

SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACTS

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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.

Bill Number: H. 3951 Amended by the House of Representatives on March 29, 2023

Author: Haddon

Subject: Working Agricultural Lands Preservation Requestor: Senate Agriculture and Natural Resources

RFA Analyst(s): Boggs

Impact Date: April 24, 2023

Fiscal Impact Summary

This amended bill establishes the Working Agricultural Lands Preservation Program, defines terms, outlines the program criteria, and creates a committee to administer the program. The committee will identify and provide permanent protection to significant working farmland properties whose continued availability to commercial agricultural businesses is essential to the long-term future of the economic sector and to create a fund for qualifying projects under this program. This bill also establishes the Working Farmland Protection Program Fund. The fund's purpose is to complement agricultural projects funded by the South Carolina Conservation Bank and cooperating entities by creating a matching grant payment for qualified projects.

The Department of Agriculture (DA), the Conservation Bank, the Governor's Office, the House of Representatives, and the Senate anticipate that this bill will have minimal impact that will be managed within existing staff and appropriations.

Explanation of Fiscal Impact

Amended by the House of Representatives on March 29, 2023 State Expenditure

This amended bill establishes the Working Agricultural Lands Preservation Program, defines terms, outlines the program criteria, and creates a committee to administer the program. The committee will identify and provide permanent protection to significant working farmland properties whose continued availability to commercial agricultural businesses is essential to the long-term future of the economic sector and to create a fund for qualifying projects under this program.

The committee will consist of the following members:

- 1. The commissioner of Agriculture who serves as the chairman of the committee;
- 2. Two members designated by the Governor;
- 3. Two members designated by the Speaker of the House of Representatives;
- 4. Two members designated by the President of the Senate;
- 5. One member designated by the South Carolina Black Farmers Coalition; and
- 6. The chairman of the South Carolina Conservation Bank serves as an ex officio member.

Office of the Governor. The Governor will designate two members to the committee. The Governor's Office anticipates that this bill will have no fiscal impact.

Department of Agriculture. The Commissioner of the DA will serve as the chairman of the committee. The DA anticipates that this bill will have minimal impact that will be managed within existing staff and appropriations.

Conservation Bank. This bill establishes the Working Farmland Protection Program Fund. The fund's purpose is to complement agricultural projects funded by the South Carolina Conservation Bank and cooperating entities by creating a matching grant payment for qualified projects. Under this bill, the fund will be housed in the Conservation Bank as a separate line item in the budget. The Conservation Bank anticipates that this bill will have minimal impact that will be managed within existing staff and appropriations.

House of Representatives and Senate. This committee would have two members appointed by the House and two members appointed by the Senate, for a total of four members appointed by the bodies. Any non-legislative member appointees will receive per diem and subsistence for each meeting, pursuant to proviso, and mileage of \$0.655 per mile for each meeting. In the case that any of these committee members are also House or Senate members, they would not be entitled to any additional per diem, subsistence, or mileage reimbursements when this committee meets on session days. Both the House and the Senate anticipate, absent a significant number of committee meetings, that these additional expenses can be managed within existing appropriations.

State Revenue

N/A

Local Expenditure

N/A

Local Revenue

N/A

Updated for Additional Agency Response on March 3, 2023 Introduced on February 14, 2023 State Expenditure

This bill establishes the Working Agricultural Lands Preservation Program, defines terms, outlines the program criteria, and creates a committee to administer the program. The committee will identify and provide permanent protection to significant working farmland properties whose continued availability to commercial agricultural businesses is essential to the long-term future of the economic sector and to create a fund for qualifying projects under this program.

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- 1. The commissioner of Agriculture who serves as the chairman of the committee;
- 2. Two members designated by the Governor;

- 3. Two members designated by the Speaker of the House of Representatives; and
- 4. Two members designated by the President of the Senate.
- 5. The chairman of the South Carolina Conservation Bank serves as an ex officio member.

Office of the Governor. The Governor will designate two members to the committee. The Governor's Office anticipates that this bill will have no fiscal impact. *This impact statement has been updated to include a response from the Governor's Office.*

Department of Agriculture. The Commissioner of the DA will serve as the chairman of the committee. The DA anticipates that this bill will have minimal impact that will be managed within existing staff and appropriations.

Conservation Bank. This bill establishes the Working Farmland Protection Program Fund. The fund's purpose is to complement agricultural projects funded by the South Carolina Conservation Bank and cooperating entities by creating a matching grant payment for qualified projects. Under this bill, the fund will be housed in the Conservation Bank as a separate line item in the budget. The Conservation Bank anticipates that this bill will have minimal impact that will be managed within existing staff and appropriations.

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State Revenue

N/A

Local Expenditure

N/A

Local Revenue

N/A

Introduced on February 14, 2023

State Expenditure

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- 2. Two members designated by the Governor;
- 3. Two members designated by the Speaker of the House of Representatives; and
- 4. Two members designated by the President of the Senate.
- 5. The chairman of the South Carolina Conservation Bank serves as an ex officio member.

Office of the Governor. The fiscal impact of the bill on the Governor's Office is pending contingent upon a response from the office.

Department of Agriculture. The Commissioner of the DA will serve as the chairman of the committee. The DA anticipates that this bill will have minimal impact that will be managed within existing staff and appropriations.

Conservation Bank. This bill establishes the Working Farmland Protection Program Fund. The fund's purpose is to complement agricultural projects funded by the South Carolina Conservation Bank and cooperating entities by creating a matching grant payment for qualified projects. Under this bill, the fund will be housed in the Conservation Bank as a separate line item in the budget. The Conservation Bank anticipates that this bill will have minimal impact that will be managed within existing staff and appropriations.

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State Revenue

N/A

Local Expenditure

N/A

Local Revenue

N/A

Frank A. Rainwater, Executive Director