

Statement of Estimated State Revenue Impact

Date: April 23, 2013 (as amended 4/18/13 by the House Education and Public Works Committee)
Bill Number: H.B. 3631
Authors: Daning

Committee Requesting Impact: Education and Public Works

Bill Summary

A bill to amend the Code of Laws of South Carolina, 1976, by adding Section 56-3-115 so as to provide for the issuance of golf cart permits, to regulate the operation of golf carts, and to provide a penalty; and to repeal Section 56-2-105 relating to the issuance of golf cart permits and the operation of golf carts.

REVENUE IMPACT ^{1/}

This bill, as amended, increases revenue of the South Carolina Transportation Infrastructure Bank by \$62,245 in FY2013-14. The bill, however, does not state an exact distribution of the golf cart fee, therefore, the amount distributed to the Department of Motor Vehicles (DMV) is undetermined for FY2013-14. Additionally, the impact on General Fund revenue is undetermined for FY2013-14.

Explanation of Amendment 4/18/13 (by the House Education and Public Works Committee)

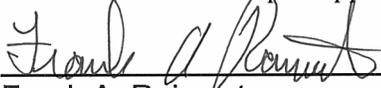
This amendment revises Section 56-3-115(B) by stating that a portion of the \$5 golf cart permit fee must be placed into a special restricted account to be used by DMV to defray the expenses of producing and administering golf cart permits. As this amendment does not disclose what portion of the fee must be placed in a restricted account, the impact on General Fund revenue, revenue of the State Highway account of the South Carolina Transportation Infrastructure Bank, and restricted funds of DMV is undetermined for FY2013-14.

Explanation of Bill Filed 2/27/13

This bill proposes to add Section 56-3-115 to provide for the issuance of golf cart permits and to regulate the operation of golf carts. Additionally, this bill proposes to repeal Section 56-2-105. Currently, funds derived from golf cart permits are being placed in the State's General Fund revenue account, according to Proviso 89.1. If approved, this bill proposes to move golf cart permit fees from the General Fund to the State Highway account of the South Carolina Transportation Infrastructure Bank.

Based on information obtained from the DMV, there were 12,449 golf cart permits issued in FY2012. Golf cart permit fees are \$5 each, which totals to \$62,245 in golf cart permit fees for FY2012. Assuming the same number of golf cart permits in FY 2013-14, we estimate a reduction in General Fund revenue of \$62,245 and an increase of \$62,245 in revenue of the State Highway account in FY2013-14.

This act takes effect upon approval by the Governor.


Frank A. Rainwater
Chief Economist

Analyst: Wren

^{1/} This statement meets the requirement of Section 2-7-71 for a state revenue impact by the BEA, or Section 2-7-76 for a local revenue impact or Section 6-1-85(B) for an estimate of the shift in local property tax incidence by the Office of Economic Research.