DISCLAIMER

The South Carolina Legislative Council is offering access to the South Carolina Code of Laws on the Internet as a service to the public. The South Carolina Code on the General Assembly's website is now current through the 2015 session. The South Carolina Code, consisting only of Code text, numbering, history, and Effect of Amendment, Editor’s, and Code Commissioner’s notes may be copied from this website at the reader's expense and effort without need for permission.

The Legislative Council is unable to assist users of this service with legal questions. Also, legislative staff cannot respond to requests for legal advice or the application of the law to specific facts. Therefore, to understand and protect your legal rights, you should consult your own private lawyer regarding all legal questions.

While every effort was made to ensure the accuracy and completeness of the South Carolina Code available on the South Carolina General Assembly's website, this version of the South Carolina Code is not official, and the state agencies preparing this website and the General Assembly are not responsible for any errors or omissions which may occur in these files. Only the current published volumes of the South Carolina Code of Laws Annotated and any pertinent acts and joint resolutions contain the official version.

Please note that the Legislative Council is not able to respond to individual inquiries regarding research or the features, format, or use of this website. However, you may notify the Legislative Services Agency at LSA@scstatehouse.gov regarding any apparent errors or omissions in content of Code sections on this website, in which case LSA will relay the information to appropriate staff members of the South Carolina Legislative Council for investigation.

CHAPTER 55

Overdue Tax Debt Collection Act

Editor’s Note

2005 Act No. 145, Section 4.B, provides as follows:

“The ‘Overdue Tax Debt Collection Act’ as added by this section applies for all tax debts incurred before which remain outstanding on December 1, 2002, and to all tax debts incurred on or after December 1, 2002.”

**SECTION 12‑55‑10.** Citation of chapter.

 This chapter may be cited as the “Overdue Tax Debt Collection Act”.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.

**SECTION 12‑55‑20.** Findings and intent.

 The General Assembly finds that the Department of Revenue has documented that the state’s cost of collecting overdue tax debts exceeds twenty percent of the cost of collecting overdue debts. The General Assembly further finds that the cost of collecting overdue tax debts is currently borne by taxpayers who pay their taxes on time. It is the intent of the General Assembly by enacting the “Overdue Tax Debt Collection Act” to shift this cost to the delinquent taxpayers who owe overdue tax debts.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.

**SECTION 12‑55‑30.** Definitions.

 (A) As used in this chapter:

 (1) “Overdue tax debt” means any part of a tax debt that remains unpaid one hundred twenty days or more after the taxpayer receives notice as defined in Section 12‑55‑30(A)(2).

 (2) “Notice” means a notice of assessment issued by the department to the taxpayer pursuant to the South Carolina Revenue Procedures Act.

 (3) “Tax debt” means the total amount of tax, fees, penalties, interest, and costs for which notice has been issued by the department to the taxpayer.

 (B) Except when the context clearly indicates a different meaning, the definitions in Section 12‑60‑30 also apply to this chapter.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.

**SECTION 12‑55‑40.** Imposition of collection assistance fees; notice.

 A collection assistance fee may be imposed on an overdue tax debt. To impose a collection assistance fee on a tax debt, the department shall notify the taxpayer that the collection assistance fee may be imposed if the tax debt becomes overdue tax debt.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.

**SECTION 12‑55‑50.** Collection assistance fee; collection; waiver.

 The collection assistance fee is collectible as part of the debt. The department may waive the fee to the same extent as if it were a penalty.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.

**SECTION 12‑55‑60.** Collection assistance fee; amount.

 The amount of the collection assistance fee is twenty percent of the amount of the overdue tax.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.

**SECTION 12‑55‑70.** Disposition of proceeds.

 The proceeds of the collection assistance fee must be credited to a special account within the department and must be used to fund the South Carolina Business One Stop (SCBOS) program within the department. Any excess proceeds of the collection assistance fee above the amount required to fund the SCBOS program must be credited to the department to be retained and expended for use in budgeted operations.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.

**SECTION 12‑55‑80.** Suits in courts of other states to collect taxes due; suits by other states in South Carolina courts; local counsel.

 The department may bring suits in the courts of other states to collect taxes legally due this State. The officials of other states are empowered to sue for the collection of taxes in the courts of this State. Whenever the department considers it expedient to employ local counsel to assist in bringing suit in an out‑of‑state court, the department may employ local counsel.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.

**SECTION 12‑55‑90.** Collection agencies.

 Collection agencies with which the department contracts under Sections 12‑4‑340 and 12‑54‑227 are also authorized to collect on behalf of the department overdue tax debts and the collection fee imposed by this chapter.

HISTORY: 2005 Act No. 145, Section 4.A, eff June 7, 2005.