

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

**Bill Number:** H. 5150 Introduced on February 12, 2020

Author: Simrill

Subject: Infrastructure Maintenance Fees
Requestor: House Education and Public Works

RFA Analyst(s): Griffith

Impact Date: March 4, 2020

### **Fiscal Impact Summary**

This bill will have no expenditure impact on the Department of Motor Vehicles (DMV) as the agency currently conforms to the practice of collecting the infrastructure maintenance fee upon titling a vehicle or other item that is required to be registered. There will be no revenue impact on the Education Improvement Act of 1984 Fund, the state-funded resurfacing program, Infrastructure Maintenance Trust Fund, or the Safety Maintenance Account since DMV currently conforms to the provisions of the bill.

# **Explanation of Fiscal Impact**

### Introduced on February 12, 2020 State Expenditure

This bill requires an owner of a vehicle or other item that is required to be registered to pay an infrastructure maintenance fee upon titling or registering the vehicle or other item. Currently, the owner is required to pay the fee only upon registering the vehicle. DMV indicates that the agency currently conforms to this practice, and therefore, no expenditure impact is expected.

#### **State Revenue**

The infrastructure maintenance fee collected on a vehicle first registered in the state is distributed as follows:

- twenty percent (up to \$60) to the Education Improvement Act (EIA) of 1984 Fund,
- eighty percent (up to \$240) to the state-funded resurfacing program, which are Other Funds of DOT, and
- any remaining amount to the Infrastructure Maintenance Trust Fund, which are Other Funds of DOT.

The fee collected on a vehicle first registered in another state and subsequently registered in this state is distributed to the Safety Maintenance Account until December 31, 2022.

Because DMV currently conforms to this practice, there will be no change in revenue to the EIA Fund, the state-funded resurfacing program, the Infrastructure Maintenance Trust Fund, or the Safety Maintenance Account as a result of requiring the infrastructure maintenance fee to be paid upon titling.

# **Local Expenditure**

N/A

# **Local Revenue**

N/A

Frank A. Rainwater, Executive Director