**South Carolina General Assembly**

126th Session, 2025-2026

**H. 3435**

**STATUS INFORMATION**

General Bill

Sponsors: Reps. Pace and Magnuson

Document Path: LC-0122SA25.docx

Prefiled in the House on December 5, 2024

Currently residing in the House Committee on **Ways and Means**

Summary: Income tax exemption

**HISTORY OF LEGISLATIVE ACTIONS**

Date Body Action Description with journal page number

12/5/2024 House Prefiled

12/5/2024 House Referred to Committee on **Ways and Means**

View the latest  [legislative information](https://www.scstatehouse.gov/billsearch.php?billnumbers=3435&session=126&summary=B)  at the website

**VERSIONS OF THIS BILL**

[12/05/2024](https://www.scstatehouse.gov/sess126_2025-2026/prever/3435_20241205.docx)

A bill

TO AMEND THE SOUTH CAROLINA CODE OF LAWS BY AMENDING SECTION 12‑6‑1120, RELATING TO GROSS INCOME, SO AS TO EXCLUDE CERTAIN GRATUITIES AND TIPS FROM GROSS INCOME.

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

SECTION 1. Section 12‑6‑1120 of the S.C. Code is amended by adding:

(12) South Carolina gross income does not include compensation received in the form of gratuity or tip.

SECTION 2. This act takes effect upon approval by the Governor and applies to tax years beginning after 2024.

‑‑‑‑XX‑‑‑‑