



**SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE**  
**STATEMENT OF ESTIMATED FISCAL IMPACT**  
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*This fiscal impact statement is produced in compliance with the South Carolina Code of Laws and House and Senate rules. The focus of the analysis is on governmental expenditure and revenue impacts and may not provide a comprehensive summary of the legislation.*

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<b>Bill Number:</b>	S. 587	Introduced on February 23, 2021
<b>Author:</b>	Turner	
<b>Subject:</b>	Economic Bonds for Conventions and Trade Shows	
<b>Requestor:</b>	Senate Finance	
<b>RFA Analyst(s):</b>	Coomer	
<b>Impact Date:</b>	March 29, 2021	

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### **Fiscal Impact Summary**

This bill revises exemptions relating to the reimbursement of bond proceeds to the General Fund upon the sale of a meeting and exhibit space financed by economic development bonds. This bill will have no impact on the General Fund expenditures of the State Fiscal Accountability Authority (SFAA) or the Office of the State Treasurer (OST).

The timing and magnitude of any potential sales occurring under these provisions cannot be estimated and reimbursements are not included in the General Fund revenue estimate until they materialize. Therefore, while this bill may have an undetermined impact in the year such a sale occurs, this bill does not affect the General Fund revenue forecast.

### **Explanation of Fiscal Impact**

#### **Introduced on February 23, 2021**

##### **State Expenditure**

This bill revises exemptions relating to the reimbursement of bond proceeds, plus interest, to the General Fund upon the sale of a meeting and exhibit space financed by economic development bonds. Currently, the provisions requiring this reimbursement are not applicable if, in addition to other requirements, the sale proceeds are used in their entirety for a new meeting and exhibit space. This bill revises this requirement for an exemption to only apply if the sale proceeds are used in their entirety for a new meeting and exhibit space more than fifty thousand square feet or if the sale proceeds are used in their entirety to reimburse a state agency, instrumentality, or political subdivision for the acquisition or construction of a new meeting and exhibit space of more than fifty thousand square feet if the construction occurred prior to the sale of the original meeting and exhibit space. This bill further clarifies conditions under which the exemption applies.

**State Fiscal Accountability Authority.** All bond monies collected through SFAA are remitted directly to the General Fund. Since SFAA does not directly receive revenue from bonds within agency operations, SFAA indicates that this bill will have no expenditure impact on the agency.

**Office of the State Treasurer.** OST indicates that its debt division will be able to accomplish the duties enumerated in this bill using existing appropriations and staff. Therefore, this bill will have no expenditure impact on the agency.

**State Revenue**

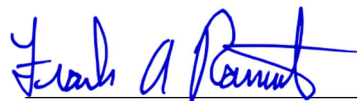
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**Local Expenditure**

N/A

**Local Revenue**

N/A



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Frank A. Rainwater, Executive Director