



**SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE**  
**STATEMENT OF ESTIMATED FISCAL IMPACT**  
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**Bill Number:** S. 0916 Introduced on January 23, 2018  
**Author:** Cromer  
**Subject:** Tax credit  
**Requestor:** Senate Finance  
**RFA Analyst(s):** Jolliff  
**Impact Date:** January 26, 2018

**Estimate of Fiscal Impact**

	FY 2018-19	FY 2019-20
<b>State Expenditure</b>		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Full-Time Equivalent Position(s)	0.00	0.00
<b>State Revenue</b>		
General Fund	\$0	(\$34,000)
Other and Federal	\$0	\$0
<b>Local Expenditure</b>	\$0	\$0
<b>Local Revenue</b>	\$0	\$0

**Fiscal Impact Summary**

The bill is not expected to impact expenditures for the General Fund, Other Funds, or Federal Funds for the Department of Revenue as it extends an existing tax credit.

The bill would reduce General Fund individual income tax revenue by approximately \$34,000 a year for ten years beginning in FY 2019-20 by extending the Energy Efficient Manufactured Homes Incentive Program tax credit until July 1, 2029.

**Explanation of Fiscal Impact**

**Introduced on January 23, 2018**

**State Expenditure**

This bill extends the Energy Efficient Manufactured Homes Incentive Program tax credit for an additional ten years. The program provides an income tax credit of \$750 for any person who purchases a qualifying manufactured home. In order to qualify, the home must meet either the energy saving efficiency requirements set by the U.S. Environmental Protection Agency and the U.S. Department of Energy, or ENERGY STAR requirements. The home also must be purchased from a retail dealership licensed by the S.C. Manufactured Housing Board for use in this state. The tax credit is set to expire July 1, 2019, and the bill extends the credit to July 1, 2029. Since this is an extension of an existing tax credit, the bill is not expected to impact expenditures for the Department of Revenue for administration of the credit.

**State Revenue**

This bill extends the Energy Efficient Manufactured Homes Incentive Program tax credit currently set to expire July 1, 2019, until July 1, 2029. The program provides a non-refundable income tax credit of \$750 for any person who purchases a qualifying manufactured home.

Based upon tax year 2014, 2015, and 2016 individual income tax returns, an average of 48 taxpayers claim this tax credit for a total of \$34,000 annually. Therefore, we estimate that the bill will reduce General Fund individual income tax revenue by approximately \$34,000 a year beginning in FY 2019-20 until FY 2028-29.

**Local Expenditure**

N/A

**Local Revenue**

N/A



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Frank A. Rainwater, Executive Director