SOUTH CAROLINA
2018 ECONOMIC FORECAST…and More

PRESENTED TO
BERKELEY CHAMBER OF COMMERCE
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2017 FORECASTS and Results

• January 28 – Chinese New Year (Year of the Rooster)
 Results

- Dawn Staley and USC Women’s Basketball Team won NCAA Tournament

- Final Four Appearances  USC Men’s Basketball and Women’s Soccer
• August 21 – Total Solar Eclipse
• December – SC population to surpass 5 million

❖ Results 5,024,369
POPULATION GROWTH
Southeastern States 2010 - 2017

Source: Revenue and Fiscal Affairs Office/KR/199/1-4-18
BERKELEY COUNTY POPULATION GROWTH 2010 TO 2016
COMPAARED TO 2016 COUNTY POPULATION

Source: U.S. Census Bureau RFA - 200 - lpw/1/5/18
Days of our Lives

2017
SCRS

Net Unfunded Liability on a Market Value Basis

Valuation Year


(Millions of Dollars)

Interest on UAAL in Excess of Contributions
Assumption Changes
Liability Experience
COLA Benefits
Non-COLA Benefits
Asset Experience - Recognized
Asset Experience - Deferred
Net Unfunded Liability

Source: S.C. Retirement Systems/PEBA 7-31-17
SCRS UNFUNDED LIABILITY AND FUNDED RATIO

Source: SC Retirement Systems CAFR and Joint Committee on Pension Systems Review, JCS, 7/14/17
ESTIMATED INCREASE IN EMPLOYER CONTRIBUTION TO SCRS/PORS
Over FY 2016-17 Act 13 of 2017

Projected contributions are based on FY 15-16 expenditures reported in the July 1, 2016 actuarial valuation, and assumes no wage growth.

*FY 2016-17 contribution increase of 0.5% approved by SFAA. Source: RFA, JCS, 7/14/17
TRANSPORTATION BILL REVENUE
Act 40 of 2017


(Thousands of Dollars)

Motor Fuel User Fee (12¢ at 2¢ per year)
Increased Vehicle Registration Fee ($16)
Hybrid and Alternative Fuel Vehicle Fee ($60/$120)
Car Tax Cap ($300 to $500)
Out-of-State Transfer Fee ($250)
Motor Carrier Out-of-State Fees

Source: SC Revenue and Fiscal Affairs Office - 203 - lpw/1/8/18
FORECASTS - 2018
SC PERSONAL INCOME FY GROWTH RATES
Actuals, Estimates, and Averages

Source: US Department of Commerce, Bureau of Economic Analysis  RFA-173 LJ/10/05/17
Net Nonfarm Employment Increase in South Carolina

Source: U.S. Department of Labor, Bureau of Labor Statistics  SCBEA/RWM/12/22/17
GENERAL FUND
Appropriation Act Revenue and Estimates

(Millions of Dollars)

*Adjusted appropriations account for allocations and mid-year budget cuts. Source: RFA, JCS, 1/8/2018
DEFINITIONS OF SOUTH CAROLINA INCOME
Tax Year 2015

S.C. Revenue and Fiscal Affairs 186-LHJ/10/18/2017
U.S. TRADITIONAL AND E-COMMERCE RETAIL SALES
Actuals and Estimates

(Data Source: U.S. Department of Commerce, Census Bureau, May 2017)
FORECASTS - 2018

• **February 9 – 25** - The 2018 Winter Olympics will be held in Pyeongchang, South Korea

- Expectations
  - No Russian team – more medals for U.S.
• February 16 – Chinese New Year (Year of the Dog)

❖ Expectations
NOVEMBER 6, 2018 – ELECTION DAY