



**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.

Bill Number: S. 0703 Prefiled on December 10, 2025
Subject: Municipality May Require County Approval to Annex
Requestor: Senate Judiciary
RFA Analyst(s): Bryant
Impact Date: January 7, 2026

Fiscal Impact Summary

This bill provides that a municipality may require by ordinance that it will not initiate an annexation procedure unless it has the agreement and approval of the county governing body where the property to be annexed is located.

The Municipal Association of South Carolina (MASC) indicates that because this bill is permissive and explicitly codifies an action that existing law likely already allows, it does not anticipate negative fiscal or operational impacts for municipalities. Further, since the bill allows for the adoption of an ordinance, it will have no expenditure impact on county governments.

Explanation of Fiscal Impact

Prefiled on December 10, 2025

State Expenditure

N/A

State Revenue

N/A

Local Expenditure

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MASC indicates that because this bill is permissive and explicitly codifies an action that existing law likely already allows, it does not anticipate negative fiscal or operational impacts for municipal governments. Further, since the bill allows for the adoption of an ordinance, it will have no expenditure impact on county governments.

Local Revenue

N/A

Frank A. Rainwater, Executive Director