



South Carolina House of Representatives Legislative Oversight Committee

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VIA EMAIL: richard.hutto@schousing.com

Richard Hutto, Interim Executive Director
South Carolina State Housing Finance & Development Authority
300-C Outlet Pointe Boulevard
Columbia, SC 29210

RE: State Volume Cap Allocation

Director Hutto:

The House Legislative Oversight Committee is currently conducting a study of the Jobs-Economic Development Authority (“JEDA”). The Committee requests that you provide a response to the following inquiry by **Friday, September 8, 2023**.

During JEDA’s August 29, 2023, presentation before the Economic Development, Transportation, and Natural Resources Subcommittee, JEDA briefed the subcommittee on the state’s volume cap allocation, a limitation on the maximum issuance allowed for most categories of qualified private activity bonds. South Carolina’s annual volume cap is based on the greater of a specified dollar amount multiplied by the state’s population. For 2023, that amount was \$633,916,080. According to JEDA, at the end of each calendar year, any unused volume cap is assigned to the State Housing Authority (“SC Housing”) and must be used within three years, or the volume cap is abandoned.

As indicated by the enclosed data from the Council of Development Finance Agencies, the unused volume cap allocated to the SC Housing and subsequently abandoned during the last 5 years is as follows:

- 2015: \$191 million
- 2016: \$7.8 million
- 2017: \$248.8 million
- 2018: \$260.7 million
- 2019: \$37.6 million
- 2020: \$3.2 million

Please provide the subcommittee with (1) an explanation of how SC Housing generally uses carryforward allocations; and (2) the reasons SC Housing abandoned the carryforward allocations set forth above. Please feel free to include any additional information you believe would be helpful to the Subcommittee.

Thank you for your service to the people of South Carolina.

Sincerely,



Travis A. Moore
Subcommittee Chair

Enclosure

cc: Economic Development, Natural Resources, and Transportation Subcommittee
The Honorable Jeffrey E. Johnson

South Carolina

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Reporting Agency	Budget & Control Board	Budget & Control Board	Budget & Control Board	Budget & Control Board	State Fiscal Accountability Authority	State Fiscal Accountability Authority	State Fiscal Accountability Authority	State Fiscal Accountability Authority	State Fiscal Accountability Authority	State Fiscal Accountability Authority
New Cap	439.4	444.5	448.8	477.5	483.3	489.6	496.1	527.2	533.8	540.6
Carryover from Previous Years	999.5	931.9	1,407.1	1,454.0	1,456.7	1,457.1	1,490.6	1,433.4	1,368.3	1,401.1
Total Capacity	1,438.9	1,376.4	1,855.9	1,931.5	1,939.6	1,946.6	1,986.6	1,961.0	1,902.1	1,941.7
Exempt Facilities	0.0	326.5	11.3	61.0	55.0	95.6	77.9	55.1	35.9	203.5
Multifamily Housing	0.0	220.0	11.3	21.0	48.0	95.6	34.0	55.1	35.9	203.5
Mortgage Revenue Bonds	70.7	605.4	0.0	66.9	148.8	300.0	105.0	70.0	193.7	249.1
IDBs	3.3	0.0	0.0	0.0	0.0	0.0	14.6	0.0	20.0	0.0
Aggie Bonds							0.0	0.0	0.0	0.0
Student Loans	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Mortgage Credit Certificates	0.0	0.0	0.0	0.0	0.0	0.0	0.0	118.3	0.0	0.0
Other Bond Issuance	0.0	0.0	0.0	0.0	0.0	0.0	14.6	41.8	10.1	0.0
Total PAB Issuance	74.0	931.9	11.3	127.9	203.8	395.6	197.5	166.9	237.1	452.7
Prior Years Carryforward Abandoned	231.5	57.8	437.8	394.6	191.0	7.8	248.8	260.7	37.6	3.2
Last Year's Carryforward to Next Year	1,133.5	475.5	496.0	525.2	482.9	478.6	481.4	410.8	508.9	540.6
Total Carryforward to Next Year	1,133.5	1,407.1	1,454.0	1,456.7	1,464.1	1,490.6	1,446.6	1,368.3	1,401.1	1,434.4

All figures are in millions of dollars.

*SOURCE: www.cdfa.net/rc/volume-cap.html