



STATE OF SOUTH CAROLINA DEPARTMENT OF REVENUE PARTNER'S SHARE OF SOUTH CAROLINA INCOME, DEDUCTIONS, CREDITS, ETC.

For calendar year _____ or tax year beginning _____ and ending _____

Partner's Identification Number Partnership's FEIN
Partner's name, address, and ZIP Partnership's name, address, and ZIP

Partnership - Check for Active Trade or Business election

If partner is a disregarded entity, name and SSN or FEIN of owner:

Check if: Final K-1 Amended K-1 Nonresident

Check if partner is exempt from nonresident withholding because the:

partner filed an I-309 affidavit with the Partnership partner is included in a composite return partner is a tax exempt entity

Table with 5 main columns: Partner's Share of Current Year Income, Deductions, Credits, etc.; A Federal K-1 Amounts; B Plus or Minus SC Adjustments; C Amounts Not Allocated or Apportioned to SC; D Amounts Allocated or Apportioned to SC. Rows include Ordinary business income, Net rental real estate income, Section 179 deduction, etc.

INSTRUCTIONS

General purpose: The partnership prepares the SC1065 K-1 to show each partner's share of the entity's income. Each item of income is adjusted as required by South Carolina law and allocated or apportioned to South Carolina or to states other than South Carolina.

Checkboxes:

- Check the **Partnership - Check for Active Trade or Business election** box if the partnership is electing to pay tax on active trade or business income at the entity level. This election is made at the partnership level and applies to all partners.
- Check the **Nonresident** box if the partner is not a South Carolina resident.
- If the nonresident is not subject to withholding, check the appropriate box to indicate if the nonresident partner filed an **I-309 affidavit**, is included in a **composite return**, or is a **tax exempt entity**.

Column A, line 1 through line 13: Enter amounts from the federal Schedule K-1.

Column B, line 1 through line 13: Enter the partner's share of South Carolina adjustments to federal taxable income (loss) from SC-K Worksheet, column B. Show additions as a positive number and subtractions in brackets to signify a negative number.

Column C, line 1 through line 13: Enter the partner's share of income (loss) or deductions allocated or apportioned to states other than South Carolina.

Column D, line 1 through line 13: Enter the partner's share of income (loss) or deductions allocated or apportioned to South Carolina.

Line 14: Enter the partner's share of Active Trade or Business Income taxed by the Partnership.

Line 15: Add Column D, line 1 through line 11 and subtract the amounts from line 12, line 13, and line 14.

Line 16: Partnerships are required to withhold 5% of the South Carolina taxable income of nonresident partners. Partnerships must provide nonresident partners a federal 1099 MISC with **South Carolina Only** written at the top showing respective amounts of income and tax withheld. Enter the Withholding Tax amount on line 16.

Line 17 and line 18: List the partner's share of South Carolina tax credits.

Instructions for Partnership: Include all SC1065 K-1s with your SC1065, Partnership Return. Provide a SC1065 K-1 to each partner.

Instructions for Partner: If filing a paper return, attach to your Income Tax Return. If filing electronically, keep with your records.

Social Security Privacy Act Disclosure

It is mandatory that you provide your Social Security Number on this tax form if you are an individual taxpayer. 42 U.S.C. 405(c)(2)(C)(i) permits a state to use an individual's Social Security Number as means of identification in administration of any tax. SC Regulation 117-201 mandates that any person required to make a return to the SCDOR must provide identifying numbers, as prescribed, for securing proper identification. Your Social Security Number is used for identification purposes.

The Family Privacy Protection Act

Under the Family Privacy Protection Act, the collection of personal information from citizens by the SCDOR is limited to the information necessary for the SCDOR to fulfill its statutory duties. In most instances, once this information is collected by the SCDOR, it is protected by law from public disclosure. In those situations where public disclosure is not prohibited, the Family Privacy Protection Act prevents such information from being used by third parties for commercial solicitation purposes.