



**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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**Bill Number:** S. 0434    Introduced on January 24, 2023  
**Author:** Alexander  
**Subject:** Service Contracts  
**Requestor:** Senate Banking and Insurance  
**RFA Analyst(s):** Miller  
**Impact Date:** March 8, 2023

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### **Fiscal Impact Summary**

This bill specifies that no clause that renews a service contract for a specified additional period is enforceable against the service contract holder unless the holder gives notice to the provider of his intention to terminate the contract at the expiration of the term.

This bill will have no expenditure impact as the Department of Insurance (DOI) anticipates being able to manage any additional responsibilities due to this bill with existing staff and within existing appropriations.

### **Explanation of Fiscal Impact**

#### **Introduced on January 24, 2023**

##### **State Expenditure**

This bill specifies that no clause that renews a service contract for a specified additional period is enforceable against the service contract holder unless the holder gives notice to the provider of his intention to terminate the contract at the expiration of the term.

DOI anticipates being able to manage any additional responsibilities due to this bill with existing staff and within existing appropriations. Therefore, this bill will have no expenditure impact.

##### **State Revenue**

N/A

##### **Local Expenditure**

N/A

##### **Local Revenue**

N/A

Frank A. Rainwater, Executive Director