**South Carolina General Assembly**

126th Session, 2025-2026

**S. 234**

**STATUS INFORMATION**

General Bill

Sponsors: Senators Leber, Fernandez, Elliott, Cash, Blackmon, Kennedy, Sutton, Chaplin and Zell

Companion/Similar bill(s): 3435, 3779

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Introduced in the Senate on January 16, 2025

Currently residing in the Senate Committee on **Finance**

Summary: Income Tax

**HISTORY OF LEGISLATIVE ACTIONS**

Date Body Action Description with journal page number

1/16/2025 Senate Introduced and read first time ([Senate Journal‑page 5](h:\sj\20250116.docx))

1/16/2025 Senate Referred to Committee on **Finance** ([Senate Journal‑page 5](h:\sj\20250116.docx))

View the latest  [legislative information](https://www.scstatehouse.gov/billsearch.php?billnumbers=234&session=126&summary=B)  at the website

**VERSIONS OF THIS BILL**

[01/16/2025](https://www.scstatehouse.gov/sess126_2025-2026/prever/234_20250116.docx)

A bill

TO AMEND THE SOUTH CAROLINA CODE OF LAWS BY AMENDING SECTION 12‑6‑1120, RELATING TO GROSS INCOME, COMPUTATION OF GROSS INCOME, AND MODIFICATIONS TO GROSS INCOME FOR STATE INCOME TAX PURPOSES, SO AS TO EXCLUDE TIPS FROM THE COMPUTATION OF SOUTH CAROLINA GROSS, AND TO DEFINE TIPS.

Be it enacted by the General Assembly of the State of South Carolina:

SECTION 1. Section 12‑6‑1120(3) of the S.C. Code is amended to read:

(3) Reserved.South Carolina gross income does not include tips received during the taxable year that are included on statements furnished to the recipient’s employer required by federal law. For the purposes of this item, “tips” are discretionary payments determined by a customer that an employee receives from the customer, including, but not limited to, cash tips received directly from the customer and tips from a customer through electronic settlement or payment.

SECTION 2. This act takes effect upon approval by the Governor.

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