

# SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACT (803)734-0640 • RFA.SC.GOV/IMPACTS

**Bill Number:** H. 4416 As amended by House Ways and Means on April 20, 2016

Author: Felder

Subject: Exemption from impact fees Requestor: House Ways and Means

RFA Analyst(s): Wren

Impact Date: April 21, 2016

**Estimate of Fiscal Impact** 

	FY 2016-17	FY 2017-18
State Expenditure		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Full-Time Equivalent Position(s)	0.00	0.00
State Revenue		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Local Expenditure	\$0	\$0
Local Revenue	Undetermined	\$0

### **Fiscal Impact Summary**

This bill as amended would have no expenditure or revenue impact on the General Fund, Federal Funds, or Other funds. The revenue impact on local governments is undetermined.

## **Explanation of Fiscal Impact**

**Explanation of Amendment by House Ways and Means Committee on April 20, 2016 State Expenditure** 

N/A

**State Revenue** 

N/A

**Local Expenditure** 

N/A

#### **Local Revenue**

This amendment adds a sentence to Section 6-1-920(18) to expand the definition of public facilities, as it relates to development impact fees, to include public education facilities for grades K-12 including, but not limited to schools, offices, classrooms, parking areas, playgrounds, libraries, cafeterias, gymnasiums, health and music rooms, computer and science laboratories, and other facilities considered necessary for proper public education of the state's children. These K-12 public facilities would be exempt from local development impact fees. The impact of this amendment is unchanged from the bill as filed on December 3, 2015.

**Explanation of Bill Filed on December 3, 2015 State Expenditure** 

N/A

**State Revenue** 

N/A

**Local Expenditure** 

N/A

### **Local Revenue**

This bill amends Section 6-1-970 to include the construction of new elementary, middle, or secondary schools and new volunteer fire departments in the list of exemptions from local development impact fees. Currently, a local governmental entity may impose a development impact fee to pay a proportionate share of the cost of system improvements and infrastructure costs associated with providing services to the development. Our office recently contacted the eleven counties that imposed a development impact fee in 2010, the most recent data available. Two of the eleven counties we contacted responded. One county no longer imposes an impact fee and the other indicates that this bill would not apply to their locality. Due to the limited number of responses from the surveyed counties, we are not able to determine the revenue impact of this bill on local governments.

Frank A. Rainwater, Executive Director