

SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACTS (802)724 2780 - PEA SC COV/IMPACTS

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Bill Number: S. 0208 Introduced on January 10, 2023

Author: Goldfinch

Subject: Motor Vehicle License and Registration Fees for New SC Residents

Requestor: Senate Finance RFA Analyst(s): Miller and Griffith Impact Date: February 21, 2023

Fiscal Impact Summary

This bill permits county governments to impose an additional driver's license and motor vehicle licensing and registration fee of \$250 for a person who is issued a license and surrenders a license issued by any other state. The county must pass a referendum in order to impose the fee. The county election commission must conduct the referendum and publish the question from the referendum two weeks prior to the referendum.

The State Elections Commission anticipates this bill will have no expenditure impact for the agency, as any additional responsibilities can be managed within the normal course of business.

The potential expenditure impact for the Department of Motor Vehicles (DMV) to implement any changes is pending, contingent upon a response from the agency.

RFA contacted the counties and received responses from Charleston, Chesterfield, and Clarendon. Charleston County anticipates that there would be a nominal increase in expenses to implement the fee, however, these expenses could be absorbed within the existing budget. Chesterfield County anticipates that if a referendum passed, it would generate more revenue for infrastructure projects for the county, however, the amount of revenue generated was not estimated. Clarendon County anticipates that it would not attempt to to implement this fee.

Additionally, based upon the responses received from the counties and as this bill is permissive in nature, the potential local revenue impact of this bill will depend on the number of counties that decide to implement the fee and are able to pass a referendum. Therefore, the local revenue impact of this bill is undetermined.

Explanation of Fiscal Impact

Introduced on January 10, 2023 State Expenditure

This bill permits county governments to impose an additional driver's license and motor vehicle licensing and registration fee of \$250 for a person who is issued a license and surrenders a license issued by any other state. The county must pass a referendum in order to impose the fee.

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State Election Commission. The State Elections Commission anticipates this bill will have no expenditure impact for the agency, as any additional responsibilities can be managed within the normal course of business.

Department of Motor Vehicles. The potential expenditure impact for DMV to implement any changes needed is pending, contingent upon a response from the agency.

State Revenue

N/A

Local Expenditure

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Local Revenue

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Frank A. Rainwater, Executive Director