947	3,004,817	3,141,678	3,154,004	3,221,968	3,325,865	3,338,181
1-Cent Gasoline UF to General Fund / DOT (12-28-2720) 3/	20,168,561	19,094,162	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
9.34/10.34/13.34-Cent Gas, SF and Highway Use to DOT (12-28-2720) 2/	302,111,113	311,937,796	343,306,134	355,701,372	375,098,792	370,306,201	375,490,025	385,734,991	404,536,228	418,005,986	425,484,255	444,586,819	445,206,980
2.66-Cent Allotment of Gas UF for 'C' funds to Counties [12-28-2740 (A)]	53,111,887	52,378,136	56,584,627	57,074,311	59,282,786	58,439,630	59,893,036	60,868,337	63,640,735	63,890,424	65,267,152	67,371,796	67,621,271
$18 MM proration of 3-Cent Gas UF [12-28-2910(C)] 4/	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000
Dept. of Commerce (DOC), Econ. Devel. Account	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	12,000,000	6,000,000	0
State Non-Federal Aid Highway Fund (NFHF), DOT	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	8,000,000	12,000,000	18,000,000
Reference: Total Fuel User Fee Allocations,16-cent levy	396,013,474	403,995,784	420,684,109	433,593,204	455,308,122	449,630,752	456,335,008	467,608,145	489,318,641	503,050,415	511,973,375	533,284,480	534,166,432
Reference: Total User Fees, less Econ. Dev.,16-cent levy	378,013,474	385,995,784	402,684,109	415,593,204	437,308,122	431,630,752	438,335,008	449,608,145	471,318,641	485,050,415	493,973,375	515,284,480	516,166,432

Notes: Figures are net of refunds issued. Detail may not add to total due to rounding. Registration Fees are excluded. Act 69 of 2003, Section 3.BBB, substituted "user fee" for "tax" and "motor fuel subject to the user fee" for "taxable motor fuel" wherever cited in Chapter 28 of Title 12. This schedule also excludes one-fourth cent a gallon inspection Fee as allocated to state General Fund (GF), S. C. Dept. of Agriculture (SCDOA) and/or NFHF within DOT. References: 39-41-120 repealed in Section 4 of Act 136 of 1995, as 12-28-2355(A). Paragraph (C) was added in Section 2 of Act 176 of 2005 for two-year phase-out of GF portion in FYRS '06-'07 with 10% allotted to SCDOA and remainder to NFHF thereafter. This schedule further excludes the one-half cent a gallon Environmental Impact fee under 12-28-2355(B) [and 44-2-60(B)], for which funds are deposited under 44-2-40, and then allotted to Superb accounts within DHEC to regulate clean up of underground petroleum storage tanks.

1/: Rate increased from 13-cent to 16-cent per gallon effective May 1, 1996. International Fuel Tax Agreement (IFTA) effective June 1996.

2/: Beginning in FY 1993-94, remainder of extra 3-cent tax for SHIMS was allocated to DOT to service bonded debt and match federal highway funds. Sec. 12-28-2725 allocates .25-cent of total 10.34-cent distribution of user fees on gasoline to DOT for mass transit programs. References: Sec. 12-27-1260 and 12-27-1295, which were repealed by Act 136 of 1995.

3/: Effective June 1, 1997, General Fund distribution reduced to one-half cent. Effective July 1, 1997, General Fund distribution eliminated and DOT portion raised to 10.34 cents from 9.34 cents.

4/: Expenditure as authorized by S.C. Coordinating Council for Economic Development. Includes one-time transfer of $10 million in FY 1992-93 for special project. Reference: Part II, Sec. 71 of Act 501 of 1992. Two-year phase-out of DOC share to DOT's NFHF, FYRS '06-'07. Reference: Section 3 of Act 176 of 2005.

(UF): User Fee. (SF): Special Fuel (diesel). NA: Not applicable. R: Revised.

Source: Board of Economic Advisors, as compiled from State Treasurer and Department of Transportation (DOT) year-end reports. 11/14/08/mgd

H:GASTXLRP_08.123

State Gasoline Excise Tax Rates 1/
(As of July 1, 2009)

State	Year First Adopted	Tax Rate (Cents per Gallon)	Rank	Notes
Alabama	1923	0.16	42	
Alaska	1946	0.00	51	2/ Fuel tax suspended
Arizona	1921	0.18	33	
Arkansas	1921	0.215	21	
California	1923	0.18	33	Sales tax applicable
Colorodo	1919	0.22	19	
Connecticut	1921	0.25	10	
Delaware	1923	0.23	16	
District of Columbia		0.20	26	
Florida	1921	0.04	50	Sales tax added to excise
Georgia	1921	0.075	49	Sales tax added to excise
Hawaii	1932	0.17	39	Sales tax applicable
Idaho	1923	0.25	10	
Illinois	1927	0.19	30	Sales tax added to excise
Indiana	1923	0.18	33	Sales tax applicable
Iowa	1925	0.207	24	
Kansas	1925	0.24	13	
Kentucky	1920	0.211	22	
Louisiana	1921	0.20	26	
Maine	1923	0.295	5	
Maryland	1922	0.235	15	
Massachusetts	1929	0.21	23	
Michigan	1925	0.19	30	Sales tax applicable
Minnesota	1925	0.271	7	
Mississippi	1922	0.18	33	
Missouri	1925	0.17	39	
Montana	1921	0.27	8	
Nebraska	1925	0.264	9	
Nevada	1923	0.23	16	
New Hampshire	1923	0.18	33	
New Jersey	1927	0.105	47	
New Mexico	1919	0.17	39	
New York	1929	0.08	48	Sales tax applicable
North Carolina	1921	0.299	4	
North Dakota	1919	0.23	16	
Ohio	1925	0.28	6	
Oklahoma	1923	0.16	42	
Oregon	1919	0.24	13	
Pennsylvania	1921	0.12	46	
Rhode Island	1925	0.32	2	
South Carolina	**1922**	**0.16**	**42**	
South Dakota	1922	0.22	19	
Tennessee	1923	0.20	26	
Texas	1923	0.20	26	
Utah	1923	0.245	12	
Vermont	1923	0.19	30	
Virginia	1923	0.175	38	
Washington	1921	0.375	1	
West Virginia	1923	0.205	25	Sales tax applicable
Wisconsin	1925	0.309	3	
Wyoming	1923	0.13	45	
United States		0.184		

Notes: 1/- State excise tax rate portion only. Does not include any fees, taxes, surcharges, or local taxes.
2/ The state motor fuel excise tax of 8-cents per gallon is suspended from 09/01/08 until 08/31/09.

Sources: Federation of Tax Administrators; Tax Foundation; Commerce Clearinghouse, various reports.

BEA/RWM/08/10/09

Motor Vehicle Sales Tax

Summary

Statute: 12-36-2110

Date Enacted: 1984

Date of last changes: 1984 (capped at $300)

Rate: the lesser of 5% of sale or $300

Current Distribution: General Fund

Fiscal Year Estimated Collections 1/

FY10 $ 85,800,000

FY10 Fiscal Impacts as a Result of Change in Current Law

Revenue Generated From Incremental Increases in Sales Tax Cap on Motor Vehicles With the Sales Tax Rate at 5 Percent

Sales Tax Cap (Dollars)	Estimated Tax Collections (Millions)	Additional Tax Collections (Millions)
$400	$103.5	$17.7
$600	$132.0	$46.2
$800	$152.7	$66.9
$1,000	$166.3	$80.5
$1,200	$175.0	$89.2
$1,400	$180.6	$94.8
$1,600	$184.1	$98.3
$1,800	$186.3	$100.5
$2,000	$187.6	$101.8

Revenue Generated From Replacing the Sales Tax Cap on Motor Vehicles With a Sales Tax on Total Value of Vehicle

Sales Tax (Percent)	Estimated Tax Collections (Millions)	Additional Tax Collections (Millions)
1%	$38.1	($47.7)
2%	$76.3	($9.5)
3%	$114.4	$28.6
4%	$152.5	$66.7
5%	$190.7	$104.9
6%	$228.8	$143.0

Note: The $300 sales tax cap is revenue neutral at 2.3% sales tax rate.

1/ Sales tax revenue on motor vehicles is not kept by Department of Revenue.
Sources of data: South Carolina Dept. of Motor Vehicles; North Carolina Dept. of Motor Vehicles.
Note: All calculations made by the Board of Economic Advisors.

Table 3

Additional Revenue Generated From Replacing the Sales Tax Cap On Motor Vehicles With a Combination of Exempting Vehicle Value and Adding a Sales Tax (Figures are in Millions)

Sales Tax (Percent)	Exemption of Vehicle Value (Dollars) $1,000	$5,000	$10,000	$15,000	$20,000	$25,000
5.0	$103.1	$84.9	$57.0	$27.0	($7.6)	($33.4)
4.0	$65.3	$50.8	$28.4	$4.4	($23.2)	($43.9)
3.0	$27.5	$16.6	($0.1)	($18.1)	($38.9)	($54.4)
2.0	($10.2)	($17.5)	($28.7)	($40.7)	($54.5)	($64.9)
1.0	($48.0)	($51.7)	($57.3)	($63.3)	($70.2)	($75.3)

Table 4

Revenue Generated From Replacing the Sales Tax Cap On Motor Vehicles With a Combination of Exempting Vehicle Value and Adding a Sales Tax (Figures are in Millions)

Sales Tax (Percent)	Exemption of Vehicle Value (Dollars) $1,000	$5,000	$10,000	$15,000	$20,000	$25,000
5.0	$188.9	$170.7	$142.8	$112.8	$78.2	$52.4
4.0	$151.1	$136.6	$114.2	$90.2	$62.6	$41.9
3.0	$113.3	$102.4	$85.7	$67.7	$46.9	$31.4
2.0	$75.6	$68.3	$57.1	$45.1	$31.3	$20.9
1.0	$37.8	$34.1	$28.5	$22.5	$15.6	$10.5

Notes: All calculations made by the Board of Economic Advisors.
The $300 sales tax cap currently amounts to an estimated $85.8 million.

Sources: S.C. Division of Motor Vehicles; N.C. Division of Motor Vehicles; S.C. Code of Laws, 1976.

BEA/RWM/03/08/09

Table 5

Additional Revenue Generated From Removing the Sales Tax Cap on Motor Vehicles and Replace With Exempting Specific Value of the Motor Vehicle and Applying a 5 Percent Sales Tax to Any Remaining Value of the Motor Vehicle

(Figures are in Millions)

Exemption Value (Dollars)	Change in Current Sales Tax Revenue (Millions)
$1,000	$103.1
$2,000	$98.8
$3,000	$94.4
$4,000	$89.6
$5,000	$84.9
$6,000	$76.2
$7,000	$71.5
$8,000	$66.9
$9,000	$62.1
$10,000	$57.0
$11,000	$51.8
$12,000	$46.3
$13,000	$40.4
$14,000	$34.0
$15,000	$27.0
$16,000	$19.6
$17,000	$12.2
$18,000	$5.1
$19,000	($1.5)
$20,000	($7.6)
$21,000	($13.2)
$22,000	($18.9)
$23,000	($24.0)
$24,000	($28.9)
$25,000	($33.4)

Note: All calculations made by the Board of Economic Advisors.
The $300 sales tax cap currently amounts to an estimated $85.8 million.

Sources: S.C. Division of Motor Vehicles; N.C. Division of Motor Vehicles; S.C. Code of Laws, 1976.

BEA/RWM/03/08/09

Property Taxes

Summary of Local Government Property Taxes

- Property taxes are generally assessed and collected by local governments, but the Department of Revenue (DOR) assesses some property taxes, which are listed below. DOR also oversees all property tax assessments to ensure equitable and uniform assessment throughout the state.

- Each class of property is assessed at a ratio unique to that type of property.

- The assessment ratio is applied to the market value of the property to determine the assessed value of the property. Each county, municipality or other taxing entity then applies its millage rate to the assessed value to determine the tax due.

- Real and personal property of manufacturers, utilities, railroads, carlines, airlines, and business personal property of merchants is assessed by DOR. The county assessor assesses all other real and personal property.

Source: South Carolina Department of Revenue, "Annual Report".

Total Assessed Value by Class of Property

2009 Index Tax Year 2007	Assessment Ratio	TOTAL ASSESSED VALUE
Owner-Occupied	4.00%	6,053,201,977
Agricultural (Private)	4.00%	97,794,133
Agricultural (Corporate)	6.00%	20,755,072
Commercial/Rental	6.00%	7,432,424,288
Personal Property (Vehicles) **	6.00%	1,899,992,907
Other Personal Property County	10.50%	324,640,336
Fee-in-Lieu		814,228,579
Manufacturing	10.50%	1,040,883,590
Utility	10.50%	1,414,419,914
Business Personal	10.50%	733,422,435
Motor Carrier		65,205,570
Total		19,896,968,802

** Starting with TY 02, the assessment ratio on personal motor vehicles has decreased by .75% per year and will continue to do so until it reaches the 6.0% assessment ratio.

TY2007TotalAssessedValue

Total Assessed Value by School District
2009 Index of Taxpaying Ability
Tax Year 2007

SCHOOL DISTRICT	Total Assessed Value	Estimated Value of One Mil
ABBEVILLE COUNTY SCHOOL DISTRICT	58,031,782	58,032
AIKEN COUNTY SCHOOL DISTRICT	521,326,115	521,326
ALLENDALE COUNTY SCHOOL DISTRICT	22,143,491	22,143
ANDERSON SCHOOL DISTRICT 01	149,137,225	149,137
ANDERSON SCHOOL DISTRICT 02	50,173,350	50,173
ANDERSON SCHOOL DISTRICT 03	38,126,107	38,126
ANDERSON SCHOOL DISTRICT 04	92,116,937	92,117
ANDERSON SCHOOL DISTRICT 05	252,326,628	252,327
BAMBERG SCHOOL DISTRICT 01	17,075,840	17,076
BAMBERG SCHOOL DISTRICT 02	12,598,300	12,598
BARNWELL SCHOOL DISTRICT 19	9,688,384	9,688
BARNWELL SCHOOL DISTRICT 29	13,984,102	13,984
BARNWELL SCHOOL DISTRICT 45	29,561,911	29,562
BEAUFORT COUNTY SCHOOL DISTRICT	1,711,432,639	1,711,433
BERKELEY COUNTY SCHOOL DISTRICT	649,796,490	649,796
CALHOUN COUNTY SCHOOL DISTRICT	81,579,839	81,580
CHARLESTON COUNTY SCHOOL DISTRICT	2,664,379,769	2,664,380
CHEROKEE COUNTY SCHOOL DISTRICT	172,008,865	172,009
CHESTER COUNTY SCHOOL DISTRICT	106,354,460	106,354
CHESTERFIELD COUNTY SCHOOL DISTRICT	110,216,776	110,217
CLARENDON SCHOOL DISTRICT 01	29,137,692	29,138
CLARENDON SCHOOL DISTRICT 02	47,162,119	47,162
CLARENDON SCHOOL DISTRICT 03	8,223,777	8,224
COLLETON COUNTY SCHOOL DISTRICT	169,092,580	169,093
DARLINGTON COUNTY SCHOOL DISTRICT	211,732,342	211,732
DILLON SCHOOL DISTRICT 01	9,138,090	9,138
DILLON SCHOOL DISTRICT 02	46,328,952	46,329
DILLON SCHOOL DISTRICT 03	16,528,199	16,528
DORCHESTER SCHOOL DISTRICT 02	410,668,443	410,668
DORCHESTER SCHOOL DISTRICT 04	54,367,172	54,367
EDGEFIELD COUNTY SCHOOL DISTRICT	72,182,444	72,182
FAIRFIELD COUNTY SCHOOL DISTRICT	122,309,910	122,310
FLORENCE SCHOOL DISTRICT 01	361,791,549	361,792
FLORENCE SCHOOL DISTRICT 02	13,928,708	13,929
FLORENCE SCHOOL DISTRICT 03	52,278,457	52,278
FLORENCE SCHOOL DISTRICT 04	21,605,394	21,605
FLORENCE SCHOOL DISTRICT 05	14,240,137	14,240
GEORGETOWN COUNTY SCHOOL DISTRICT	562,092,918	562,093
GREENVILLE COUNTY SCHOOL DISTRICT	1,886,114,640	1,886,115
GREENWOOD SCHOOL DISTRICT 50	176,650,248	176,650
GREENWOOD SCHOOL DISTRICT 51	13,795,030	13,795
GREENWOOD SCHOOL DISTRICT 52	56,517,473	56,517
HAMPTON SCHOOL DISTRICT 01	31,318,191	31,318
HAMPTON SCHOOL DISTRICT 02	13,786,434	13,786
HORRY COUNTY SCHOOL DISTRICT	1,776,522,225	1,776,522
JASPER COUNTY SCHOOL DISTRICT	121,311,870	121,312

Total Assessed Value by School District

2009 Index of Taxpaying Ability

Tax Year 2007

SCHOOL DISTRICT	Total Assessed Value	Estimated Value of One Mil
KERSHAW COUNTY SCHOOL DISTRICT	203,179,687	203,180
LANCASTER COUNTY SCHOOL DISTRICT	250,771,317	250,771
LAURENS SCHOOL DISTRICT 55	91,531,633	91,532
LAURENS SCHOOL DISTRICT 56	48,059,151	48,059
LEE COUNTY SCHOOL DISTRICT	34,708,303	34,708
LEXINGTON SCHOOL DISTRICT 01	377,562,611	377,563
LEXINGTON SCHOOL DISTRICT 02	221,318,631	221,319
LEXINGTON SCHOOL DISTRICT 03	40,011,731	40,012
LEXINGTON SCHOOL DISTRICT 04	30,185,479	30,185
LEXINGTON SCHOOL DISTRICT 05	408,296,025	408,296
MARION SCHOOL DISTRICT 01	36,600,178	36,600
MARION SCHOOL DISTRICT 02	23,847,463	23,847
MARION SCHOOL DISTRICT 07	10,518,638	10,519
MARLBORO COUNTY SCHOOL DISTRICT	66,128,238	66,128
MCCORMICK COUNTY SCHOOL DISTRICT	39,720,317	39,720
NEWBERRY COUNTY SCHOOL DISTRICT	122,649,144	122,649
OCONEE COUNTY SCHOOL DISTRICT	502,550,225	502,550
ORANGEBURG SCHOOL DISTRICT 03	61,979,219	61,979
ORANGEBURG SCHOOL DISTRICT 04	64,074,214	64,074
ORANGEBURG SCHOOL DISTRICT 05	158,765,948	158,766
PICKENS COUNTY SCHOOL DISTRICT	410,251,939	410,252
RICHLAND SCHOOL DISTRICT 01	746,172,327	746,172
RICHLAND SCHOOL DISTRICT 02	454,888,756	454,889
SALUDA COUNTY SCHOOL DISTRICT	40,518,880	40,519
SPARTANBURG SCHOOL DISTRICT 01	80,471,912	80,472
SPARTANBURG SCHOOL DISTRICT 02	152,564,763	152,565
SPARTANBURG SCHOOL DISTRICT 03	61,753,146	61,753
SPARTANBURG SCHOOL DISTRICT 04	43,248,852	43,249
SPARTANBURG SCHOOL DISTRICT 05	201,267,318	201,267
SPARTANBURG SCHOOL DISTRICT 06	241,932,619	241,933
SPARTANBURG SCHOOL DISTRICT 07	190,408,554	190,409
SUMTER SCHOOL DISTRICT 02	145,109,730	145,110
SUMTER SCHOOL DISTRICT 17	149,057,610	149,058
UNION COUNTY SCHOOL DISTRICT	64,718,625	64,719
WILLIAMSBURG COUNTY SCHOOL DISTRICT	88,573,338	88,573
YORK SCHOOL DISTRICT 01	85,319,640	85,320
YORK SCHOOL DISTRICT 02	263,598,218	263,598
YORK SCHOOL DISTRICT 03	390,340,379	390,340
YORK SCHOOL DISTRICT 04	233,430,039	233,430
TOTAL	19,896,968,802	19,896,969

Trust Fund for Tax Relief

		65 and Over Homestead Exemption $50,000 (Part of Tier II)	$100,000 Residential Property Tax Exemption (Tier I)	Manufacturer's Depreciation Reimbursement from 20% down to 10%	Merchant's Inventory Tax Exemption (originally passed 1984)	Total
ACTUAL TY 1996	FY 1997	$47,956,105	$216,942,851	n/a	$40,557,257	$305,456,213
ACTUAL TY 1997	FY 1998	$49,557,883	$227,400,845	n/a	$40,557,257	$317,515,985
ACTUAL TY 1998	FY 1999	$51,329,733	$237,849,369	$23,614,194	$40,557,257	$353,350,553
ACTUAL TY 1999	FY 2000	$53,579,824	$251,576,947	$35,729,165	$40,557,257	$381,443,193
ACTUAL TY 2000	FY 2001	$119,783,281	$241,614,944	$38,746,703	$40,557,257	$440,702,185
ACTUAL TY 2001	FY 2002	$127,749,042	$249,069,750	$43,773,787	$40,557,257	$461,149,836
ACTUAL TY 2002	FY 2003	$138,220,677	$249,069,750	$45,624,171	$40,557,257	$473,471,855
ACTUAL TY 2003	FY 2004	$147,839,923	$249,069,750	$47,597,238	$40,557,257	$485,064,168
ACTUAL TY 2004	FY 2005	$154,873,301	$249,069,750	$49,906,439	$40,557,257	$494,406,747
ACTUAL TY 2005	FY 2006	$157,864,439	$249,069,750	$52,581,627	$40,557,257	$500,073,073
ACTUAL TY 2006	FY 2007	$166,047,316	$249,069,750	$54,562,649	$40,557,257	$510,236,972
ACTUAL TY 2007	FY 2008	$172,983,112	$249,069,750	$57,582,305	$40,557,257	$520,192,424
Original Estimate **	**FY 2008**	**$174,045,544**	***$249,069,750***	**$57,971,244**	***$40,557,257***	**$521,643,795**
Surplus	***FY 2008***					***$1,451,371***
Current Projection **	**FY 2009**	**$183,067,166**	***$249,069,750***	**$60,155,321**	***$40,557,257***	**$532,849,494**
Projected Surplus	***FY 2009***					***$1,751,538***
ACTUAL TY 1997	FY 1998	3.34%	4.82%		0.00%	3.95%
ACTUAL TY 1998	FY 1999	3.58%	4.59%		0.00%	11.29%
ACTUAL TY 1999	FY 2000	4.38%	5.77%	51.30%	0.00%	7.95%
ACTUAL TY 2000	FY 2001	123.56%	-3.96%	8.45%	0.00%	15.54%
ACTUAL TY 2001	FY 2002	6.65%	3.09%	12.97%	0.00%	4.64%
ACTUAL TY 2002	FY 2003	8.20%	0.00%	4.23%	0.00%	2.67%
ACTUAL TY 2003	FY 2004	6.96%	0.00%	4.32%	0.00%	2.45%
ACTUAL TY 2004	FY 2005	4.76%	0.00%	4.85%	0.00%	1.93%
ACTUAL TY 2005	FY 2006	1.93%	0.00%	5.36%	0.00%	1.15%
ACTUAL TY 2006	FY 2007	5.18%	0.00%	3.77%	0.00%	2.03%
ACTUAL TY 2007	FY 2008	4.18%	0.00%	5.53%	0.00%	1.95%
5 Year Growth Rate		4.59%	0.00%	4.77%	0.00%	1.90%
4 Year Growth Rate		4.00%	0.00%	4.88%	0.00%	1.76%
3 Year Growth Rate		3.76%	0.00%	4.88%	0.00%	1.71%
FY 2009 Projection		$181,009,528	$249,069,750	$60,461,420	$40,557,257	$531,097,956
FY 2010 Projection		$189,408,371	$249,069,750	$63,484,491	$40,557,257	$542,519,869

Sales Tax

Summary

Statute:	Title 12, Chapter 36
Date Enacted:	1951
Date of last changes:	1970 - enacted change of 3% to 4% 1985 - enacted change of 4% to 5% with increase going to EIA 2007 - enacted change of 5% to 6% with increase going to the Homestead Exemption Fund (non-General Fund)
Rate:	6%
Current Distribution:	80% to the General Fund and 20% to EIA (first 5 pennies)

Fiscal Year Collections 1/

FY05	$ 2,318,474,848
FY06	$ 2,505,420,918
FY07	$ 2,631,222,230
FY08	$ 2,465,565,042
FY09	$ 2,247,876,029

FY10 Fiscal Impacts as a Result of Change in Current Law

Incremental Increases in State Sales Tax	Additional Revenue (in millions)
One-Cent	$505
Two-Cents	$960
Three-Cents	$1,368
Four-Cents	$1,733
Five-Cents	$2,058
Six-Cents	$2,346
Seven-Cents	$2,601
Eight-Cents	$2,824
Nine-Cents	$3,018
Ten-Cents	$3,185

Note: Based on the July 16, 2009 BEA General Fund forecast.

1/ Excludes (1%) Education Improvement Act, (1%) Homestead Exemption Fund (2%) Accommodations, and any Local Option Sales Taxes.
Includes Casual Sales and Excise Taxes.

State General Sales Tax Rates
(As of July 1, 2009)

State	Tax Rate	Sales Tax Exemptions: Food 1/	Sales Tax Exemptions: Prescription Drugs	Sales Tax Exemptions: Nonprescription Drugs
Alabama	4.00	Not exempt	Exempt	Not exempt
Alaska	No sales tax	No sales tax	No sales tax	No sales tax
Arizona	5.60	Exempt	Exempt	Not exempt
Arkansas	6.00	3% (*)	Exempt	Not exempt
California	8.25	Exempt	Exempt	Not exempt
Colorodo	2.90	Exempt	Exempt	Not exempt
Connecticut	6.00	Exempt	Exempt	Exempt
Delaware	No sales tax	No sales tax	No sales tax	No sales tax
Florida	6.00	Exempt	Exempt	Exempt
Georgia	4.00	Exempt (*)	Exempt	Not exempt
Hawaii	4.00	Not exempt	Exempt	Not exempt
Idaho	6.00	Not exempt	Exempt	Not exempt
Illinois	6.25	1.00	1.00	1.00
Indiana	7.00	Exempt	Exempt	Not exempt
Iowa	6.00	Exempt	Exempt	Not exempt
Kansas	5.30	Not exempt	Exempt	Not exempt
Kentucky	6.00	Exempt	Exempt	Not exempt
Louisiana	4.00	Exempt (*)	Exempt	Not exempt
Maine	5.00	Exempt	Exempt	Not exempt
Maryland	6.00	Exempt	Exempt	Exempt
Massachusetts	6.25	Exempt	Exempt	Not exempt
Michigan	6.00	Exempt	Exempt	Not exempt
Minnesota	6.875	Exempt	Exempt	Exempt
Mississippi	7.00	Not exempt	Exempt	Not exempt
Missouri	4.225	1.225	Exempt	Not exempt
Montana	No sales tax	No sales tax	No sales tax	No sales tax
Nebraska	5.50	Exempt	Exempt	Not exempt
Nevada	6.85	Exempt	Exempt	Not exempt
New Hampshire	No sales tax	No sales tax	No sales tax	No sales tax
New Jersey	7.00	Exempt	Exempt	Exempt
New Mexico	5.375	Exempt	Exempt	Not exempt
New York	4.00	Exempt	Exempt	Exempt
North Carolina	4.50	Exempt (*)	Exempt	Not exempt
North Dakota	5.00	Exempt	Exempt	Not exempt
Ohio	5.50	Exempt	Exempt	Not exempt
Oklahoma	4.50	Not exempt	Exempt	Not exempt
Oregon	No sales tax	No sales tax	No sales tax	No sales tax
Pennsylvania	6.00	Exempt	Exempt	Exempt
Rhode Island	7.00	Exempt	Exempt	Exempt
South Carolina	6.00	Exempt	Exempt	Not exempt
South Dakota	4.00	Not exempt	Exempt	Not exempt
Tennessee	7.00	5.50	Exempt	Not exempt
Texas	6.25	Exempt	Exempt	Exempt
Utah	5.95	1.75 (*)	Exempt	Not exempt
Vermont	6.00	Exempt	Exempt	Exempt
Virginia	5.00	2.50	Exempt	Exempt
Washington	6.50	Exempt	Exempt	Not exempt
West Virginia	6.00	4.00	Exempt	Not exempt
Wisconsin	5.00	Exempt	Exempt	Not exempt
Wyoming	4.00	Exempt	Exempt	Not exempt
District of Columbia	5.75	Exempt	Exempt	Exempt

Notes: 1/ Some states tax food, but allow an income tax credit to compensate lower income households. These states are Idaho, Kansas, South Dakota, Vermont, and Wyoming.
(*): Food sales are subject to local sales taxes.

Source: Federation of Tax Administrators; Commerce Clearinghouse, various reports.

BEA/RWM/08/10/09

Estimated Distribution of An Additional One-Cent Sales Tax By County
Fiscal Year 2009-10

	UNITS	GROSS SALES	NET TAXABLE SALES	ADDITIONAL ONE-CENT SALES TAX
ABBEVILLE	410	$156,832,559.44	$65,002,139.55	$660,696.60
AIKEN	2,864	$2,811,164,601.82	$995,451,189.06	$10,117,993.38
ALLENDALE	167	$162,788,286.25	$15,756,008.69	$160,147.67
ANDERSON	3,794	$4,325,252,683.85	$1,366,175,711.02	$13,886,122.14
BAMBERG	311	$220,614,128.57	$57,919,641.24	$588,708.47
BARNWELL	431	$233,534,619.54	$95,109,552.26	$966,715.22
BEAUFORT	4,803	$3,397,172,768.10	$2,080,592,110.49	$21,147,613.69
BERKELEY	2,704	$3,684,154,716.31	$1,326,810,200.02	$13,486,002.09
CALHOUN	285	$234,085,851.25	$41,282,366.17	$419,603.40
CHARLESTON	10,169	$11,772,408,425.38	$5,407,604,162.46	$54,964,124.50
CHEROKEE	1,097	$1,108,842,513.99	$370,628,470.43	$3,767,152.47
CHESTER	597	$441,820,030.02	$105,555,885.60	$1,072,894.14
CHESTERFIELD	864	$759,648,751.87	$176,586,721.86	$1,794,867.80
CLARENDON	658	$381,863,916.48	$129,047,379.80	$1,311,667.06
COLLETON	848	$625,468,786.45	$243,024,547.48	$2,470,157.04
DARLINGTON	1,330	$1,315,350,019.10	$278,820,014.00	$2,833,990.34
DILLON	635	$809,580,542.68	$140,123,161.84	$1,424,243.84
DORCHESTER	1,945	$1,607,591,652.78	$530,295,715.27	$5,390,046.84
EDGEFIELD	364	$155,227,196.30	$49,133,274.96	$499,401.84
FAIRFIELD	388	$353,894,049.18	$75,000,443.83	$762,321.65
FLORENCE	3,341	$4,267,210,473.47	$1,523,359,386.08	$15,483,772.93
GEORGETOWN	1,748	$1,248,401,088.43	$540,158,345.07	$5,490,292.86
GREENVILLE	10,371	$13,358,693,166.55	$5,689,047,155.17	$57,824,775.40
GREENWOOD	1,438	$1,261,588,828.12	$534,456,608.55	$5,432,339.11
HAMPTON	433	$230,092,552.43	$68,314,076.19	$694,359.88
HORRY	9,544	$8,027,554,772.08	$5,012,753,764.86	$50,950,774.83
JASPER	579	$846,486,306.09	$289,226,062.04	$2,939,759.79
KERSHAW	1,179	$1,195,886,513.53	$302,716,051.65	$3,076,875.13
LANCASTER	1,378	$925,559,964.46	$358,258,788.57	$3,641,424.20
LAURENS	1,129	$760,298,183.60	$268,288,152.53	$2,726,942.09
LEE	329	$211,230,318.90	$37,418,050.14	$380,325.61
LEXINGTON	5,936	$8,661,836,462.27	$2,806,562,650.07	$28,526,544.16
MCCORMICK	195	$48,111,918.59	$17,945,380.27	$182,400.95
MARION	685	$464,899,186.46	$141,420,184.96	$1,437,427.08
MARLBORO	461	$307,505,796.28	$83,245,761.01	$846,128.94
NEWBERRY	762	$677,644,804.75	$214,748,454.27	$2,182,752.37
OCONEE	1,557	$1,000,475,641.27	$448,082,857.47	$4,554,416.56
ORANGEBURG	2,037	$1,806,867,399.18	$594,729,701.30	$6,044,968.60
PICKENS	2,051	$1,770,424,536.60	$757,379,942.61	$7,698,182.82
RICHLAND	7,564	$9,851,243,128.88	$4,890,990,025.37	$49,713,140.35
SALUDA	308	$115,909,581.70	$35,994,135.36	$365,852.62
SPARTANBURG	5,872	$7,211,008,064.44	$2,507,674,573.74	$25,488,577.44
SUMTER	1,881	$1,544,653,929.08	$666,669,904.80	$6,776,185.27
UNION	524	$259,729,922.08	$109,229,168.69	$1,110,230.23
WILLIAMSBURG	643	$467,975,053.53	$144,058,775.39	$1,464,246.31
YORK	4,410	$4,517,055,095.52	$1,580,019,879.83	$16,059,683.14
TOTAL OF COUNTIES	101,019	$105,595,638,787.65	$43,172,666,532.02	$505,000,000.00
UNALLOCATED TOTALS	12,843	$24,313,680,346.16	$6,501,145,290.01	$66,079,126.43
UNDISCLOSED	99	40,263,094.83	10,234,394.61	$104,024.73
STATE TOTALS	113,961	$129,949,582,228.64	$49,684,046,216.64	

Notes: Calculations made by the Board of Economic Advisors based on July 16, 2009 BEA General Fund revenue estimate. Based on calendar year 2008 Gross and Net Taxable Sales figures.

Sources: South Carolina Department of Revenue; Board of Economic Advisors.

BEA/RWM/08/26/09

State Sales Tax Holidays
Calendar Year 2009

State	Year First Adopted	2009 Dates	Number of Days	Dollar Limit on Items	Items Included
Alabama	2006	August 7-9	3	cl-$100; ss-$50; cp-$750; books-$30	Clothing, school supplies, computers, books
Connecticut	2001	August 16-22	7	$300	Clothing and footwear
District of Columbia	2004	Nov. 27 - Dec. 6	17	$100	Clothing
Georgia	2004	July 30 - Aug. 2	4	cl-$100; ss-$20; cp-$1,500	Clothing, school supplies, computers
Georgia	2006	Oct. 1-4	4	eea-$1,500	Energy & water efficient appliances
Iowa	2000	August 7-8	2	$100	Clothing
Louisiana	2007	August 7-8	2	$2,500	The first $2,500 of all tangible personal property (except vehicles & meals) is excluded
Louisiana	2008	May 30-31	2	$1,500	Hurricane preparedness items
Mississippi	2009	July 31 - Aug. 1	2	cl-$100	Clothing and footwear
Missouri	2004	August 7-9	3	cl-$100; ss-$50; cp-$3,500	Clothing, school supplies, computers
Missouri	2009	April 19-25	7	eea-$1,500	Energy Star products
New Mexico	2005	August 7-9	3	cl-$100; ss-$15; cp-$1,000	Clothing, school supplies, computers
North Carolina	2001	August 7-9	3	cl-$100; ss- $100; cp-$3,500; sports eq.-$50	Clothing, school supplies, computers, sports equip.
North Carolina	2009	Nov. 6-8	3	None	Energy Star products
Oklahoma	2007	August 7-9	3	$100	Clothing
South Carolina	2000	August 7-9	3	No limit	Clothing, school supplies, computers, other
South Carolina	2008	Nov. 27-28	2	No limit	Handguns, shotguns, rifles
South Carolina	2009	Oct. 1-31	31	**Ruled unconstitutional**	Energy Star products
Tennessee	2006	August 7-9	3	cl, ss-$100; cp-$1,500	Clothing, school supplies, computers
Texas	1999	August 21-23	3	$100	Clothing, backpacks, school supplies
Texas	2008	May 23-25	3	air conditioners-$6,000; other-$2,000	Energy Star products
Vermont	2008	Aug. 22	1	$2,000	Any personal purchase
Virginia	2006	August 7-9	3	cl-$100; ss-$20	Clothing, school supplies
Virginia	2006	Oct. 9-12	4	eea-$2,500	Energy Star products
Virginia	2008	May 25-31	7	hpi-$60; generators-$1,000	Hurricane preparedness items & generators
West Virginia	2008	Sept. 1 - Nov. 30	91	eea-$5,000	Energy Star products

Sources: Federation of Tax Administrators; Commerce Clearing House; various reports.

SALES AND USE TAX EXEMPTIONS FY2008-2009

Line	Code Section	Year Enacted	Description of Exemption	Exemption Estimate (Dollars)	Subtotal (Dollars)
1	12-36-2110		**Maximum Sales Tax Caps**		
2	A	1984	Motor vehicles, motorcycles, boats, airplanes, trailer or semitrailer pulled by a truck, horse trailers, recreational vehicles, and self-propelled light construction equipment	173,056,796	
3	(A)(1)		Airplanes		1,215,000
4	(A)(2)		Motor Vehicles		152,888,972
5	(A)(3)		Motorcycles		2,331,000
6	(A)(4)		Boats		4,954,212
7	(A)(5)		Semitrailers and Horse Trailers		825,527
8	(A)(6)		Recreational Vehicles		7,912,005
9	(A)(7)		Self-propelled light construction equipment with a maximum of 160 net engine horsepower		2,930,080
10	B		Sale of Manufactured Homes	26,600,899	
11	C		The sale of musical instruments or office equipment purchased by religious organizations	87,000	
12	D		Repealed: Machines used in research and development (refer to Section 12-36-2120(56))	Repealed	
13	E		Equipment provided, supplied, or installed on a firefighting vehicle	870,000	
14					
15	12-36-2120		**Exemptions From Sales Tax**		
16	(1)	1951	Exemptions prohibited by the US or SC Constitutions	0	
17	(2)	1984	Tangible personal property sold to the federal government	253,000,000	
18	(3)	1951	Publications and on-line access used in a course of study in all schools or for students' use in the school library	21,527,465	
19	(4)	1951	Sale of livestock used primarily as beasts of burden and livestock that provide, food, pelts, or fur.	58,877,400	
20	(5)	1951	Feed for production and maintenance of poultry and livestock	16,303,860	
21	(6)	1951	Insecticides, chemicals, fertilizers, soil conditioners, seeds, seedlines, or nursery stock, used in production of farm products, or in the cultivation of poultry or livestock feed.	15,859,740	
22	(7)	1951	Containers and labels used for preparing agriculture, dairy, grove, garden, turpentine and gum resin for sale	600,000	
23	(8)	1951	Newsprint paper, newspapers, religious publications, and Dept. of Agriculture's "Market Bulletin"	12,053,089	
24			Newsprint paper		5,058,823
25			Newspaper sales		6,983,466
26			Market Bulletin		10,800
27	(9)	1951	Coal, coke, or fuel sold to manufacturers, electric power companies, and transportation companies	102,909,706	
28			Electric Utility		51,595,731
29			Other Industry		51,313,975
30			Transportation		0
31	(10)	1951	Meals or foodstuffs used in school meals, for the elderly, disabled, homeless, or needy.	7,043,478	
32	(11)	1986	Toll charges for transmission of messages and transactions	73,649,975	
33	(A)		Voice messages between telephone exchanges (long distance)		45,766,650
34	(B)		Telegraph messages		negligible
35	(C)		Carrier and customer access charges established by FCC or SC Public Service Commission		22,883,325
36	(D)		Automatic teller machine transactions		5,000,000
37	(12)	1951	Water sold by public utilities, if rates and charges are the kind determined by the Public Service Commission or sold by a nonprofit corporation falling under Chapter 36 of Title 33	27,283,200	
38	(13)	1951	Vessel Bunkering	1,527,097	
39	(14)	1951	Wrapping paper, twine, bags, and containers for sale and delivery of tangible personal property	24,974,700	
40	(15)	1988	Fuel under Chapter 28 Title 12	499,687,500	
41	(A)		On-Highway		470,600,700

SALES AND USE TAX EXEMPTIONS FY2008-2009

Line	Code Section	Year Enacted	Description of Exemption	Exemption Estimate (Dollars)	Subtotal (Dollars)
					29,086,800
42	(A)		Off-Highway		4,421,850
43	(C)		Farm machinery and tractors		12,739,950
44	(D)		Commercial fishing vessels		9,931,500
45			Construction		1,993,500
46			Military		
47	(16)	1951	Farm machinery and replacement parts and attachments used in planting, cultivating or harvesting farm crops, preservation of milk on dairy farms, poultry products on poultry farms, when sold in the original state of production or preparation for sale.	7,278,240	
48	(17)	1951	Machines used in manufacturing, processing, recycling, compounding, mining, or quarrying tangible personal property for sale	63,077,125	
49	(18)	1951	Fuel to cure agriculture products	750,000	
50			Cure Tobacco		
51			Cure Corn		
52			Cure Peanuts		
53	(19)	1951	Electricity for cotton gins, manufacturers, miners, or quarries for the sale of tangible personal property	87,573,840	
54	(20)	1951	Railroad cars, locomotives and their parts, monorail cars, and engines or motors that propel them, and parts	352,710	
55	(21)	1951	Vessels and barges more than 50 tons burden	169,546	
56	(22)	1990	Missile assembly materials used by the Armed Forces of the US	Classified	
57	(23)	1951	Farm, grove, vineyard and garden products sold in original state of production or preparation for sale, when sold by the producer or members of the producers immediately family	412,400	
58	(24)	1986	Supplies and equipment bought by laundries, dry cleaners, and carpet cleaners	3,261,287	
59	(25)	1985	Out of state residents of the US Armed Forces vehicle purchases when by reason of orders is located in SC	2,225,000	
60	(26)	1993	Supplies, technical equipment, machinery, and electricity sold to television and radio stations, and cable television systems	9,150,000	
61	(27)	1990	Plants and animal sales to public zoo's or gardens or its nonprofit support corporations	4,290	
62	(28)	1976	Medicine and prosthetic devices sold by prescription, radiopharmaceuticals used in treatment of cancer and other related diseases, free samples donated by manufacturer, and medicines used to prevent respiratory syncytial virus	585,340,273	568,543,886
63	(A)		Medicine and prosthetic devices		15,533,652
64	(B)		Diabetic supplies		143,280
65	(C)		Disposable medical supplies used in the treatment of patient outside of a hospital or skilled nursing facility		44,000
66	(D)		Prescriptions donated to SC medical schools		1,075,455
67	(E)		Dental prosthetics		
68	(29)	1996	Sale of tangible personal property by persons under written contract with the federal government where the property is later transferred to the federal government	0	
69	(30)	1978	Supplies, commodities, and services resold by Div. of General Services of SCB&CB to department and state agencies, if the tax was paid on the divisions original purchase	0	
70	(31)	1979	Vacation time sharing plans, vacation multiple ownership interests, and exchanges of interests in vacation time sharing plans and vacation multiple ownership interests as provided by Chapter 32 of Title 27, and any other exchange of accommodations in which the accommodations to be exchanged are the primary consideration	5,316,000	
71	(32)	1979	Natural and liquefied petroleum gas and electricity used exclusively in the production of poultry, livestock, swine, and milk	1,300,000	
72	(33)	1979	Electricity or any combustible heating material or substance use for residential purposes	188,223,345	149,226,240
73			Electricity		26,250,545
74			Natural Gas		2,692,127
75			Kerosene		1,066,673
76			Fuel Oil		0
77			Coal		8,987,760
78			LP Gas		

SALES AND USE TAX EXEMPTIONS FY2008-2009

Line	Code Section	Year Enacted	Description of Exemption	Exemption Estimate (Dollars)	Subtotal (Dollars)
79	(34)	1980	Modular homes 50% of gross proceeds of the sale	1,890,000	
80	(35)	1983	Motion picture film sold or rented to or by theaters	2,825,765	
81	(36)	1983	Tangible personal property sold out of state	0	
82	(37)	1983	Petroleum asphalt products, used in paving, purchased in this state, which are transported and consumed out of state	614,000	
83	(38)	1985	Hearing aids	2,148,568	
84	(39)	1986	Concession sales at a festival by an organization devoted exclusively to public or charitable purposes	475,000	
85	(40)	1988	Containers and chassis including parts sold to international shipping lines in contract with SCSPA and used for import and export of goods to and from South Carolina	550,000	
86	(41)	1989	Organizations exempt under 12-37-220(A),(3-4), and B(5-8), (12), (16), (19), (22), and (24) if the net proceeds are used exclusively for exempt purposes and no benefit inures to any individual	6,725,000	
87	(42)	1989	Depreciable assets used in the operation of a business pursuant to the sale of the business, when the entire business is sold by the owner	125,000	
88	(43)	1991	All supplies, technical equipment, machinery, and electricity sold to motion picture companies for use in filming or producing a motion picture	42,179	
89	(44)	1991	Electricity to irrigate crops	53,340	
90	(45)	1991	Building materials, supplies, fixtures, and equipment for the construction repair or improvement of commercial housing of poultry or livestock	63,000	
91	(46)	1991	War memorials or monuments affixed to pubic property	50,000	
92	(47)	1994	Tangible personal property sold to charitable hospitals serving children where care is provided without charge	50,000	
93	(48)	1994	Solid waste disposal collection bags when the county or political subdivision requires the purchase of a specific bag for solid waste disposal	38,979	
94	(49)	1994	Postage paid by a person engaged in the business of selling advertising services for clients	825,000	
95	(50)	1995	Recycling property	2,827,022	
96	(51)	1996	Material handling systems and equipment used in distribution facilities	1,400,000	
97	(52)	1996	Parts and supplies used by business for repairing aircraft owned or leased by commercial carriers	561,567	
98	(53)	1996	Motor vehicle extended service contracts and warranties	1,188,000	
99	(54)	1999	Clothing and attire for working in a Class 100 or better clean room environment	40,000	
100	(55)	2000	Audiovisual masters	60,000	
101	(56)	2000	Machines used in research and development	2,640,000	
102	(57)	2000	Sales tax holiday in August	2,900,000	
103	(58)	2000	Cooperative direct mail promotional advertising materials, and maps, brochures, pamphlets, or discount coupons by nonprofit chambers of commerce or convention and visitor bureaus, delivered to residents of SC from locations inside or outside the State	800,000	
104	(59)	2001	Facilities for transmitting electricity that is transferred, sold, or exchanged to a limited liability company controlling electric transmission assets	0	
105	(60)	2001	Lottery tickets	47,564,188	
106	(61)	2002	Copies of or access to legislation or other information documents provided to the general public or any other person by a legislative agency when a charge for these copies is made reflecting the agency's cost of the copies	5,000	
107	(62)	2003	Seventy percent of portable toilet gross rental sales or leases	332,976	
108	(63)	2005	Prescriptions and over the counter medicines and supplies sold to charitable clinics	229,700	
109	(64)	2005	Sweet grass baskets made by SC artists	30,000	
110	(65)	2006	Computer equipment used in a technology intensive facility	0	
111	(66)	2006	Electricity used by a technology intensive facility	0	
112	(67)	2006	Sales tax on construction materials of a single manufacturing or distribution facility with a capital investment of at least $100 million in real and personal property at a single site.	14,160,000	
113	(68)	2006	Any property sold to the public through a sheriff's sale as provided by law	331,872	
114	(69)	2006	The sale or renewal of a warranty, maintenance, or similar service contract if the sale of the personal property is exempt from tax under Chapter 36	0	
115	(70)	2007	Gold, silver, or platinum bullion; legal tender coins and currency	82,860	
116	(71)	2007	Any device, equipment, or machinery operated by hydrogen fuel cells, or used to generate, produce, or distribute hydrogen	0	

SALES AND USE TAX EXEMPTIONS FY2008-2009

Line	Code Section	Year Enacted	Description of Exemption	Exemption Estimate (Dollars)	Subtotal (Dollars)
117	(72)	2007	Building materials used to construct a new or renovated building or any machinery or equipment located in a research district	1,200,000	
118	(73)	2007	Amusement park rides and any parts, machinery, and equipment to assemble and operate a ride or performance venue	3,900,000	
119	(74)	2007	Durable medical equipment which is paid by state or federal Medicaid funds	2,370,831	
120	(75)	2007	Unprepared food that may be purchased with United States Department of Agriculture food coupons	354,140,625	
121					
122	12-36-2130				
123	(1)		Use Tax Exemption	Included with Sales Tax	
124	(2)		Purchases made by museums	51,000	
125					
126	12-36-2610		Discount for timely filed payment of tax, maximum discount of $10,000 for voluntarily registered out-of-state retailers and $3,000 for all other retailers ($3,100 for retailers filing by EFT)	22,075,772	
127					
128	12-36-2620				
129	(2)		1% sales tax exemption for those 85 years and older	5,473,960	
130					
131			**Provisos**		
132	72.86	2005	Respiratory syncytial virus medicines	2,128,317	
133	72.97	2006	Viscosupplementation therapies sales	397,113	
134					
135			**Total Sales and Use Tax Exemptions**	**$2,753,712,595**	

Education Improvement Act

Summary

Statute:	Title 12 Chapter 35 (Enacted by "SC Educational Improvement Act of 1984"; Act No. 512)
Date Enacted:	1984
Date of last significant change:	FY2006-07 - EIA hold harmless amount transferred from General Fund to EIA as the result of the tax on food reduced from 5% to 3% FY2007-08 - EIA hold harmless amount transferred from General Fund to EIA as the result of the tax on food reduced from 3% to 0%
Rate:	1% of all taxable sales
Current Distribution:	Education Improvement Act Fund

Fiscal Year Collections 1/

FY05	$585,086,736
FY06	$665,094,928
FY07	$648,381,568
FY08	$635,302,264
FY09	$561,072,910

Fiscal Impacts as a Result of Change in Current Law 1/

* Elimination of the tax would reduce state revenue in FY10 by	$	532,044,107

1/ Includes interest earnings
* Note: Estimate based on 7/16/09 BEA revenue forecast