



EDWARD B. GRIMBALL, Chairman
ALAN D. CLEMMONS
EMERSON F. GOWER, JR.

SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE

FRANK A. RAINWATER
Executive Director

BOARD OF ECONOMIC ADVISORS AND WORKING GROUP MEETING AGENDA

November 10, 2020, 1:30 P.M.

South Carolina Education Television - Bank of America Room (limited capacity)

1041 George Rogers Blvd., Columbia, SC 29201

**Instructions for accessing the meeting virtually
will be posted on our website at <http://rfa.sc.gov/> prior to the meeting**

- I. Welcome
- II. Adoption of BEA and Annual Regional Advisory Committee Meeting Minutes for August 24th, August 31st and October 15th
- III. General Fund Revenues and Forecast
 - A. Review of October 2020 Revenues (F. Rainwater)
 - B. Consideration of Revenue Estimates (F. Rainwater, B. Coomer, N. Gallagher, L. Jolliff)
 - C. Consideration of Revenue Forecasts for FY 2020-21 and FY 2021-22 (F. Rainwater)
 - D. FY 2021-22 General Fund Budget Outlook (L. Jolliff)
 - E. Long-Range Estimates for FY 2022-23 and FY 2023-24 (F. Rainwater)
- IV. Reports from Working Group Members
 - A. Governor's Office
 - B. Senate Finance Committee
 - C. Ways & Means Committee
 - D. Treasurer's Office
 - E. Comptroller General's Office
 - F. Executive Budget Office
- V. Other Items for Discussion
 - A. 2021 BEA Meeting Calendar

VI. Future Meeting Schedule

- December 10, 2020, 1:30pm - **If necessary**, *GoToMeeting* for Members
- January 21, 2021, 1:00pm - **Quarterly Review**, *GoToMeeting* for Members
- February 12, 2021, 1:00pm - **Forecast**, SCETV, Bank of America Room
- March 18, 2021, 1:00pm - **If necessary**, *GoToMeeting* for Members
- 2020 Calendar at <http://rfa.sc.gov/meetings>

VIII. Adjournment

Please note that the Agenda is subject to change.

For further information, please contact Karen Rhinehart at (803) 734-2265,
or visit the RFA webpage at www.rfa.sc.gov

South Carolina General Fund Revenue Forecast FY 2020-21 and FY 2021-22



November 10, 2020

General Fund Revenues



REVENUES V. BEA MONTHLY ESTIMATES

JULY - OCTOBER FY 2020-21

(\$ in Millions)

	Actual Revenues	Expected Revenues	Over/ (Under) Expected	Estimate Full Yr.	Actual YTD		Actual Revenues	Expected Revenues	Over/ (Under) Expected	Estimate Full Yr.	Actual YTD
Total General Fund Revenue	\$3,232.4	\$3,041.9	\$190.5	(3.0%)	2.3%	Other Revenue Items, Sub-Total	\$214.0	\$210.3	\$3.7	(7.6%)	(13.8%)
Sales Tax	894.0	825.5	68.5	2.5%	5.6%	Admissions Tax	2.0	1.8	0.2	(2.0%)	(21.8%)
Individual Income Tax	1,905.5	1,810.2	95.3	(6.2%)	(0.4%)	Alcoholic Liquors Tax	23.9	20.8	3.1	2.5%	24.7%
Withholdings	1,876.0	1,870.8	5.2	3.0%	3.3%	Bank Tax	8.1	14.5	(6.4)	18.7%	(50.5%)
Nonwithholdings	397.3	303.6	93.8	(24.7%)	26.0%	Beer and Wine Tax	30.8	30.2	0.6	1.2%	3.0%
Refunds	367.8	364.2	3.6	8.7%	67.9%	Corporate License Tax	57.8	59.9	(2.2)	(18.1%)	(21.1%)
Corporate Income Tax	120.5	99.3	21.2	(11.2%)	34.5%	Doc. Tax (Deed Rec.)	26.9	24.5	2.4	11.4%	22.3%
Insurance Tax	98.2	96.5	1.7	19.7%	56.0%	Earnings on Investments	22.5	21.9	0.5	(42.7%)	(41.3%)
Other Revenue Items, Sub-Total	214.0	210.3	3.7	(7.6%)	(13.8%)	Residual Revenue	42.1	36.7	5.4	(4.9%)	(9.8%)

Based on BEA Forecast as of August 31, 2020



Summary of Notable Events in Revenue Collections

- Sales tax is up 10.0 percent for October and 5.6 percent year-to-date
- Individual income tax is up 3.3 percent for October and down 0.4 percent year-to-date
- Through October, Corporate Income tax is up and Corporate License is down, partially due to timing of returns and reconciling between categories
- Bank tax is down 50.5 percent year-to-date
- Through October, revenues are \$190.5 million above expectations. Though October showed surprisingly strong growth, the bulk of the fiscal year excess stems from delayed filings and stimulus spending in prior months.

FY 2020-21 and FY 2021-22 Forecast Assumptions

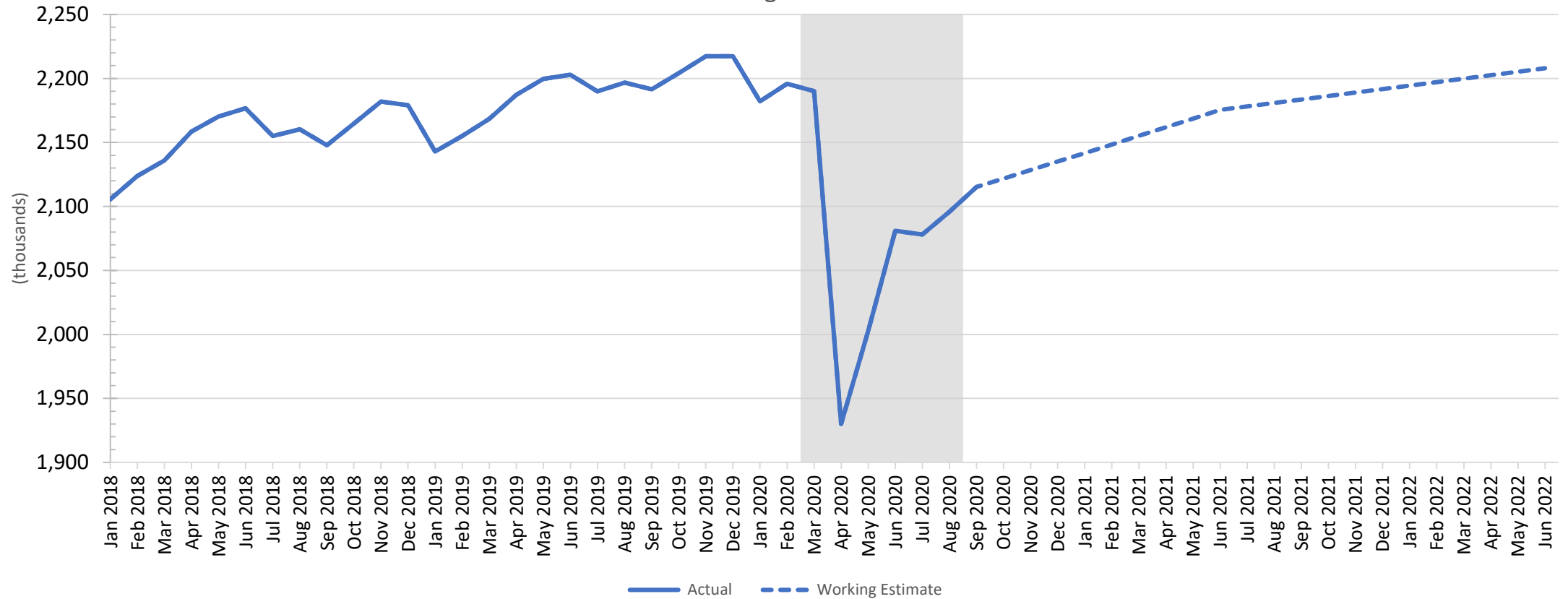


Forecast Assumptions

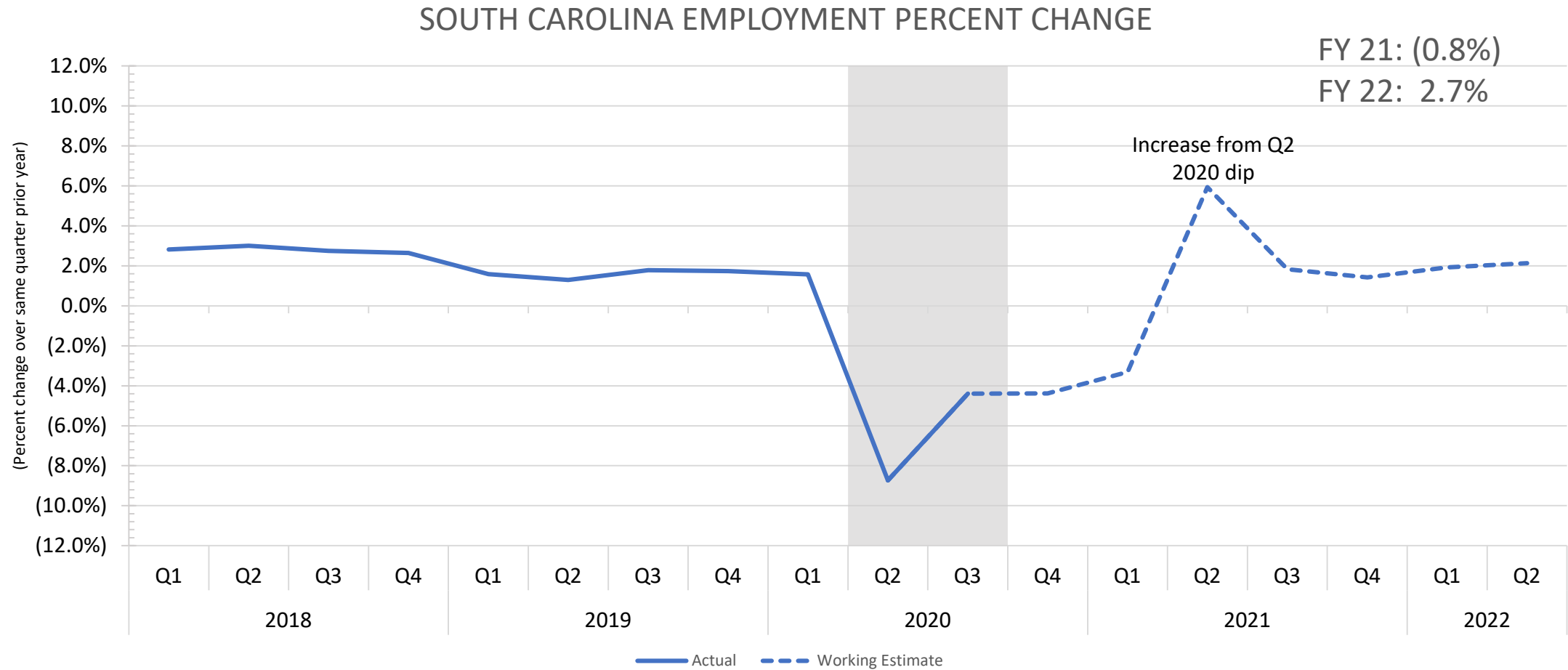
- Forecast is based upon estimates for employment and personal income
- Staff developed estimates for FY 21 and FY 22 and incorporated the comments and projections provided by the Regional Economist panel during the October meeting.
- S.C. is positioned to recover quicker than the nation as a whole.
- While revenues through October are above expectations, caution and concern about the remainder of the fiscal year continue to be key factors
- Assumes a return to February 2020 pre-pandemic employment in February 2022 and slower than historical growth through the remainder of FY 22
- Slow wage growth in proportion to jobs recovered
- Slower than historical proprietor's income growth

Employment Actuals and Forecast

SOUTH CAROLINA EMPLOYMENT
Working Estimate

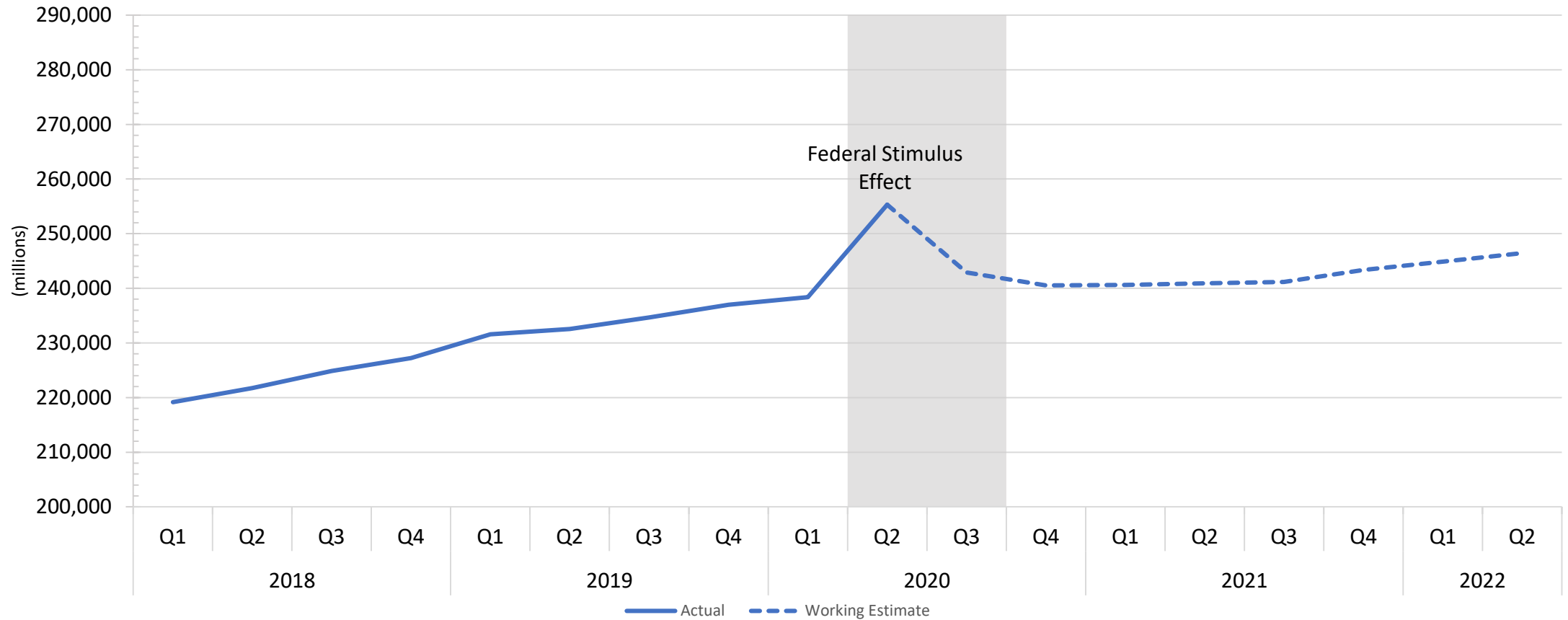


Employment Actuals and Forecast – Percent Change



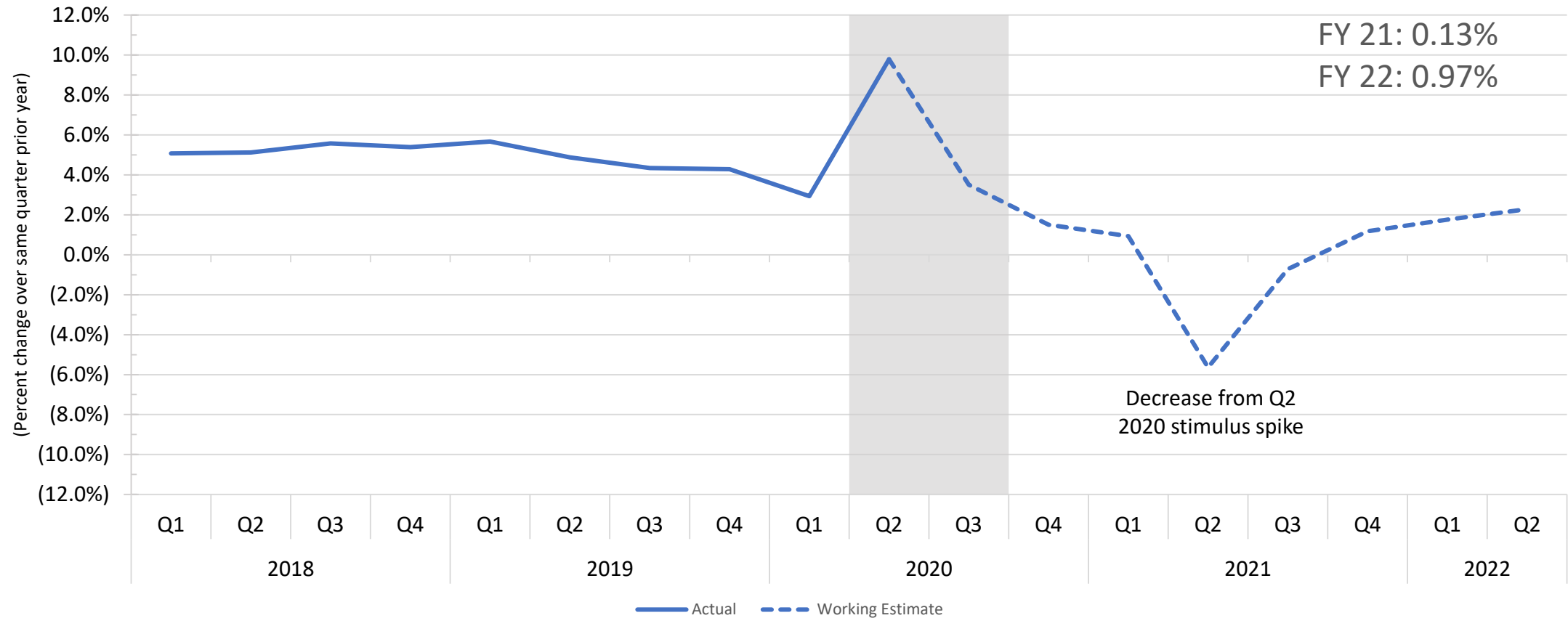
Personal Income Actuals and Forecast

SOUTH CAROLINA PERSONAL INCOME



Personal Income Actuals and Forecast– Percent Change

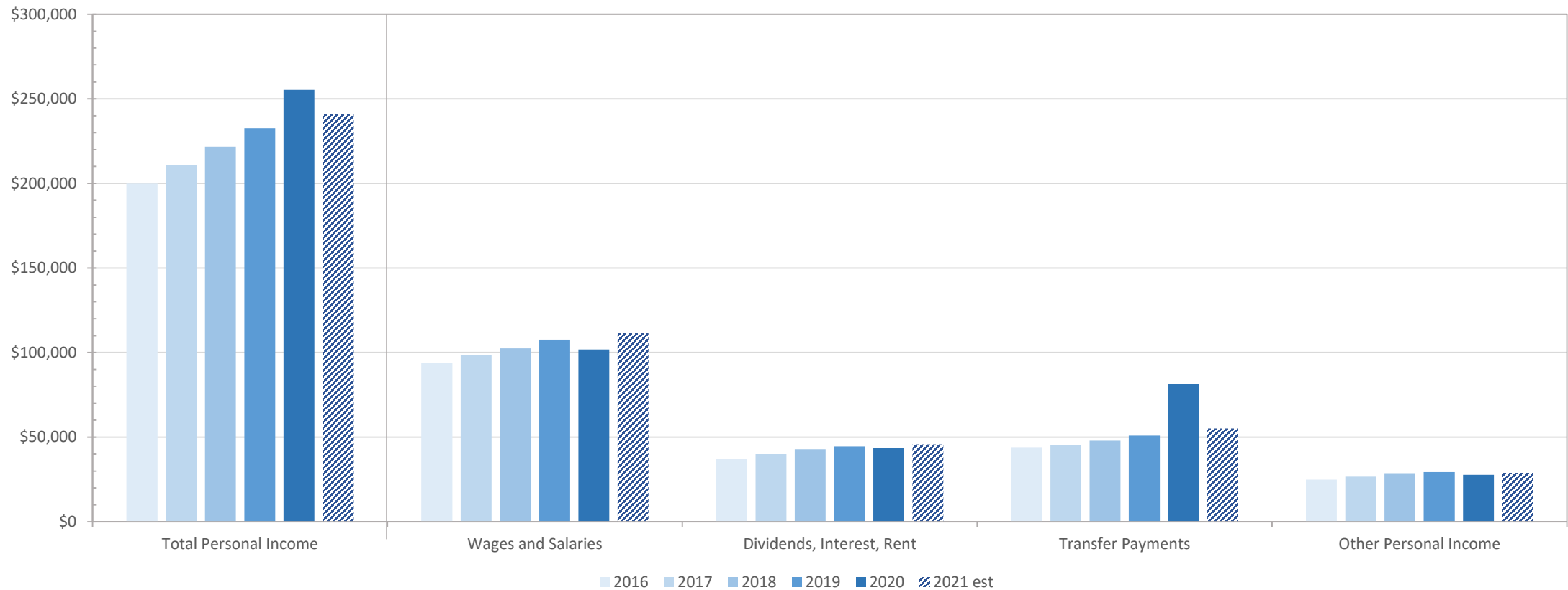
SOUTH CAROLINA PERSONAL INCOME PERCENT CHANGE



SC Personal Income

Forecast by Component for Q2 2021; transfer payments returning to normal levels

PERSONAL INCOME COMPONENTS FOR SOUTH CAROLINA
Quarter 2 - April through June



Source: US Bureau of Economic Analysis 222C-RFA/BDC/11/3/2020

General Fund Revenue Forecast – Proposed

Revenue Category	Final FY 2018-19	Final FY 2019-20	08/31/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2020-21	Change	11/10/2020 Estimate FY 2021-22	Change
Sales and Use Tax	\$3,186,425,454	\$3,286,771,744	\$3,367,926,000	\$3,371,458,000	3,532,000	\$3,419,654,000	48,196,000
Individual Income Tax	4,714,998,174	5,019,420,030	4,707,916,000	4,695,664,000	(12,252,000)	\$4,827,103,000	131,439,000
Corporation Income Tax	494,214,442	423,052,193	375,560,000	370,590,000	(4,970,000)	347,300,000	(23,290,000)
Insurance Taxes	256,207,957	241,496,468	288,995,000	280,155,000	(8,840,000)	256,190,000	(23,965,000)
Admissions Tax	32,571,884	24,858,654	24,354,000	24,354,000	0	24,354,000	0
Aircraft Tax	2,500,000	2,621,301	2,500,000	2,500,000	0	2,500,000	0
Alcoholic Liquor Tax	83,877,459	81,089,410	83,148,000	83,148,000	0	84,811,000	1,663,000
Bank Tax	68,798,957	73,484,038	87,190,000	50,500,000	(36,690,000)	52,015,000	1,515,000
Beer and Wine Tax	110,391,069	112,351,535	113,728,000	113,728,000	0	115,434,000	1,706,000
Bingo Tax	111,602	(678,982)	(500,000)	0	500,000	112,000	112,000
Business Filing Fees	7,424,879	7,979,168	8,200,000	8,820,000	620,000	9,210,000	390,000
Circuit/Family Court Fines	6,745,763	5,731,715	5,500,000	5,308,000	(192,000)	5,500,000	192,000
Corporation License Tax	112,007,772	130,867,571	107,154,000	107,154,000	0	101,200,000	(5,954,000)
Documentary Tax	80,425,985	81,757,989	91,050,000	91,050,000	0	98,692,000	7,642,000
Earned on Investments	87,487,280	130,855,337	75,000,000	85,000,000	10,000,000	100,000,000	15,000,000
Indirect Cost Recoveries	15,938,594	15,269,683	15,500,000	15,500,000	0	15,569,000	69,000
Motor Vehicle Licenses	12,079,044	10,977,190	12,890,000	11,775,000	(1,115,000)	11,952,000	177,000
Nursing Home Fees	3,547,314	3,480,988	3,600,000	3,600,000	0	3,600,000	0
Parole and Probation Fees	3,392,808	3,392,808	3,393,000	3,393,000	0	3,393,000	0
Private Car Lines Tax	6,215,080	6,351,887	6,787,000	6,492,000	(295,000)	6,622,000	130,000
Public Service Authority	17,496,000	17,479,000	17,700,000	17,450,000	(250,000)	17,450,000	0
Purchasing Card Rebates	3,171,665	3,226,732	3,497,000	3,497,000	0	3,643,000	146,000
Record Search Fees	4,461,000	4,461,000	4,461,000	4,461,000	0	4,461,000	0
Savings and Loan Assoc. Tax	1,254,252	8,489,236	1,038,000	3,048,000	2,010,000	3,048,000	0
Security Dealer Fees	27,178,783	27,533,590	28,100,000	28,100,000	0	28,666,000	566,000
Surcharge on Vehicle Rentals	(295,401)	(816,950)	0	0	0	0	0
Tobacco Tax	28,372,637	27,009,655	28,657,000	28,657,000	0	29,280,000	623,000
Uncashed Checks	1,027,801	2,434,382	1,000,000	0	(1,000,000)	0	0
Unclaimed Property Fund	12,600,000	15,000,000	15,000,000	15,000,000	0	15,000,000	0
Workers' Comp. Insurance Tax	9,382,100	13,142,342	8,828,000	7,057,000	(1,771,000)	9,382,000	2,325,000
Other Source Revenues	12,116,456	14,187,780	11,931,000	12,904,000	973,000	12,904,000	0
Gross General Fund Revenue	\$9,402,126,809	\$9,793,277,494	\$9,500,103,000	\$9,450,363,000	(\$49,740,000)	\$9,609,045,000	\$158,682,000



General Fund Revenue Forecast - Proposed (Continued)

Revenue Category	Final FY 2018-19	Final FY 2019-20	08/31/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2020-21	Change	11/10/2020 Estimate FY 2021-22	Change
Gross General Fund Revenue	\$9,402,126,809	\$9,793,277,494	\$9,500,103,000	\$9,450,363,000	(49,740,000)	\$9,609,045,000	158,682,000
Appropriation Act Revenue	8,836,042,000	9,330,662,000	9,500,103,000	9,500,103,000	0	9,609,045,000	108,942,000
Less: Tax Relief Trust Fund	(599,876,083)	(614,053,000)	(629,405,136)	(629,405,136)	0	(650,023,221)	(20,618,085)
Appropriation Act Excluding Trust Fund	8,236,165,917	8,716,609,000	8,870,697,864	8,870,697,864	0	8,959,021,779	88,323,915
Revenue Excess/(Shortfall) From Act	566,084,809	462,615,494	0	(49,740,000)	(49,740,000)	0	49,740,000
Capital Reserve Fund (2%) - Beg. Bal.	151,649,393	162,485,305	176,095,044	176,095,044	0	183,584,490	7,489,446
General Reserve Fund (5%) - Beg. Bal.	379,123,483	406,213,261	440,237,611	440,237,611	0	458,961,225	18,723,614
Total Reserve Funds	530,772,876	568,698,566	616,332,655	616,332,655	0	642,545,715	26,213,060
Education Improvement Act (EIA)	840,103,875	863,037,030	879,198,000	878,023,000	(1,175,000)	905,400,000	27,377,000
EIA Fund	837,529,968	861,357,054	877,698,000	877,698,000	0	905,000,000	27,302,000
EIA Interest	2,573,907	1,679,976	1,500,000	325,000	(1,175,000)	400,000	75,000
S.C. Education Lottery Fund	490,656,044	496,599,922	469,800,000	523,000,000	53,200,000	523,250,000	250,000
Homestead Exemption Fund (HEX)	756,112,889	784,804,568	791,716,000	800,078,000	8,362,000	823,600,000	23,522,000
HEX Revenue	753,887,010	782,037,516	790,216,000	797,678,000	7,462,000	821,000,000	23,322,000
HEX Interest	2,225,879	2,767,052	1,500,000	2,400,000	900,000	2,600,000	200,000
Expenditure Estimate	773,434,415	798,756,235	819,351,320	819,351,320	0	842,339,702	22,988,382
HEX Fund Excess/(Shortfall)	(17,321,527)	(13,951,667)	(27,635,320)	(19,273,320)	8,362,000	(18,739,702)	533,618

Individual Income Tax

Individual Income Tax – Key Issues FY 2020-21 and FY 2021-22

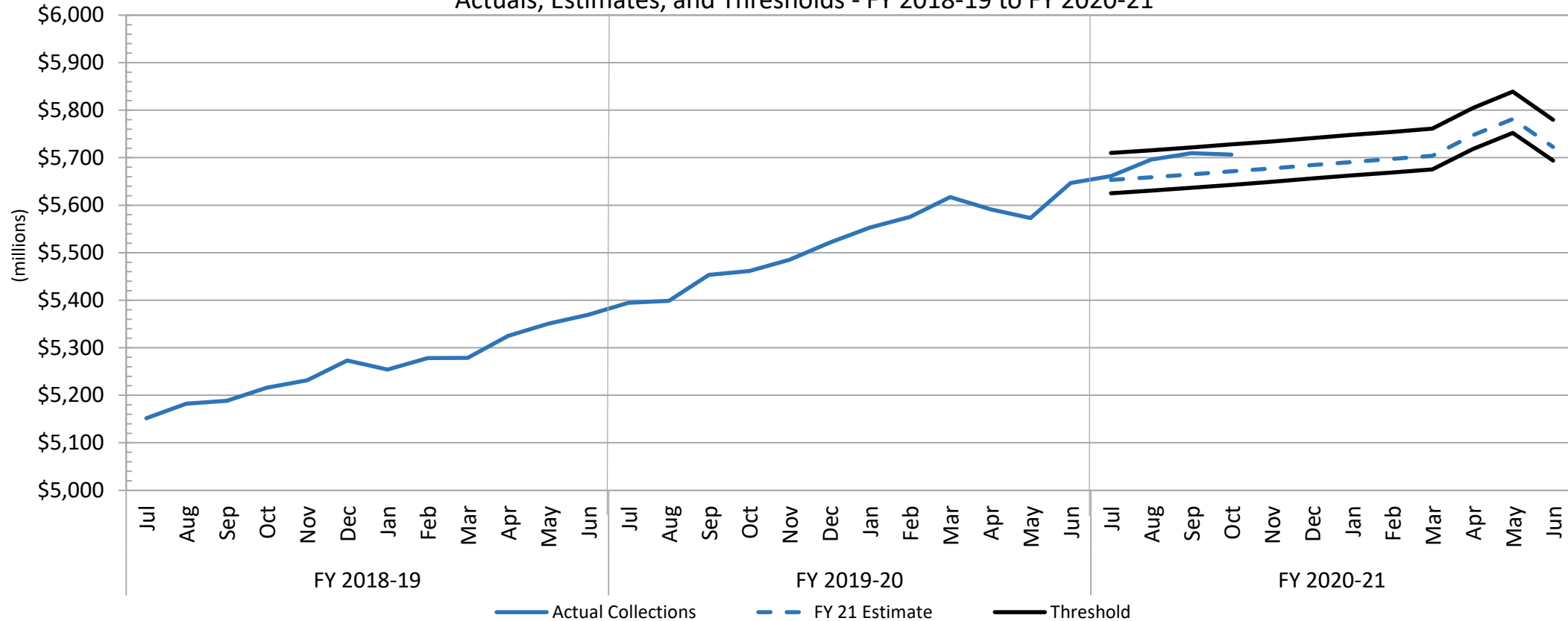
- Unequal job recovery across sectors
- Impact of governmental assistance
- Delayed collections and intricate timing
- Business opportunity in the time of the pandemic

Withholdings – Actual vs. Estimate

Collections up 3.3% over same period of previous fiscal year

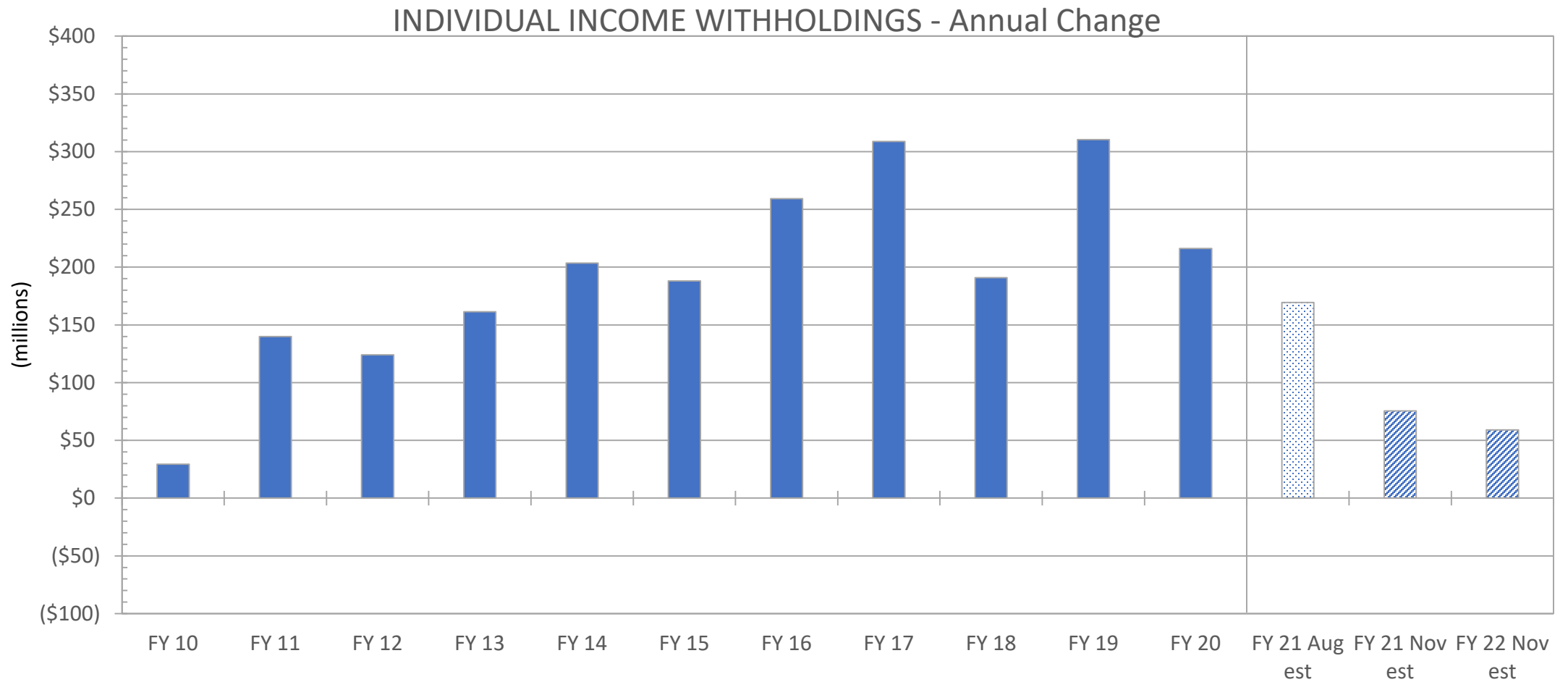
ROLLING FISCAL YEAR - INDIVIDUAL INCOME WITHHOLDINGS

Actuals, Estimates, and Thresholds - FY 2018-19 to FY 2020-21



Withholdings – Revenue History

Collections are strong, but expected to slow



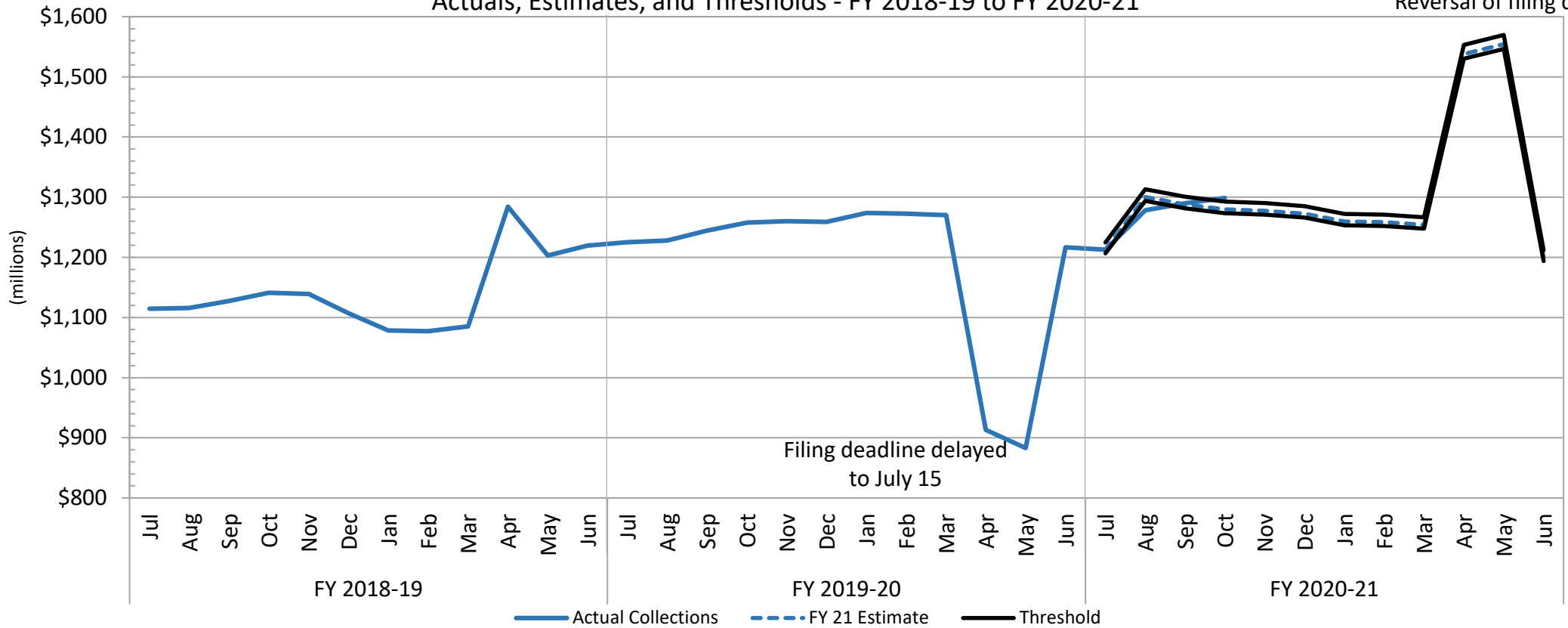
Non-Withholdings – Actual vs. Estimate

Delayed returns drive strong collections

ROLLING FISCAL YEAR - INDIVIDUAL INCOME NON-WITHHOLDINGS

Actuals, Estimates, and Thresholds - FY 2018-19 to FY 2020-21

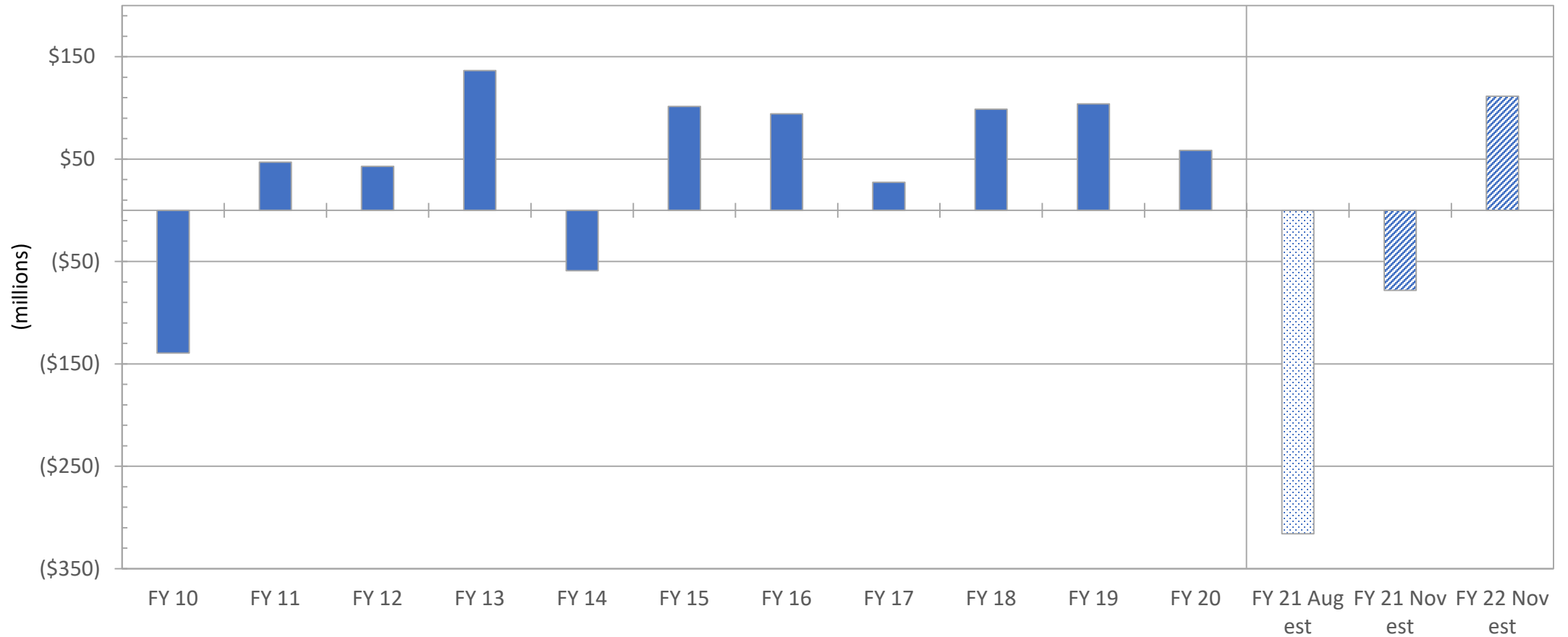
Reversal of filing delay



Non-Withholdings – Revenue History

Expectations have improved, but decrease still expected in FY 2020-21

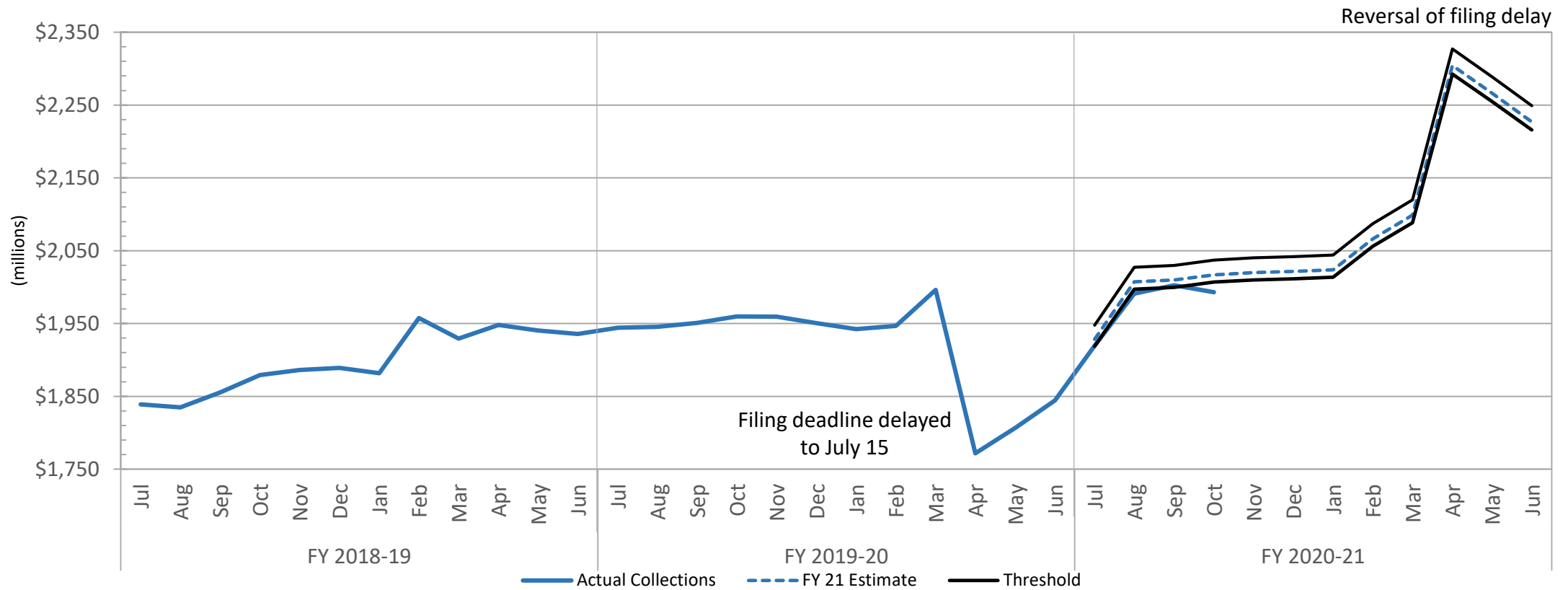
INDIVIDUAL INCOME NON-WITHHOLDINGS – ANNUAL CHANGE



Refunds – Actual vs. Estimate

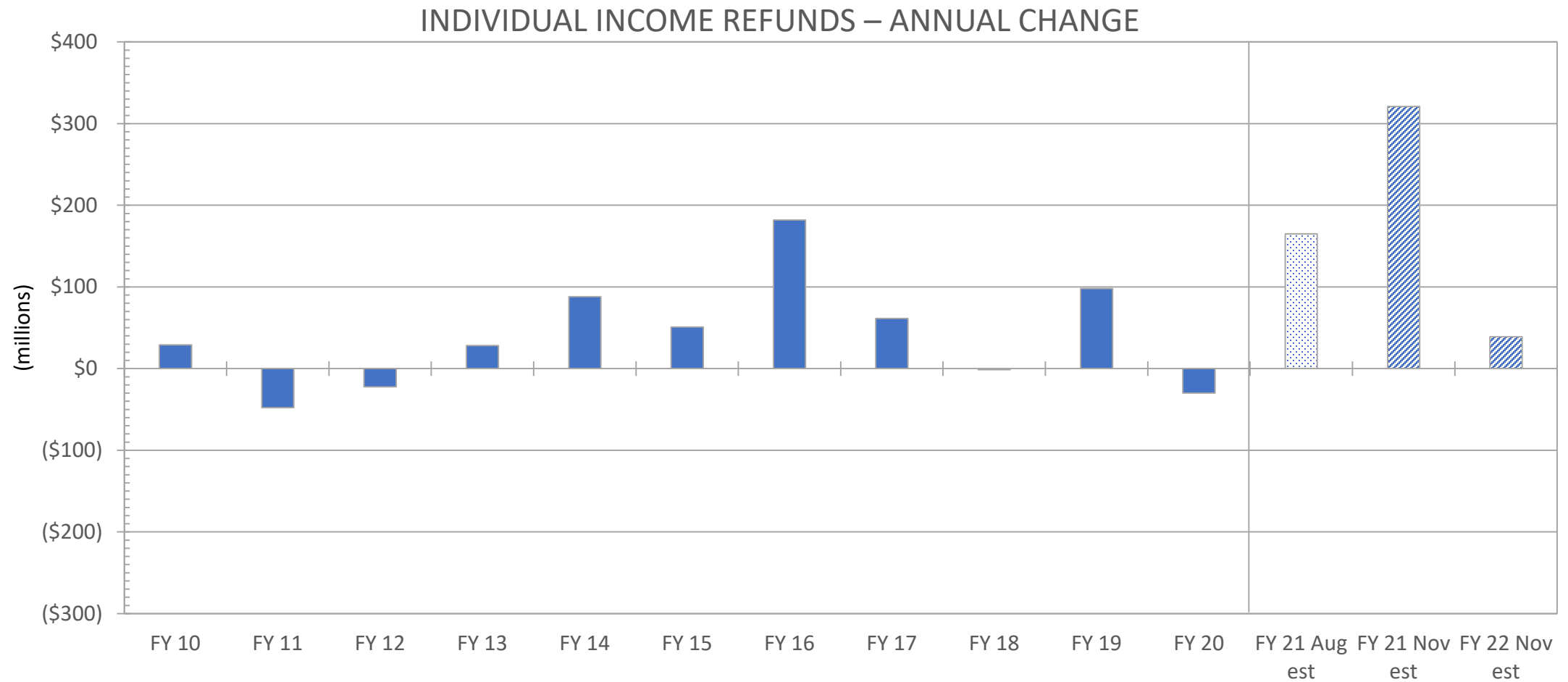
Refunds under estimate, but expected to increase

ROLLING FISCAL YEAR - INDIVIDUAL INCOME REFUNDS
 Actuals, Estimates, and Thresholds - FY 2018-19 to FY 2020-21



Refunds – Revenue History

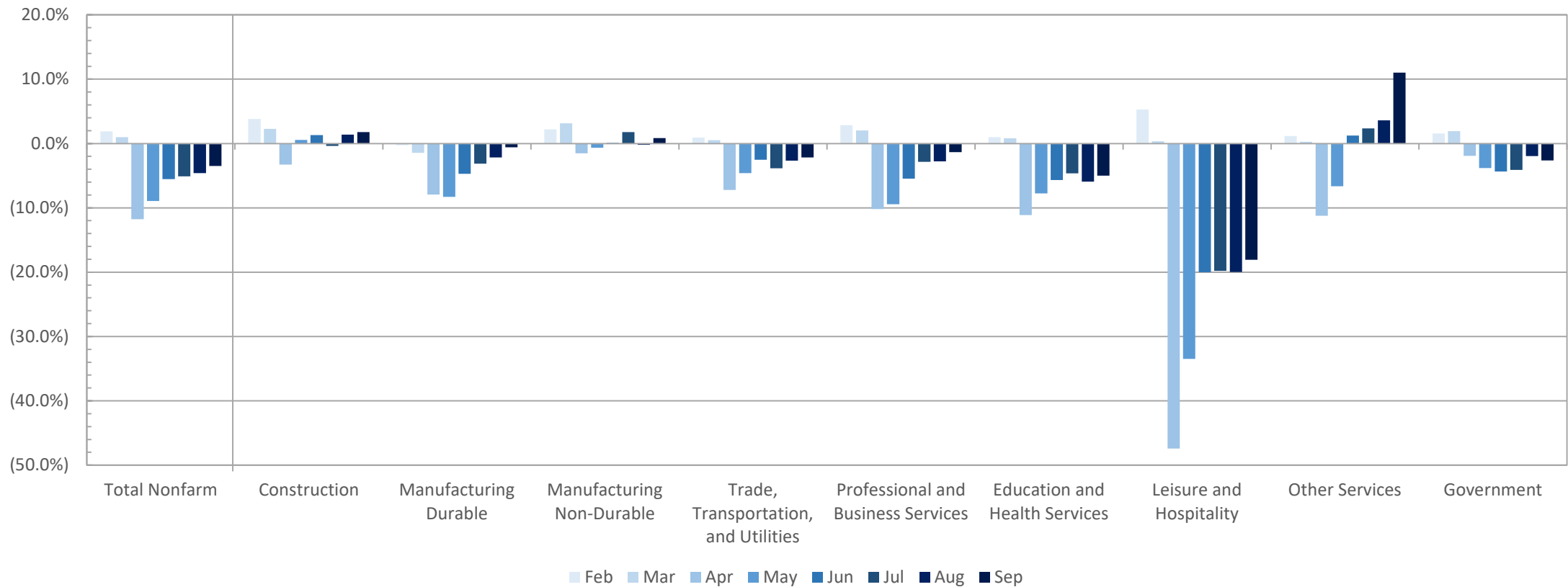
Delayed filing deadline, layoffs expected to drive large refunds increase in FY 21



Employment by Sector

Most sectors trending well; Leisure & Hospitality still significantly lagging

2020 EMPLOYMENT BY INDUSTRY (YEAR-OVER-YEAR % CHANGE)
March through September

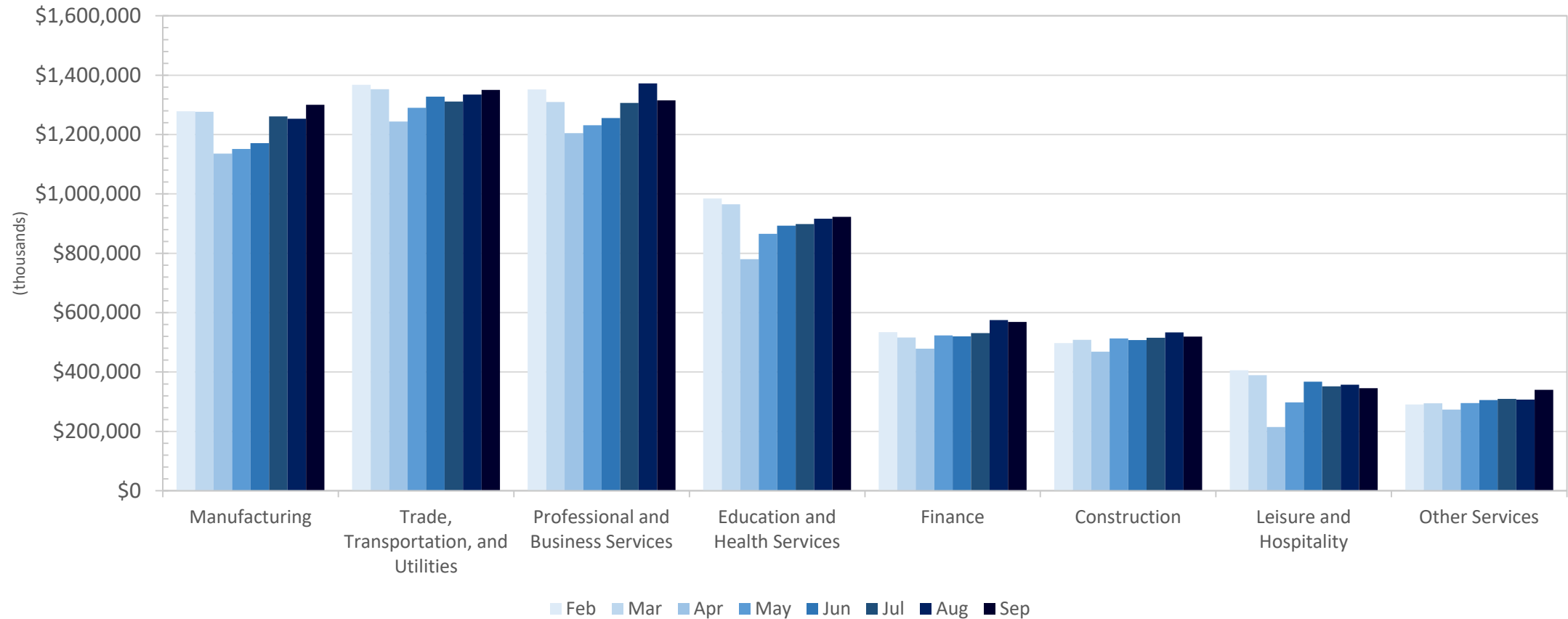


Source: US Bureau of Labor Statistics 281A-RFA/bdc/11/3/2020

Earnings by Sector

Total earnings approaching pre-pandemic levels in most sectors

SC TOTAL EMPLOYEE EARNINGS BY SECTOR



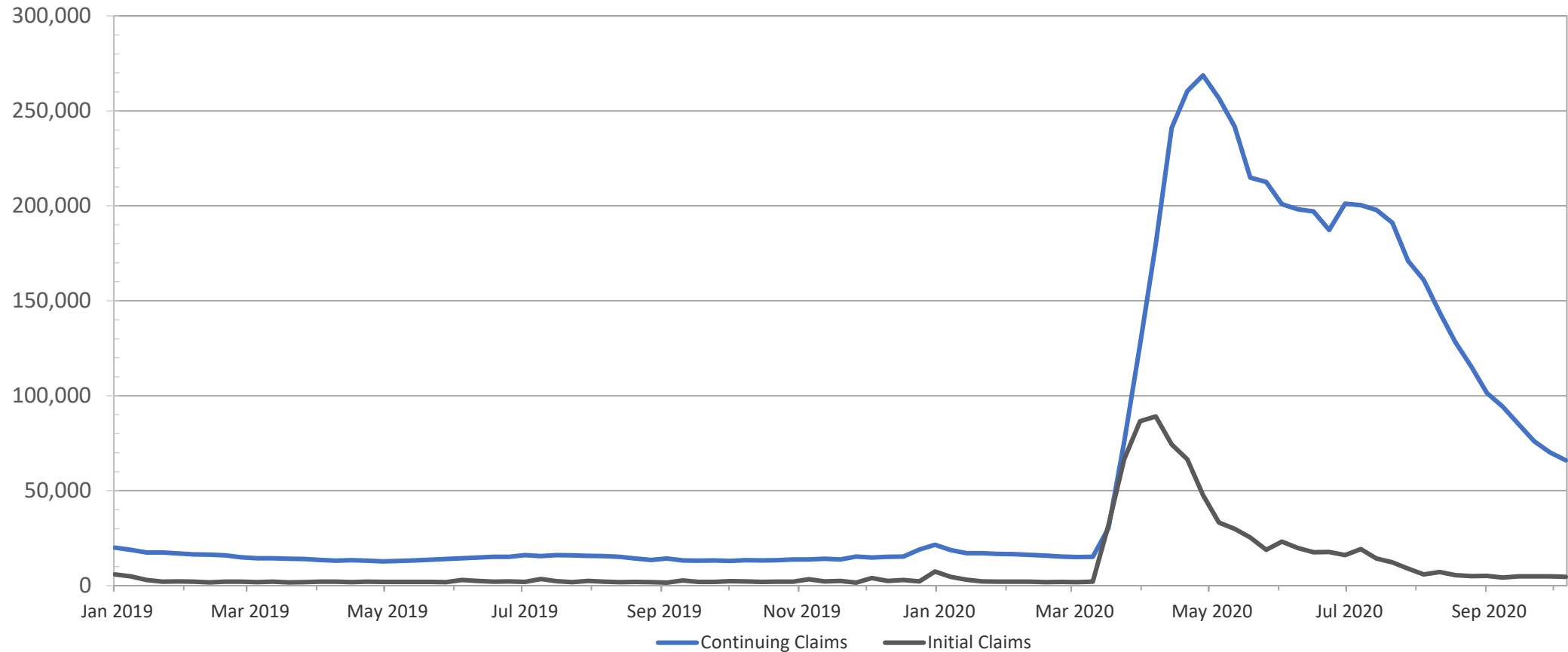
Source: US Bureau of Labor Statistics 281C-RFA/bdc/11/3/2020



Unemployment Claims

Continued and Initial claims still above historical levels

SC UNEMPLOYMENT CLAIMS

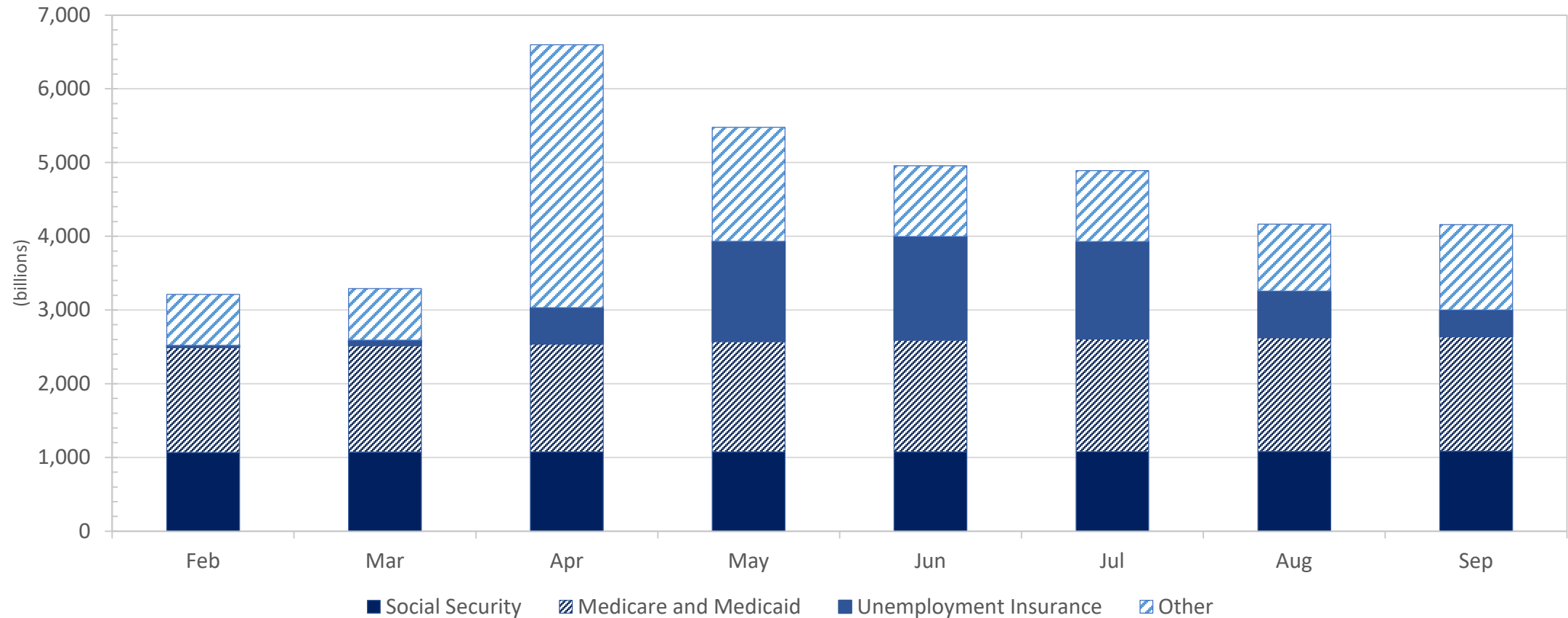


Source: U.S. Employment and Training Administration 287-RFA/bdc/11/4/2020

U.S. Personal Income Transfer Payments

Stimulus, unemployment compensation decreasing after spike

U.S. PERSONAL INCOME TRANSFER PAYMENTS 2020

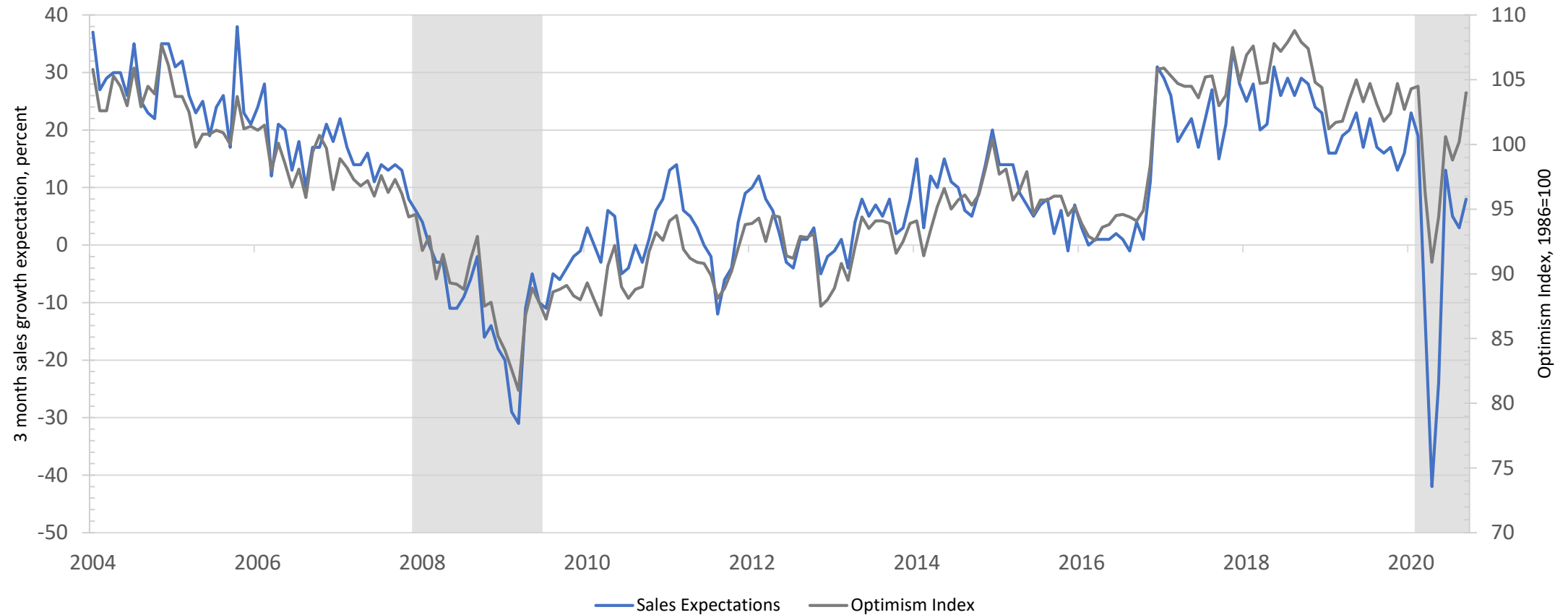


Source: US Bureau of Economic Analysis 222D-RFA/bdc/11/3/2020

Small Business Indicators

Showing continued improvement since April

SMALL BUSINESS SALES EXPECTATIONS AND OPTIMISM INDEX

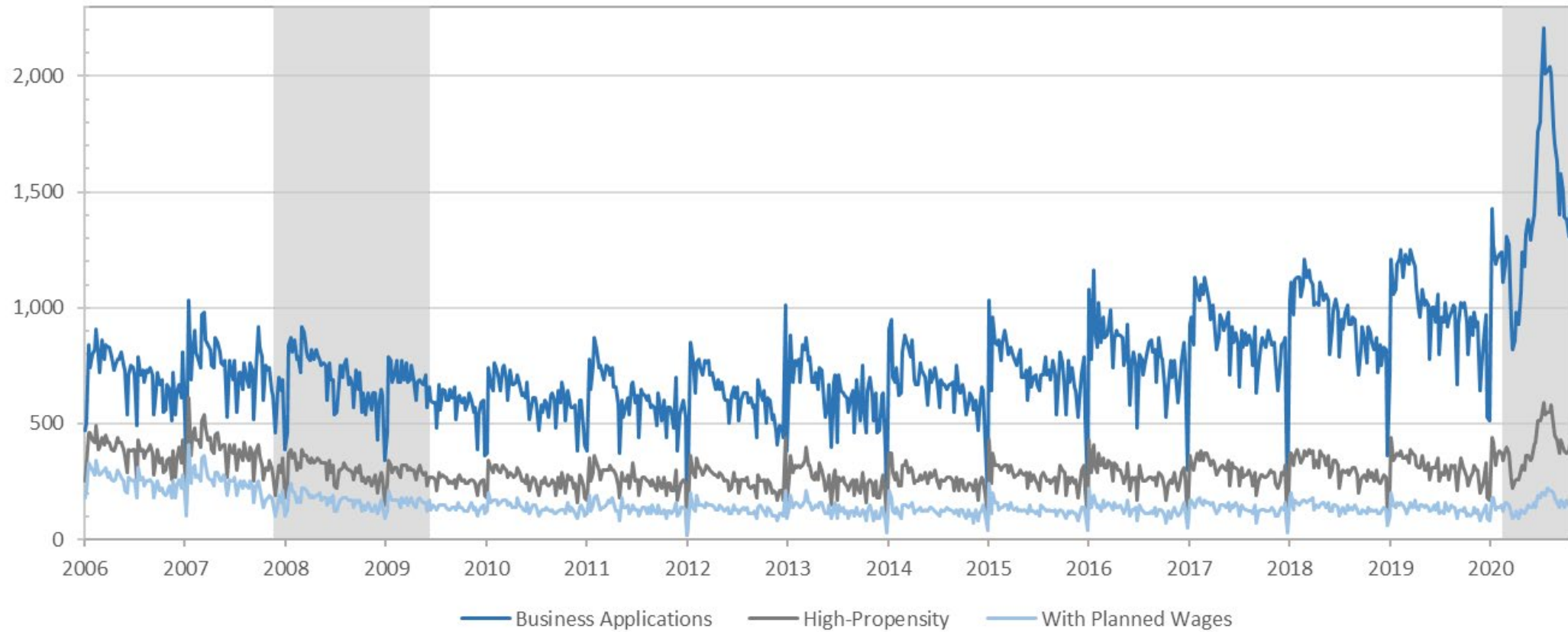


Source: National Federation of Independent Business, Small Business Economic Trends, 283-3 RFA/nmg/11/04/2020

Business Applications

New business formation has spiked; may diversify tax base

BUSINESS APPLICATIONS IN SOUTH CAROLINA

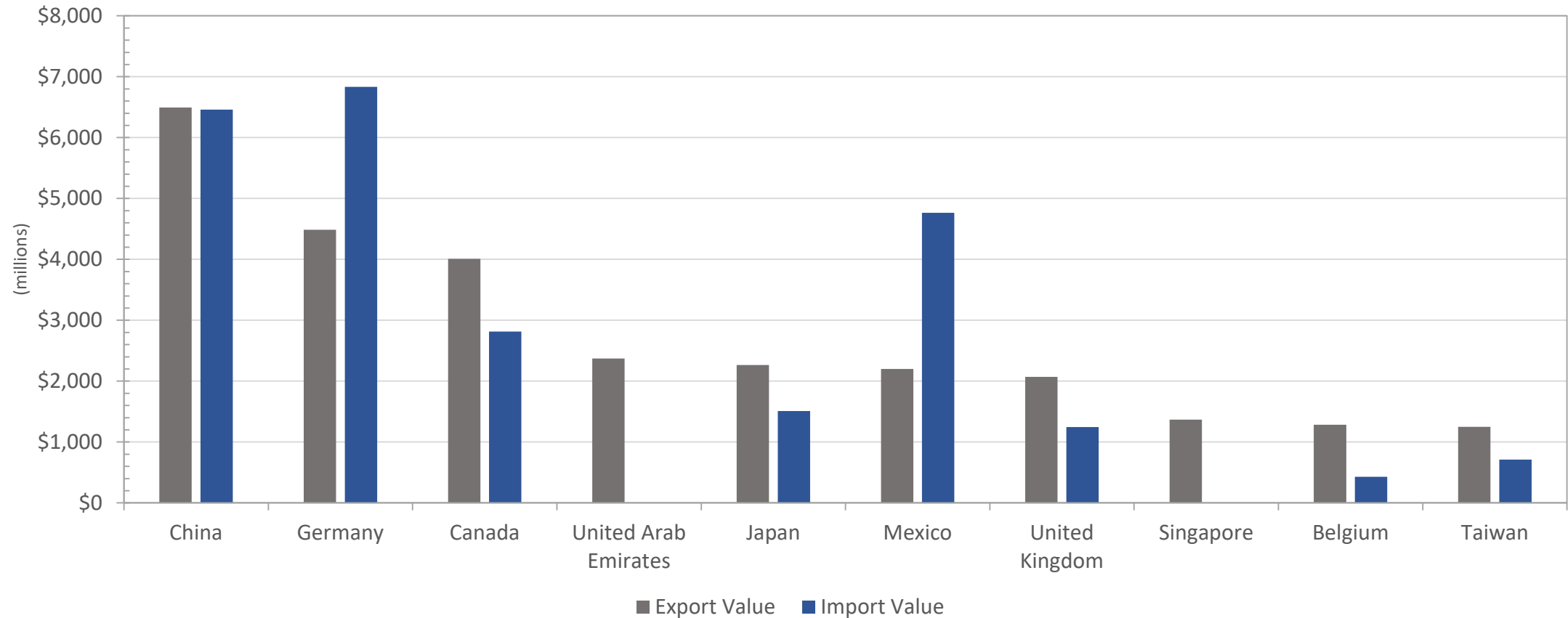


Source: US Census Bureau 286-RFA/bdc/11/3/2020

South Carolina Trading Partners

International shut-downs could impact S.C. international trade, employment

S.C. MAJOR TRADE PARTNERS



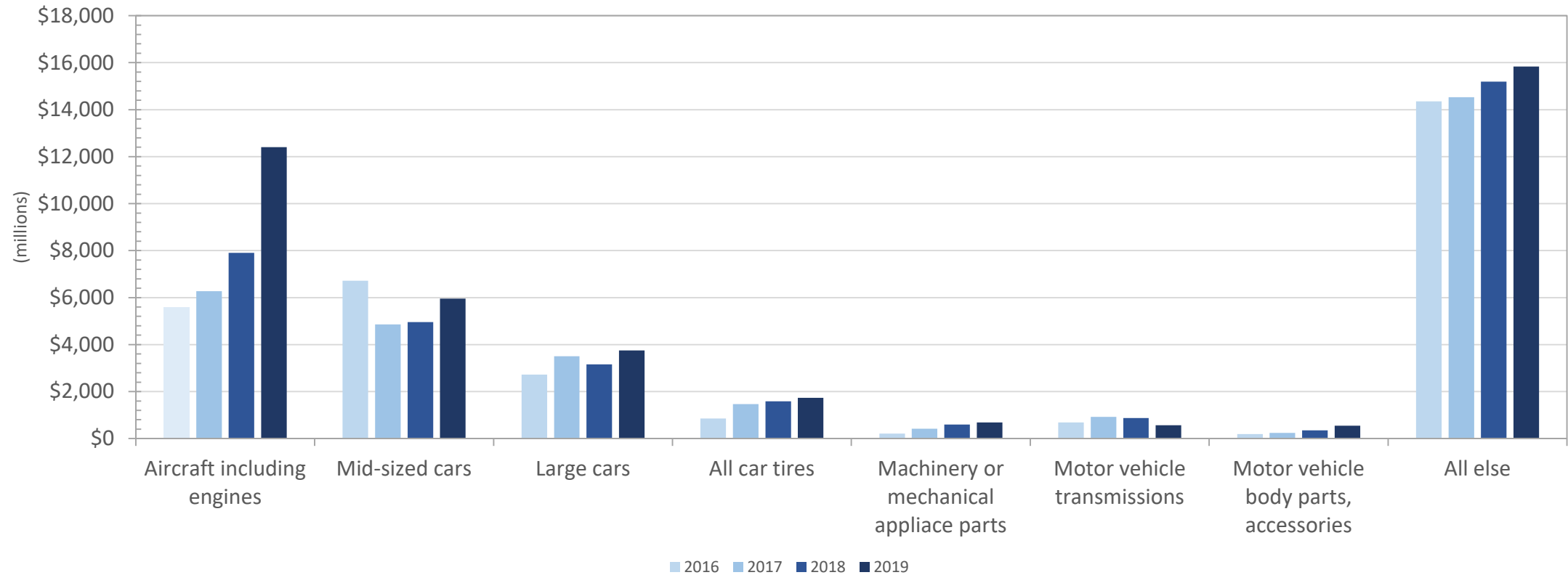
Source: US Census Bureau, Foreign Trade Statistics 285A-RFA/bdc/11/3/2020



South Carolina Exports by Type

High concentration of exports in some sectors could impact SC during unpredictable global pandemic

SOUTH CAROLINA TOP EXPORTS



Source: US Census Bureau, Foreign Trade Statistics 285B-RFA/bdc/11/3/2020



Summary of Individual Income Tax Key Economic Indicators and Factors FY 2020-21 and FY 2021-22

- Total individual income collections remain strong across the board, but are expected to slow as governmental assistance subsidies and the lagged timing of non-withholdings and refunds is realized

Consumption Taxes



Consumption Taxes

Key Issues FY 2020-21

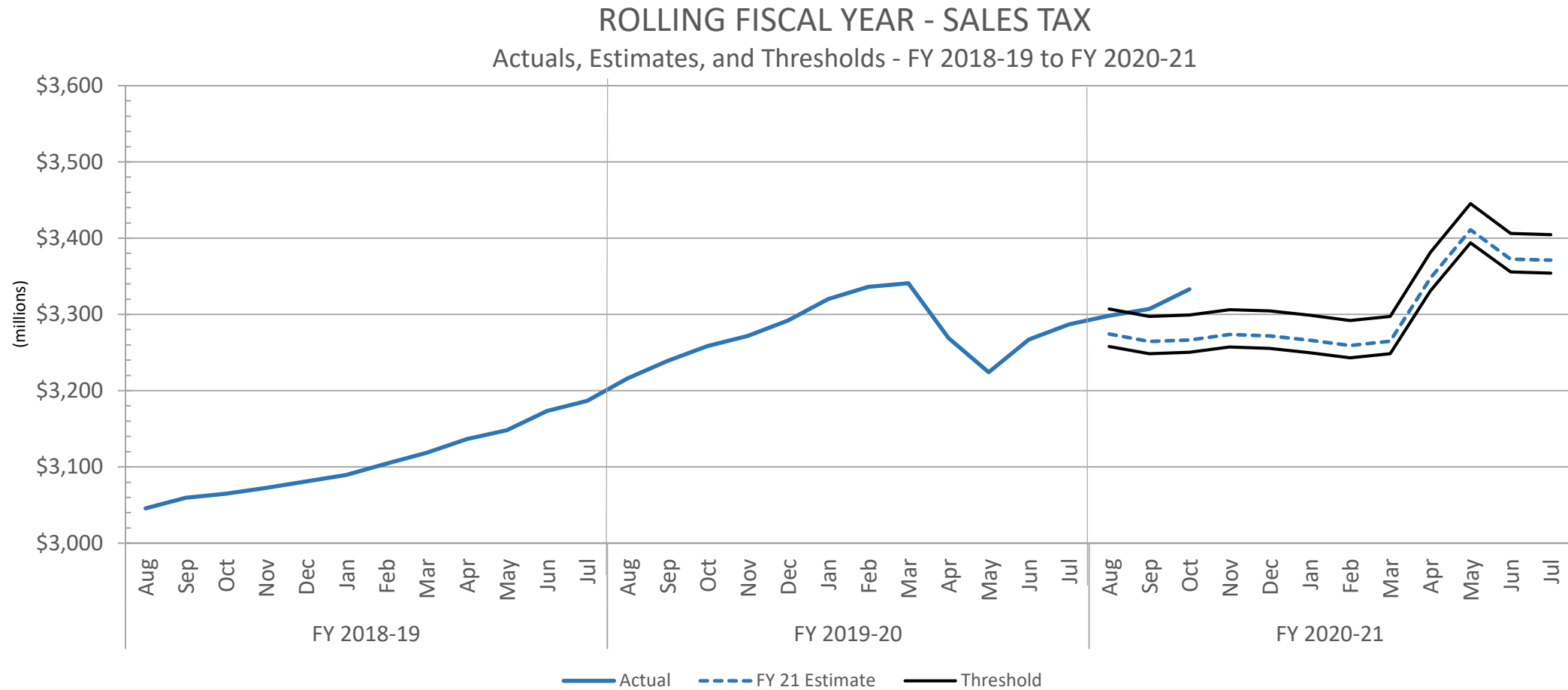
- Consumers have maintained resilient spending patterns since June
- Looking ahead, we are cautious that sales revenue growth may stall in later quarters
 - We may be seeing the impact of pent up demand and increased personal income from transfer payments
- Alcoholic Liquors, Beer and Wine, and Documentary Stamps revenue streams remain steady

Sales Tax Revenue



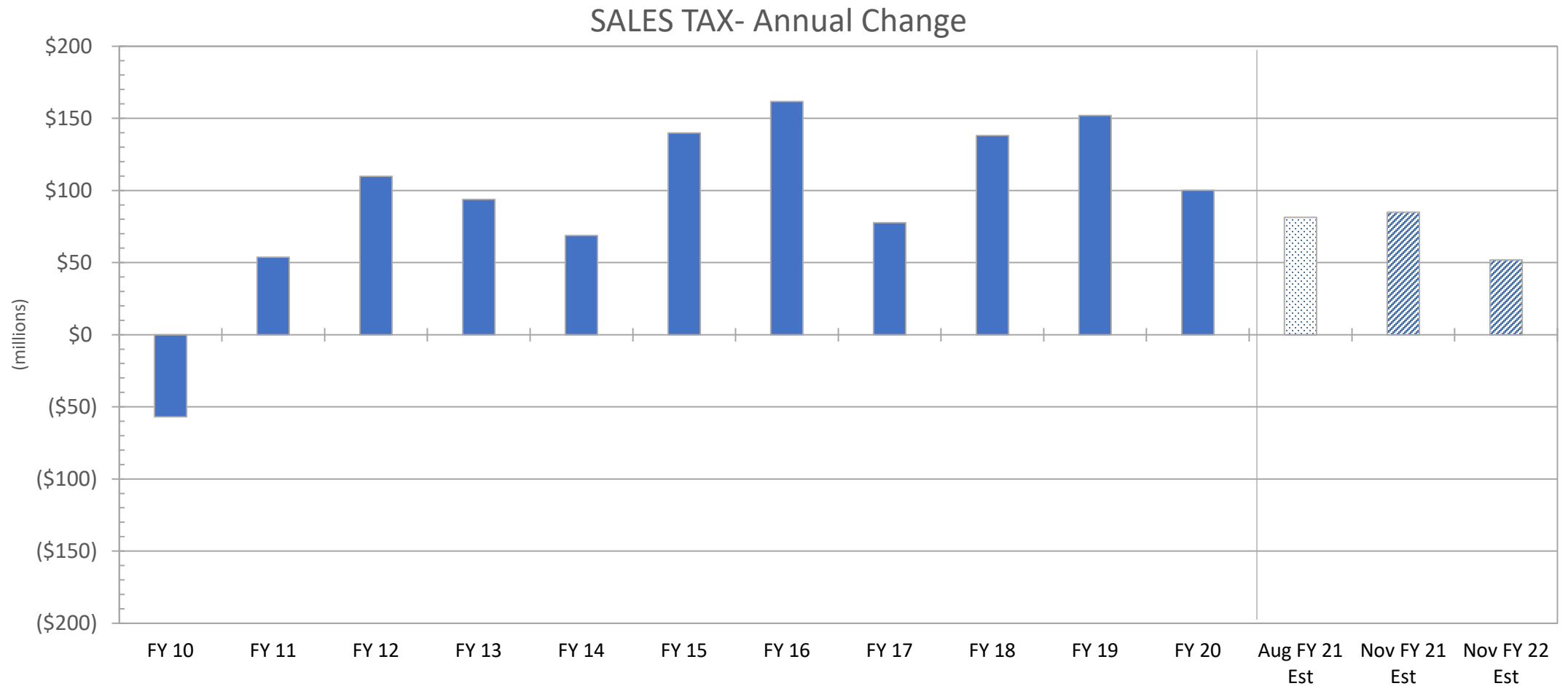
Sales Tax - Actual vs. Estimate

Collections continue to grow compared to the prior year, with October 2020 revenues 10.0% higher than October 2019 - \$25.5m higher than our estimate



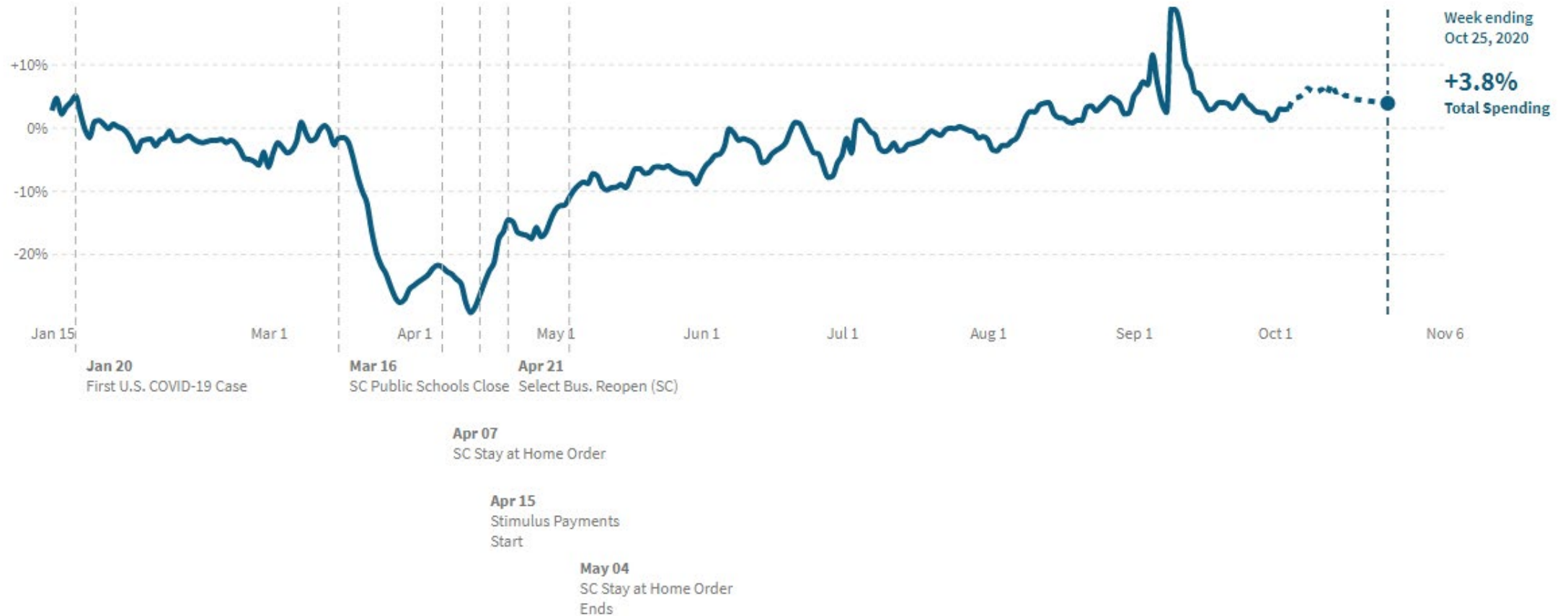
Sales – Revenue History

Sales tax revenue is expected to experience slower growth in the next two fiscal years as it returns to a pre-pandemic trend line



Consumer Spending

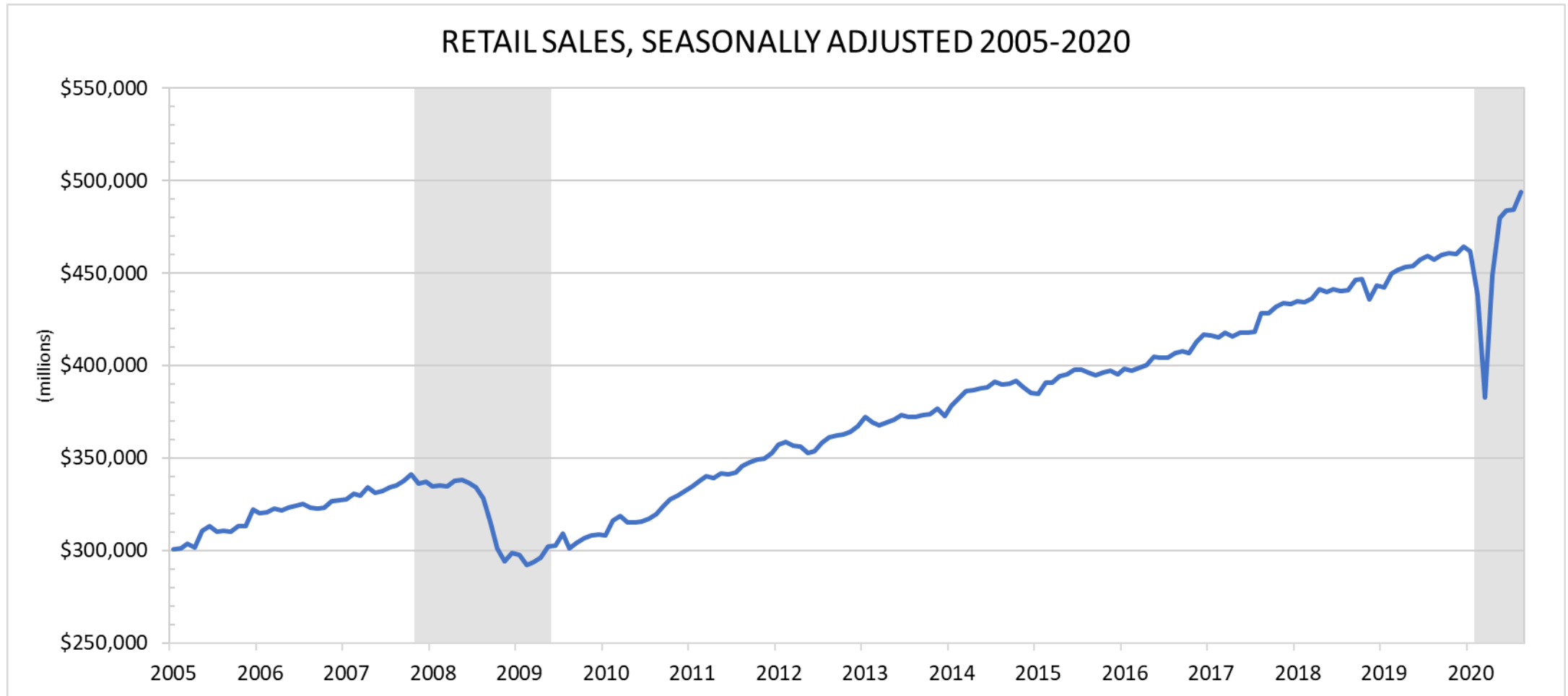
Total spending by S.C. consumers increased 3.8%, as of October 25, 2020 compared to January 2020



Source: Harvard University, Brown University, and the Bill and Melinda Gates Foundation Collaboration, Opportunity Insights: Economic Tracker, RFA/nmg/11/02/2020

U.S. Retail Sales

Fourth straight month of year-over-year growth in September, monthly growth increased in September after slowing since May

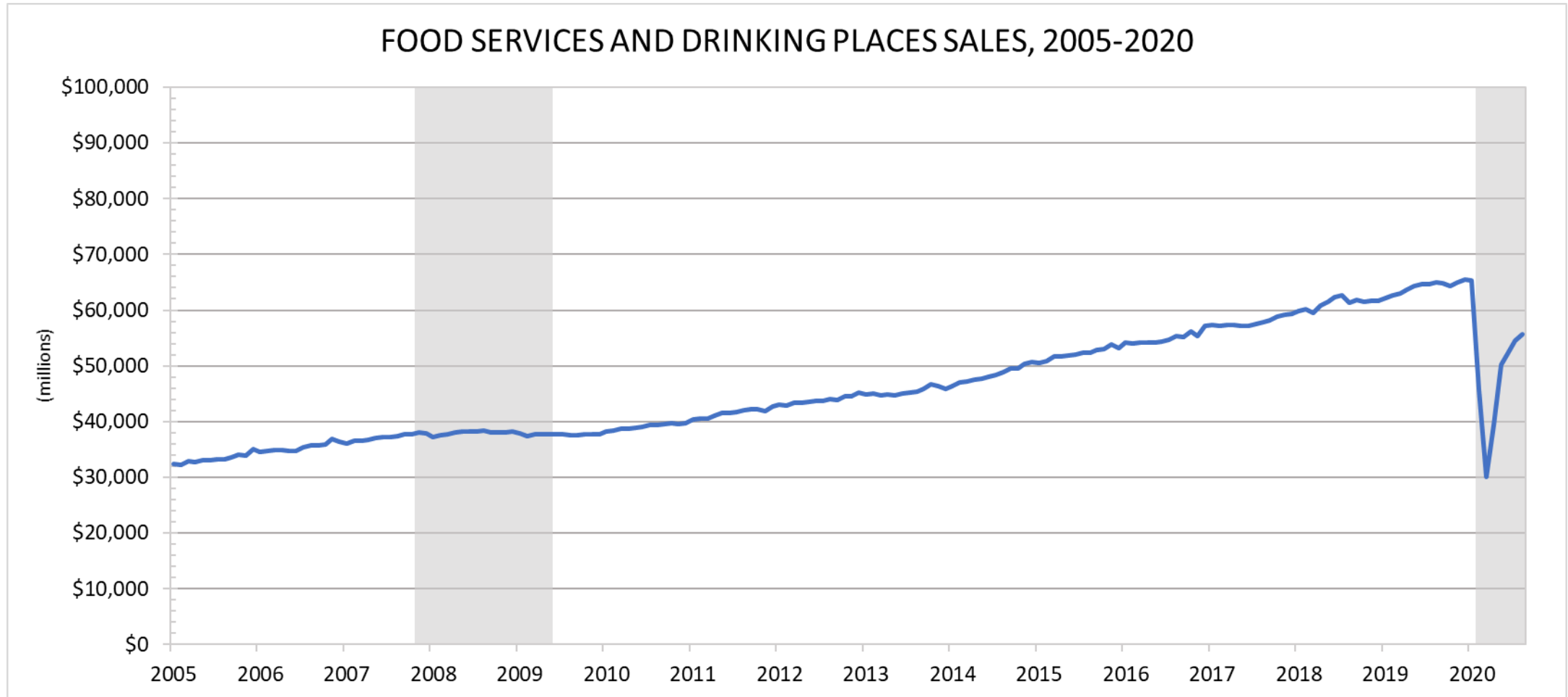


Source: U.S. Census Bureau, Advance Monthly Sales for Retail and Food Services, data through September 2020, 283-6 RFA/nmg/11/03/2020



U.S. Food Services and Drinking Places Sales

Seventh straight month of sales below prior year in September; monthly growth over the last five months continues to slow

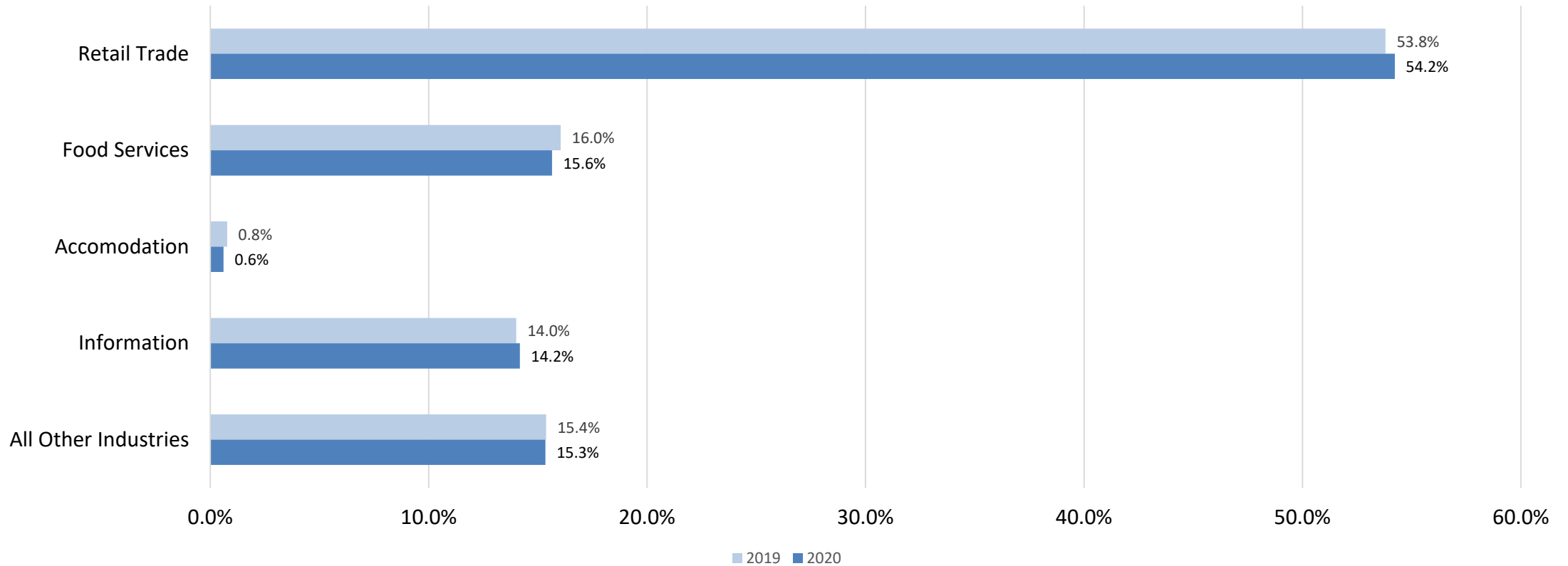


Source: U.S. Census Bureau, Advance Monthly Sales for Retail and Food Services, data through September 2020, 283-5 RFA/nmg/11/03/2020

Net Taxable Sales By Industry

Retail Trade sales likely counteracting decreased collections from Food Services and Accommodations

SHARE OF TOTAL S.C. NET TAXABLE SALES
FY 2018-19 and FY 2019-20

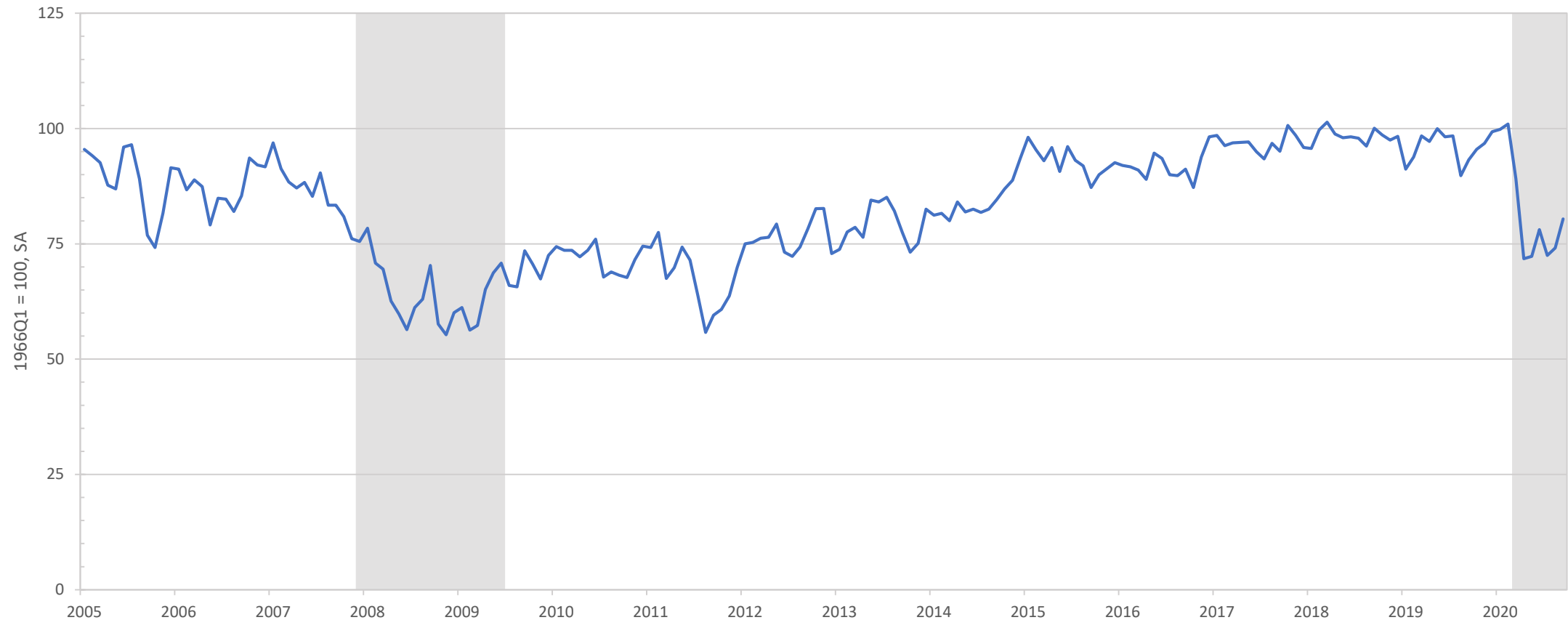


Source: S.C. Department of Revenue, 284-1 RFA/nmg/10/26/2020

Consumer Confidence

Remains relatively constant at new level since April

CONSUMER CONFIDENCE, 2005-2020

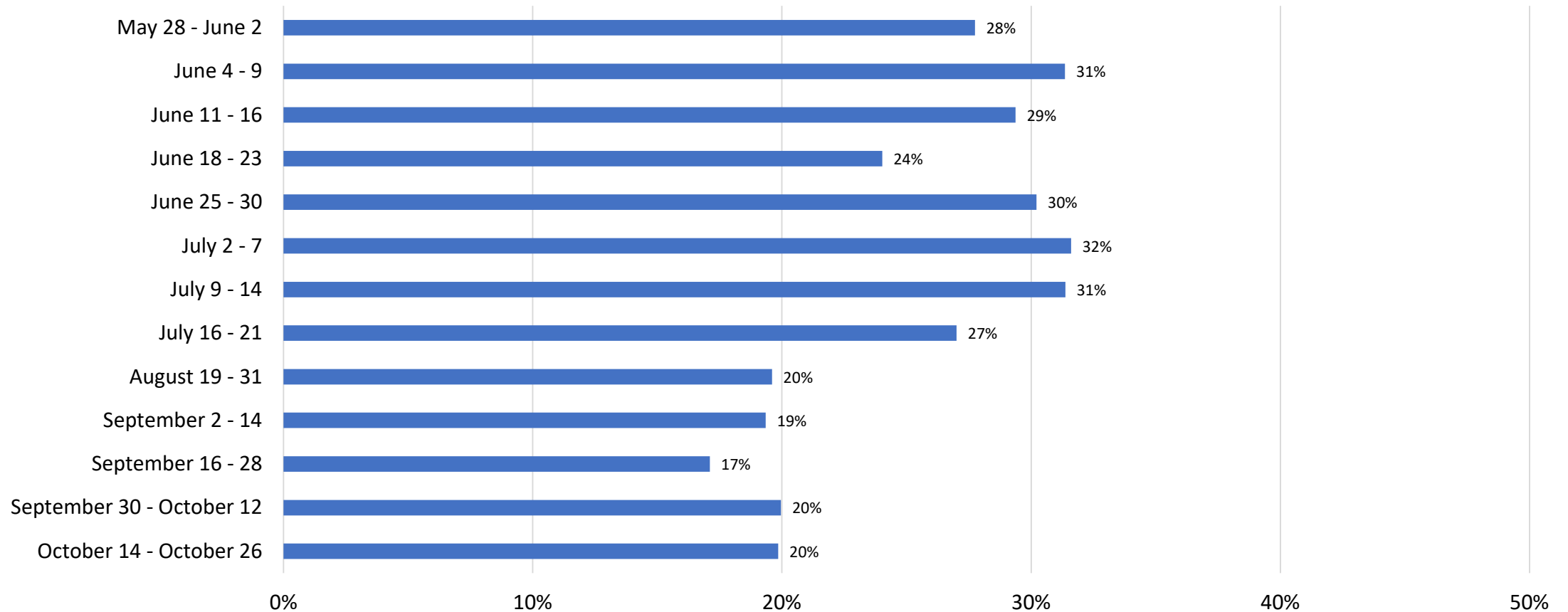


Source: University of Michigan, Survey of Consumers, data through September 2020, 283-2 RFA/nmg/11/03/2020

Employment Expectations

20% of households expecting loss of employment income in next four weeks

S.C. HOUSEHOLDS EXPECTING LOSS OF EMPLOYMENT INCOME IN NEXT FOUR WEEKS



Source: U.S. Census Bureau, Household Pulse Survey, 283-2 RFA/nmg/11/09/2020

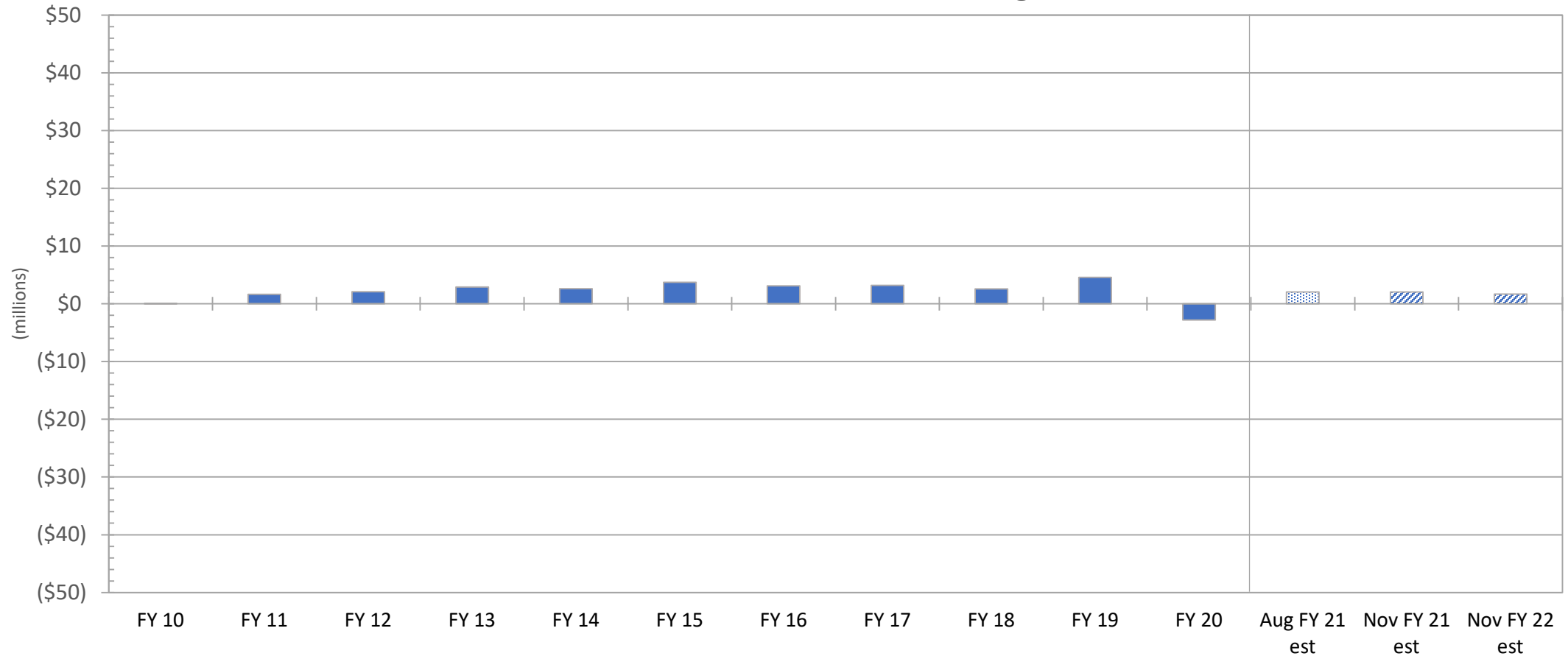
Alcoholic Liquors and Beer and Wine Tax Revenue



Alcoholic Liquors – Revenue History

Revenue collections are up \$4.7m compared to the prior year and are in line with the current forecast

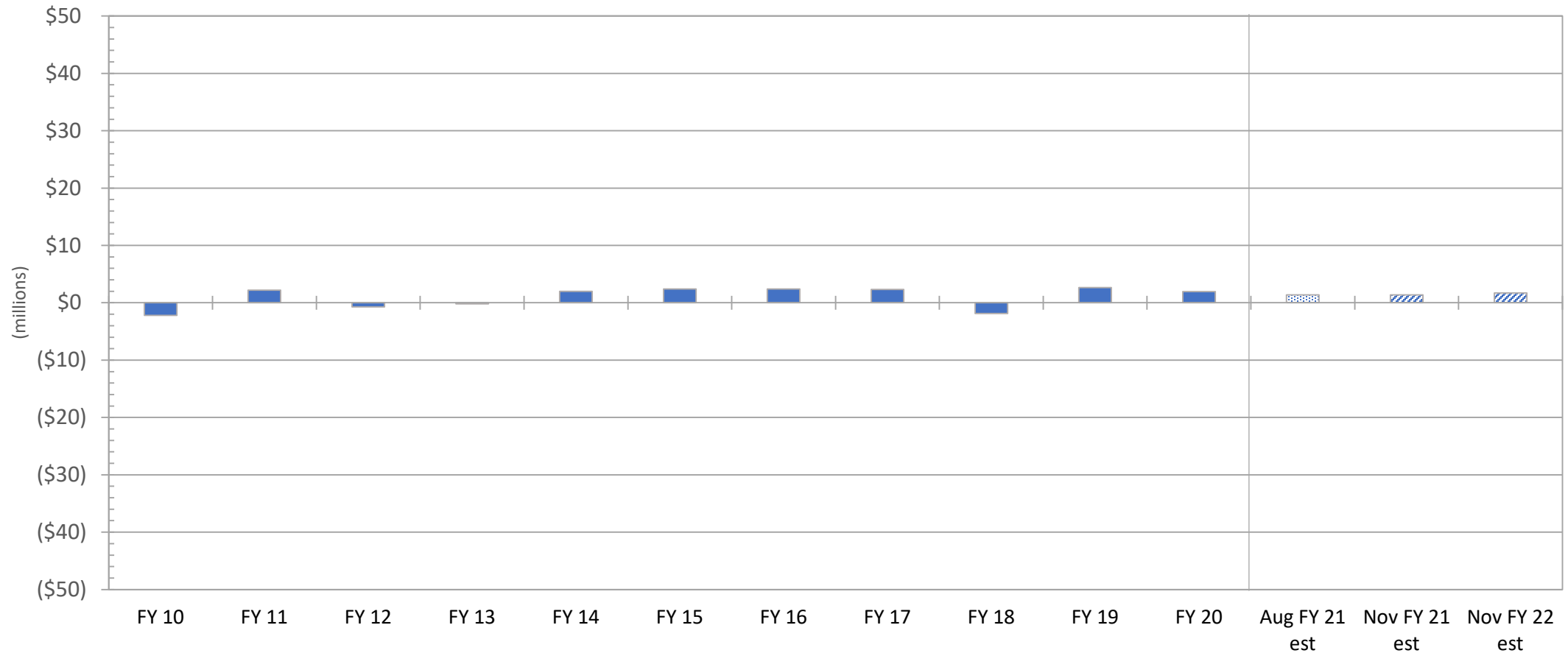
ALCOHOLIC LIQUORS - Annual Change



Beer and Wine – Revenue History

Revenue collections are up \$1m compared to the prior year and are in line with the current forecast

BEER AND WINE - Annual Change



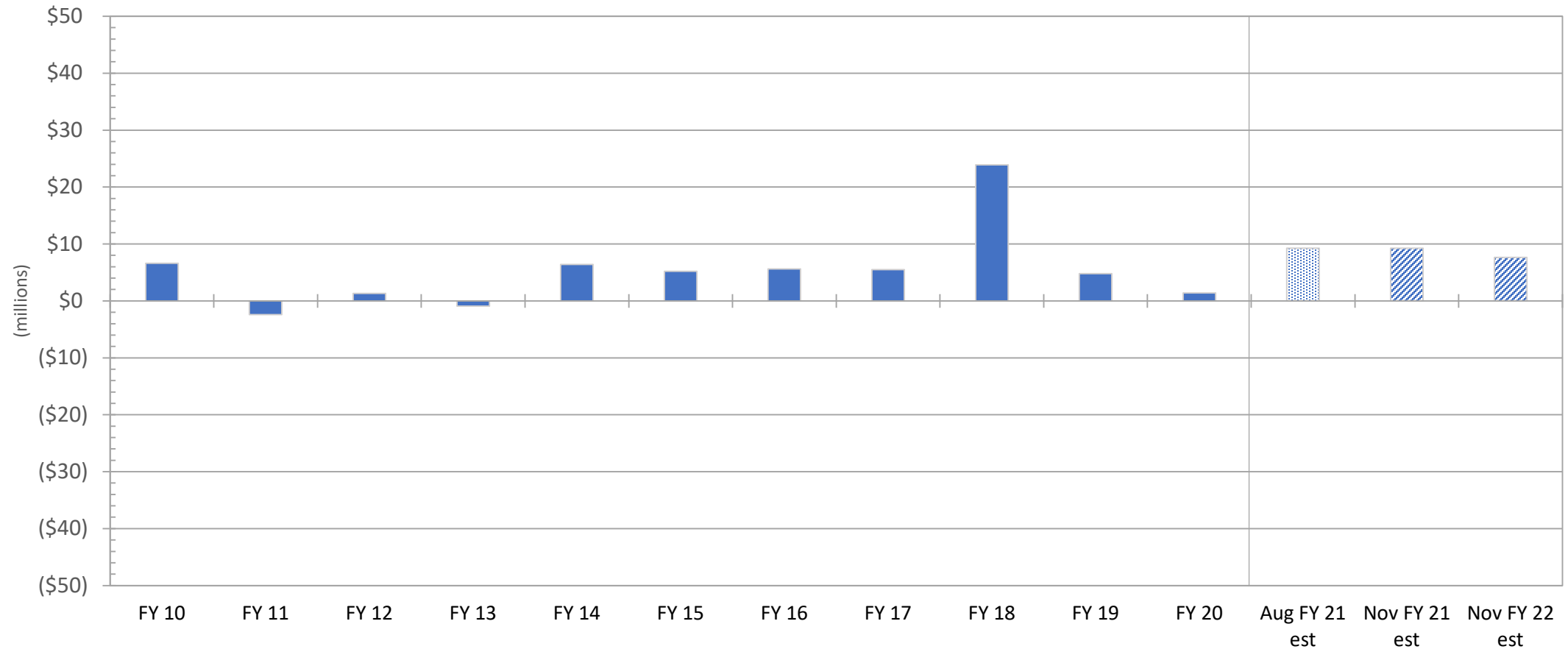
Documentary Stamp Tax Revenue (Deed Recording Fees)



Documentary Stamp (Deed Recording Fees) – Revenue History

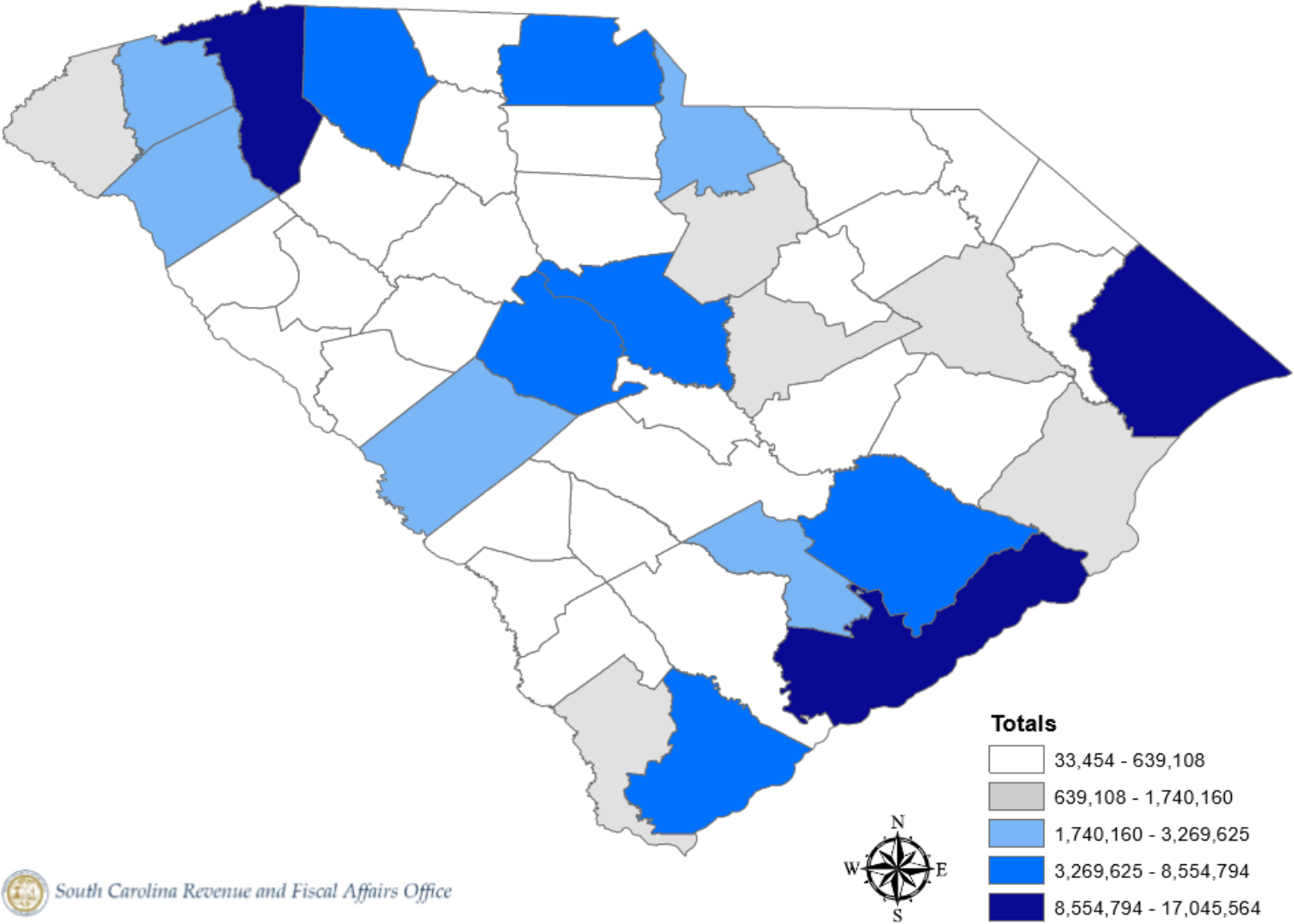
Deed recording fees are up 22% compared to the prior year, which translates to \$4.9m

DOCUMENTARY STAMP (DEED RECORDING FEES) - Annual Change



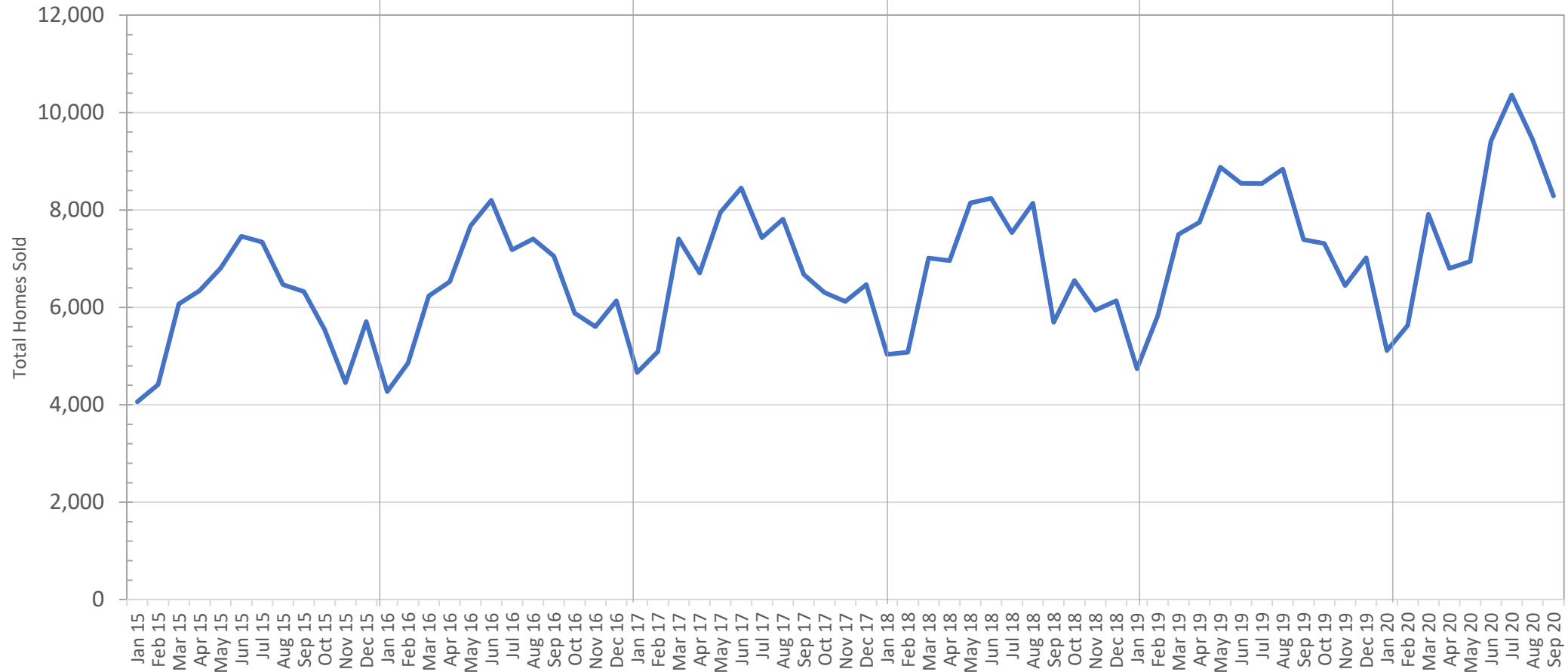
Deed Recording Fees, FY 2019-20

Small number of counties driving growth



South Carolina Home Sales – Total Homes Sold Up 12.1% in September 2020 compared to September 2019

SOUTH CAROLINA HOME SALES
Total Homes Sold By Month



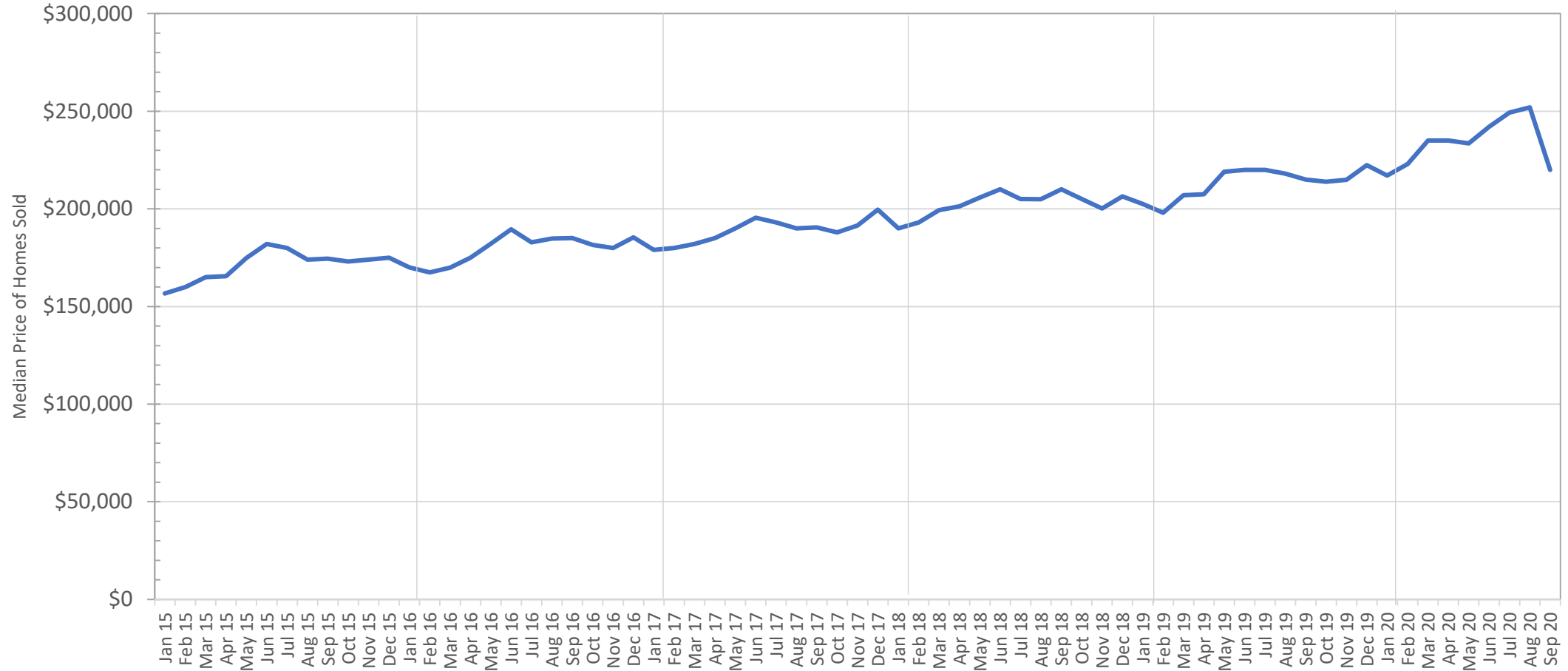
Source: SC Realtors' Association 276A-RFA/JW/10/22/2020



SC Homes Sold – Median Price

Up 2.3% in September 2020 compared to September 2019

SOUTH CAROLINA HOME SALES
Median Price



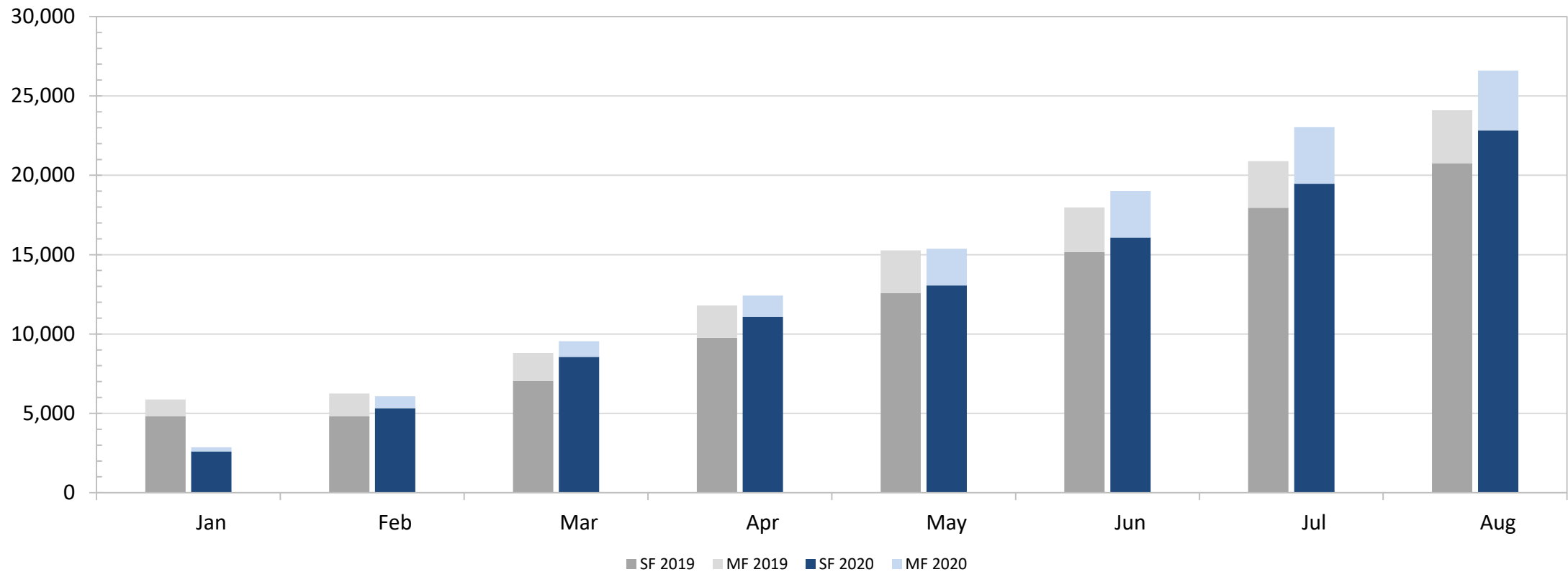
Source: SC Realtors' Association 276A-RFA/JW/10/22/2020



South Carolina Building Permits

Building permits have shown year over year growth since March

SOUTH CAROLINA RESIDENTIAL BUILDING PERMITS
Single Family (SF) and Multi-Family (MF), Year-to-Date 2019 vs 2020



Source: U.S. Census Bureau, Building Permits Survey, 283.7 - RFA/BC/11/04/2020



Business Taxes

Business Taxes – Key Issues

FY 2020-21 and FY 2021-22

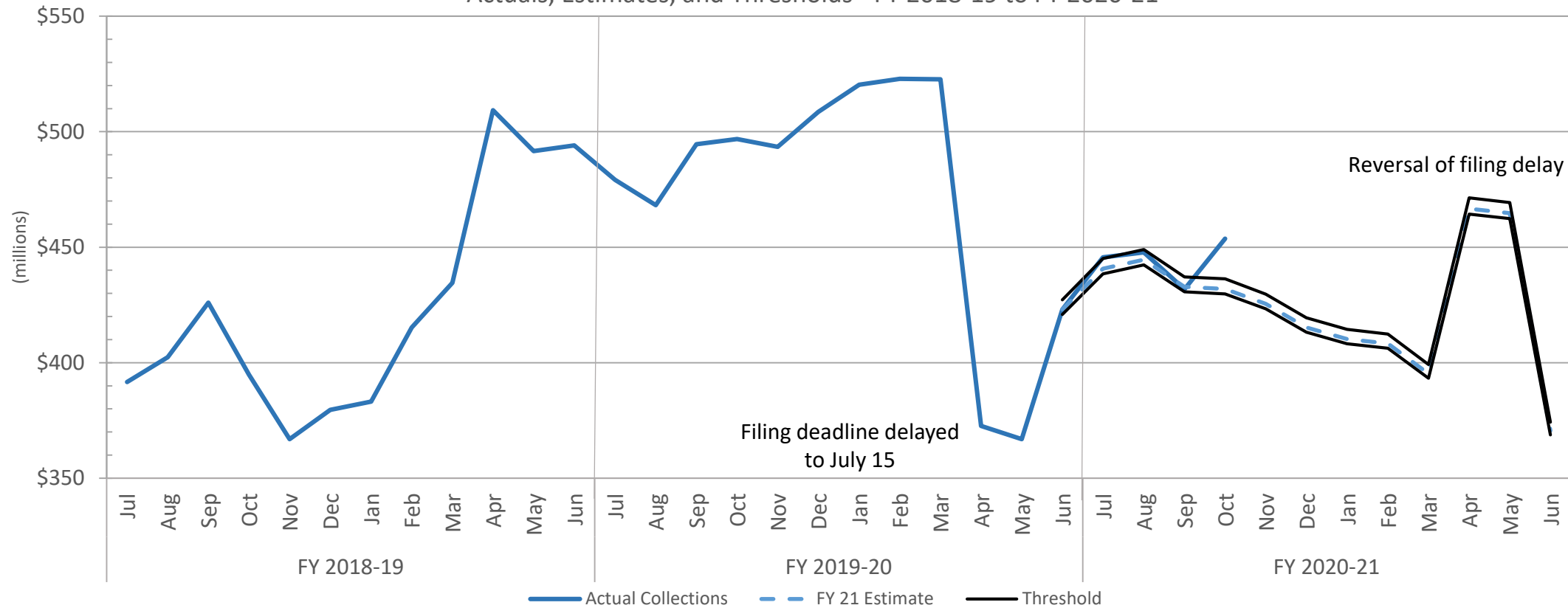
- Corporate income tax growth is currently above last fiscal year but this includes some carryover from last year; likely down for tax year 2020 and rest of FY 21
- Corporate License is currently down 21 percent vs year-to-date for FY 20
- Transfers from Corporate Income to Corporate License are down compared to last October due to a return issue, and DOR expects \$14.7 million to transfer from Corporate Income to License when corrected
- Insurance taxes are close to target due to licenses but expected to slow due to lower premium tax growth
- Bank tax is down 50 percent through October and substantially behind the August estimate

Corporate Income - Actual vs. Estimate

Collections are currently above the proposed forecast but expect a decline for tax year 2020 results

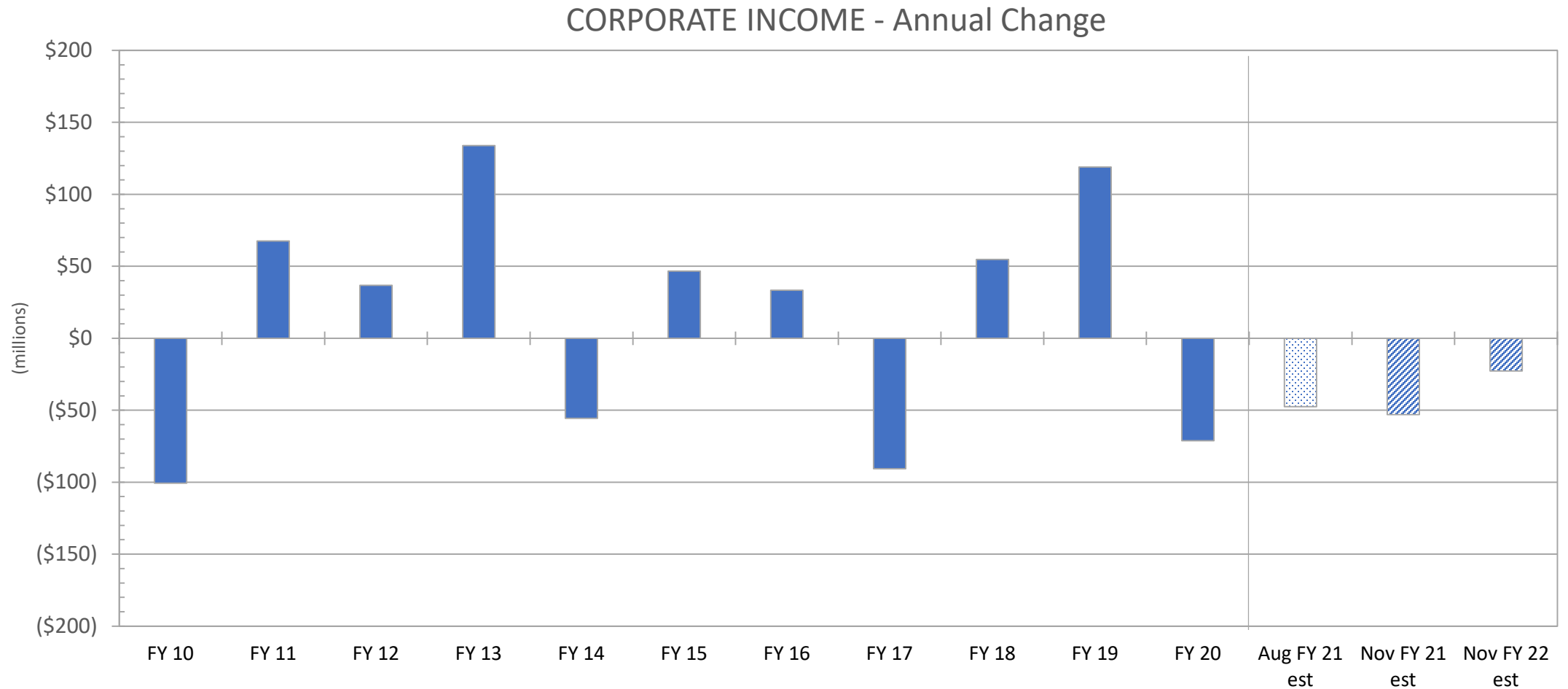
ROLLING FISCAL YEAR - CORPORATE INCOME TAX

Actuals, Estimates, and Thresholds - FY 2018-19 to FY 2020-21



Corporate Income - Revenue History

Projected decline of \$53m in FY 21 and \$23m in FY 22

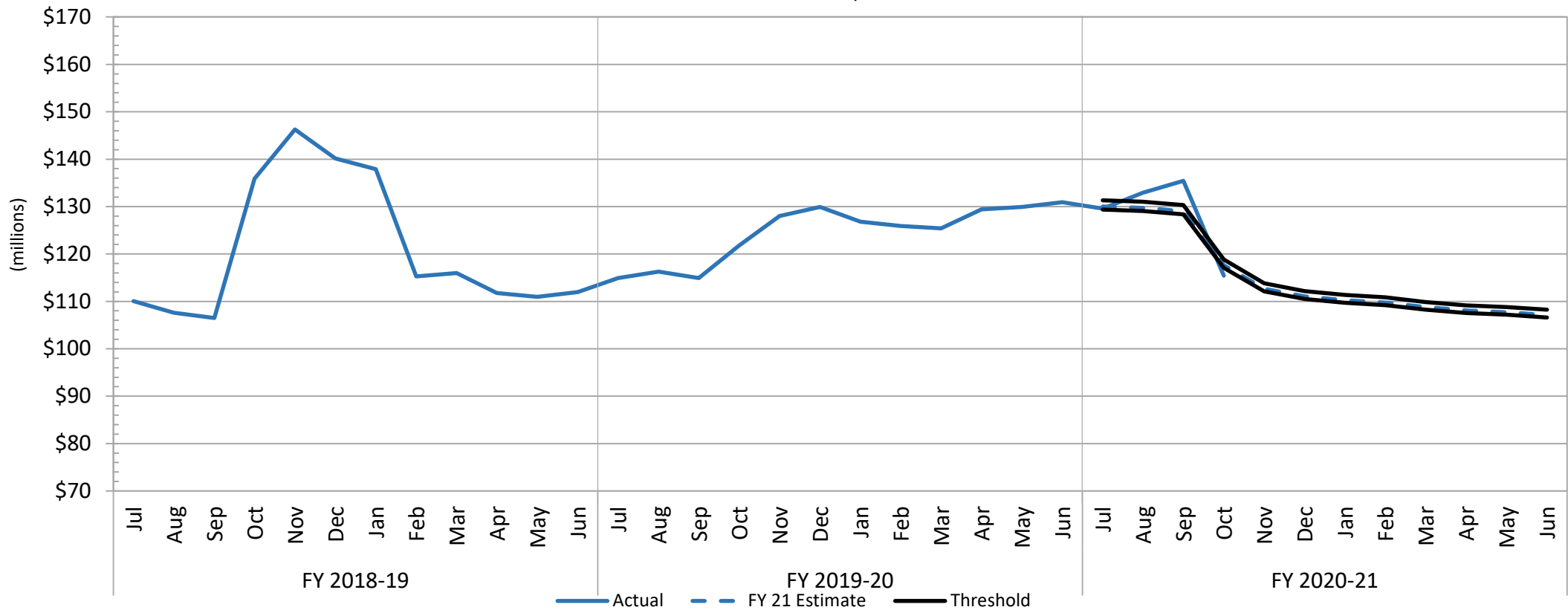


Corporate License - Actual vs. Estimate

Collections are slightly behind current forecast but expected to reverse with November processing

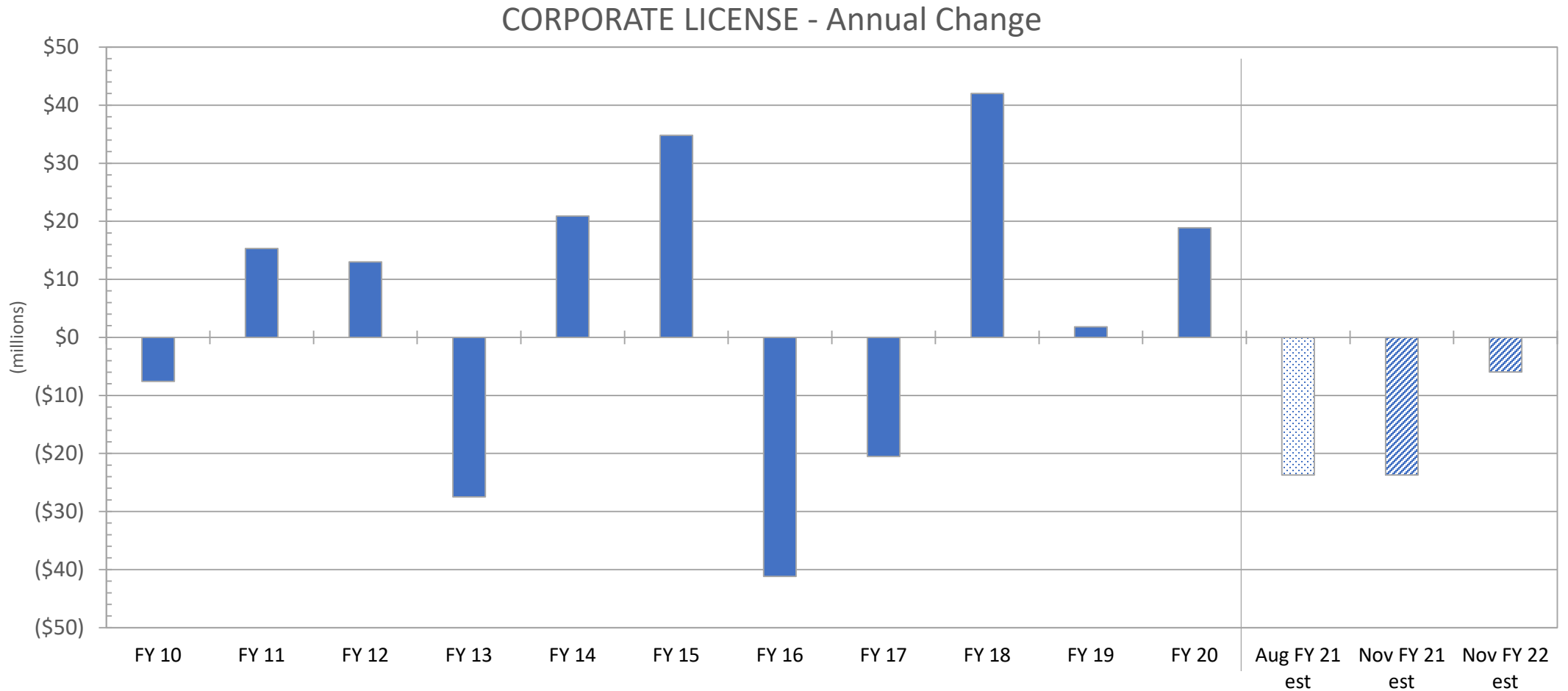
ROLLING FISCAL YEAR - CORPORATE LICENSE TAX

Actuals and Estimates, FY 2018-19 to FY 2020-21



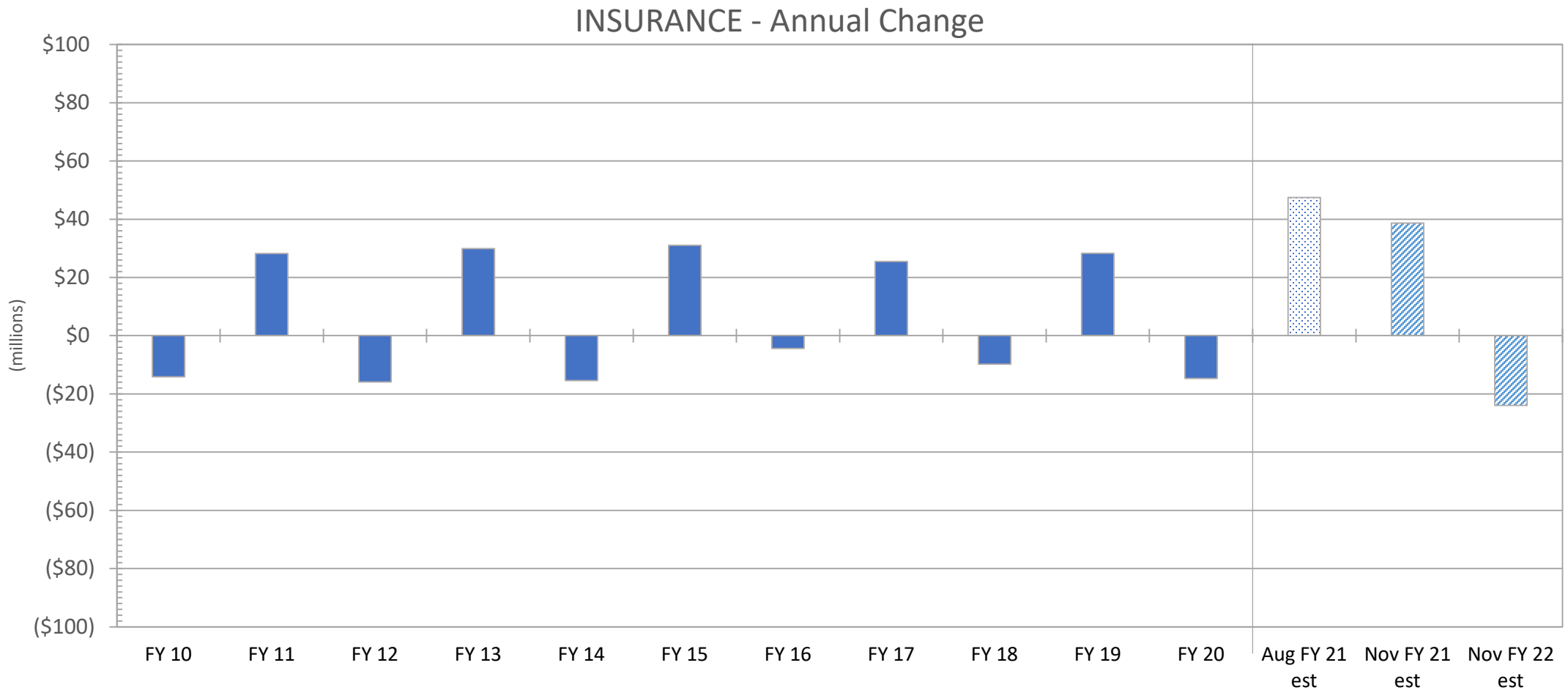
Corporate License – Revenue History

No change to forecast for FY 21; small additional decline in FY 22



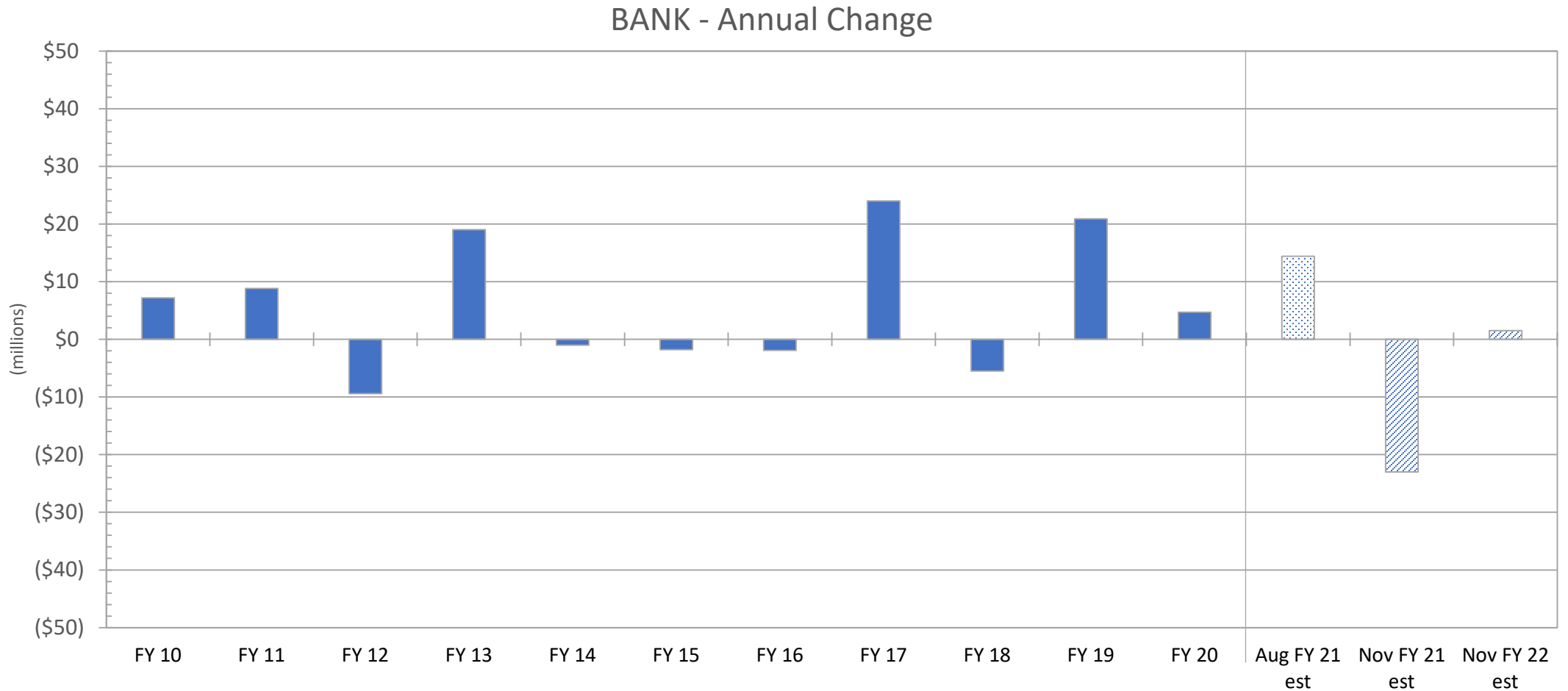
Insurance Tax – Revenue History

Growth to date driven by biennial licenses; premium taxes are expected to slow for the remainder of the year



Bank – Revenue History

Currently down 50.5 percent; expect FY 21 to decline \$23m from FY 20 with small growth in FY 22



Adoption of Forecast FY 2020-21 and FY 2021-22



Summary of Key Economic Indicators and Factors FY 2020-21 and FY 2021-22

- South Carolina has recovered 70 percent of job losses but expect the remaining jobs to return slowly
- Anticipate returning to pre-pandemic employment levels in February 2022
- Expect wage growth and proprietor's income to grow but at slower than historical rates
- Current assumptions do not anticipate any new federal stimulus

Summary of Forecast Changes

- Collections through October are ahead of expectations, but the uncertainty about COVID-19, waning impact of stimulus funds, and the potential for a poor tax filing season are significant concerns
- Adjust FY 2020-21 estimate in selected categories for fiscal year-to-date experience and assumptions for the remainder of the year
- Proposed adjustments are a net decrease of \$49.7 million but the new forecast would remain \$36.3 million above the FY 2020-21 budget
- With this proposal, the revenue estimate would be reduced a total of \$497.5 million since February 2020 due to COVID-19 and the resulting recession
- Assume continued slow growth in FY 2021-22
- Continue to monitor and review the forecast in February 2021

General Fund Revenue Forecast – Proposed

Revenue Category	Final FY 2018-19	Final FY 2019-20	08/31/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2020-21	Change	11/10/2020 Estimate FY 2021-22	Change
Sales and Use Tax	\$3,186,425,454	\$3,286,771,744	\$3,367,926,000	\$3,371,458,000	3,532,000	\$3,419,654,000	48,196,000
Individual Income Tax	4,714,998,174	5,019,420,030	4,707,916,000	4,695,664,000	(12,252,000)	\$4,827,103,000	131,439,000
Corporation Income Tax	494,214,442	423,052,193	375,560,000	370,590,000	(4,970,000)	347,300,000	(23,290,000)
Insurance Taxes	256,207,957	241,496,468	288,995,000	280,155,000	(8,840,000)	256,190,000	(23,965,000)
Admissions Tax	32,571,884	24,858,654	24,354,000	24,354,000	0	24,354,000	0
Aircraft Tax	2,500,000	2,621,301	2,500,000	2,500,000	0	2,500,000	0
Alcoholic Liquor Tax	83,877,459	81,089,410	83,148,000	83,148,000	0	84,811,000	1,663,000
Bank Tax	68,798,957	73,484,038	87,190,000	50,500,000	(36,690,000)	52,015,000	1,515,000
Beer and Wine Tax	110,391,069	112,351,535	113,728,000	113,728,000	0	115,434,000	1,706,000
Bingo Tax	111,602	(678,982)	(500,000)	0	500,000	112,000	112,000
Business Filing Fees	7,424,879	7,979,168	8,200,000	8,820,000	620,000	9,210,000	390,000
Circuit/Family Court Fines	6,745,763	5,731,715	5,500,000	5,308,000	(192,000)	5,500,000	192,000
Corporation License Tax	112,007,772	130,867,571	107,154,000	107,154,000	0	101,200,000	(5,954,000)
Documentary Tax	80,425,985	81,757,989	91,050,000	91,050,000	0	98,692,000	7,642,000
Earned on Investments	87,487,280	130,855,337	75,000,000	85,000,000	10,000,000	100,000,000	15,000,000
Indirect Cost Recoveries	15,938,594	15,269,683	15,500,000	15,500,000	0	15,569,000	69,000
Motor Vehicle Licenses	12,079,044	10,977,190	12,890,000	11,775,000	(1,115,000)	11,952,000	177,000
Nursing Home Fees	3,547,314	3,480,988	3,600,000	3,600,000	0	3,600,000	0
Parole and Probation Fees	3,392,808	3,392,808	3,393,000	3,393,000	0	3,393,000	0
Private Car Lines Tax	6,215,080	6,351,887	6,787,000	6,492,000	(295,000)	6,622,000	130,000
Public Service Authority	17,496,000	17,479,000	17,700,000	17,450,000	(250,000)	17,450,000	0
Purchasing Card Rebates	3,171,665	3,226,732	3,497,000	3,497,000	0	3,643,000	146,000
Record Search Fees	4,461,000	4,461,000	4,461,000	4,461,000	0	4,461,000	0
Savings and Loan Assoc. Tax	1,254,252	8,489,236	1,038,000	3,048,000	2,010,000	3,048,000	0
Security Dealer Fees	27,178,783	27,533,590	28,100,000	28,100,000	0	28,666,000	566,000
Surcharge on Vehicle Rentals	(295,401)	(816,950)	0	0	0	0	0
Tobacco Tax	28,372,637	27,009,655	28,657,000	28,657,000	0	29,280,000	623,000
Uncashed Checks	1,027,801	2,434,382	1,000,000	0	(1,000,000)	0	0
Unclaimed Property Fund	12,600,000	15,000,000	15,000,000	15,000,000	0	15,000,000	0
Workers' Comp. Insurance Tax	9,382,100	13,142,342	8,828,000	7,057,000	(1,771,000)	9,382,000	2,325,000
Other Source Revenues	12,116,456	14,187,780	11,931,000	12,904,000	973,000	12,904,000	0
Gross General Fund Revenue	\$9,402,126,809	\$9,793,277,494	\$9,500,103,000	\$9,450,363,000	(\$49,740,000)	\$9,609,045,000	\$158,682,000



General Fund Revenue Forecast - Proposed (Continued)

Revenue Category	Final FY 2018-19	Final FY 2019-20	08/31/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2020-21	Change	11/10/2020 Estimate FY 2021-22	Change
Gross General Fund Revenue	\$9,402,126,809	\$9,793,277,494	\$9,500,103,000	\$9,450,363,000	(49,740,000)	\$9,609,045,000	158,682,000
Appropriation Act Revenue	8,836,042,000	9,330,662,000	9,500,103,000	9,500,103,000	0	9,609,045,000	108,942,000
Less: Tax Relief Trust Fund	(599,876,083)	(614,053,000)	(629,405,136)	(629,405,136)	0	(650,023,221)	(20,618,085)
Appropriation Act Excluding Trust Fund	8,236,165,917	8,716,609,000	8,870,697,864	8,870,697,864	0	8,959,021,779	88,323,915
Revenue Excess/(Shortfall) From Act	566,084,809	462,615,494	0	(49,740,000)	(49,740,000)	0	49,740,000
Capital Reserve Fund (2%) - Beg. Bal.	151,649,393	162,485,305	176,095,044	176,095,044	0	183,584,490	7,489,446
General Reserve Fund (5%) - Beg. Bal.	379,123,483	406,213,261	440,237,611	440,237,611	0	458,961,225	18,723,614
Total Reserve Funds	530,772,876	568,698,566	616,332,655	616,332,655	0	642,545,715	26,213,060
Education Improvement Act (EIA)	840,103,875	863,037,030	879,198,000	878,023,000	(1,175,000)	905,400,000	27,377,000
EIA Fund	837,529,968	861,357,054	877,698,000	877,698,000	0	905,000,000	27,302,000
EIA Interest	2,573,907	1,679,976	1,500,000	325,000	(1,175,000)	400,000	75,000
S.C. Education Lottery Fund	490,656,044	496,599,922	469,800,000	523,000,000	53,200,000	523,250,000	250,000
Homestead Exemption Fund (HEX)	756,112,889	784,804,568	791,716,000	800,078,000	8,362,000	823,600,000	23,522,000
HEX Revenue	753,887,010	782,037,516	790,216,000	797,678,000	7,462,000	821,000,000	23,322,000
HEX Interest	2,225,879	2,767,052	1,500,000	2,400,000	900,000	2,600,000	200,000
Expenditure Estimate	773,434,415	798,756,235	819,351,320	819,351,320	0	842,339,702	22,988,382
HEX Fund Excess/(Shortfall)	(17,321,527)	(13,951,667)	(27,635,320)	(19,273,320)	8,362,000	(18,739,702)	533,618

Budget Outlook FY 2021-22

FY 2021-22 Budget Outlook – Recurring General Fund

	(Dollars in Millions)
BEA Revenue Estimate (11/10/2020)	\$9,609.0
Tax Relief Trust Fund	(\$650.0)
FY 2020-21 Continuing Resolution	<u>(\$8,750.6)</u>
Estimated “New” General Fund Revenue	\$208.4
FY 2021-22 Reserve Fund Contributions	
Incremental General Reserve Fund (5%)	(\$18.7)
Incremental Capital Reserve Fund (2%)	<u>(\$7.5)</u>
Estimated “New” General Fund Revenue Available for Appropriation (less Reserve Fund Contributions)	\$182.2

FY 2021-22 Budget Outlook

Nonrecurring General Fund and Select Other Funds

(Dollars in Millions)

FY 2018-19 Contingency Reserve Fund	\$103.5
FY 2019-20 Contingency Reserve Fund (FY 2019-20 General Fund Surplus + Cap. Res. Lapsed + Other Lapsed Appropriations)	\$671.5
FY 2020-21 Capital Reserve Fund	\$176.1
Projected FY 2020-21 General Fund Surplus (11/10/2020)	<u>\$36.3</u>
Total Non-Recurring Revenue	\$987.4
Potential Other Non-Recurring Revenue	
Litigation Recovery - DOE Settlement	\$525
Other Litigation Recovery	TBD

FY 2021-22 Budget Outlook

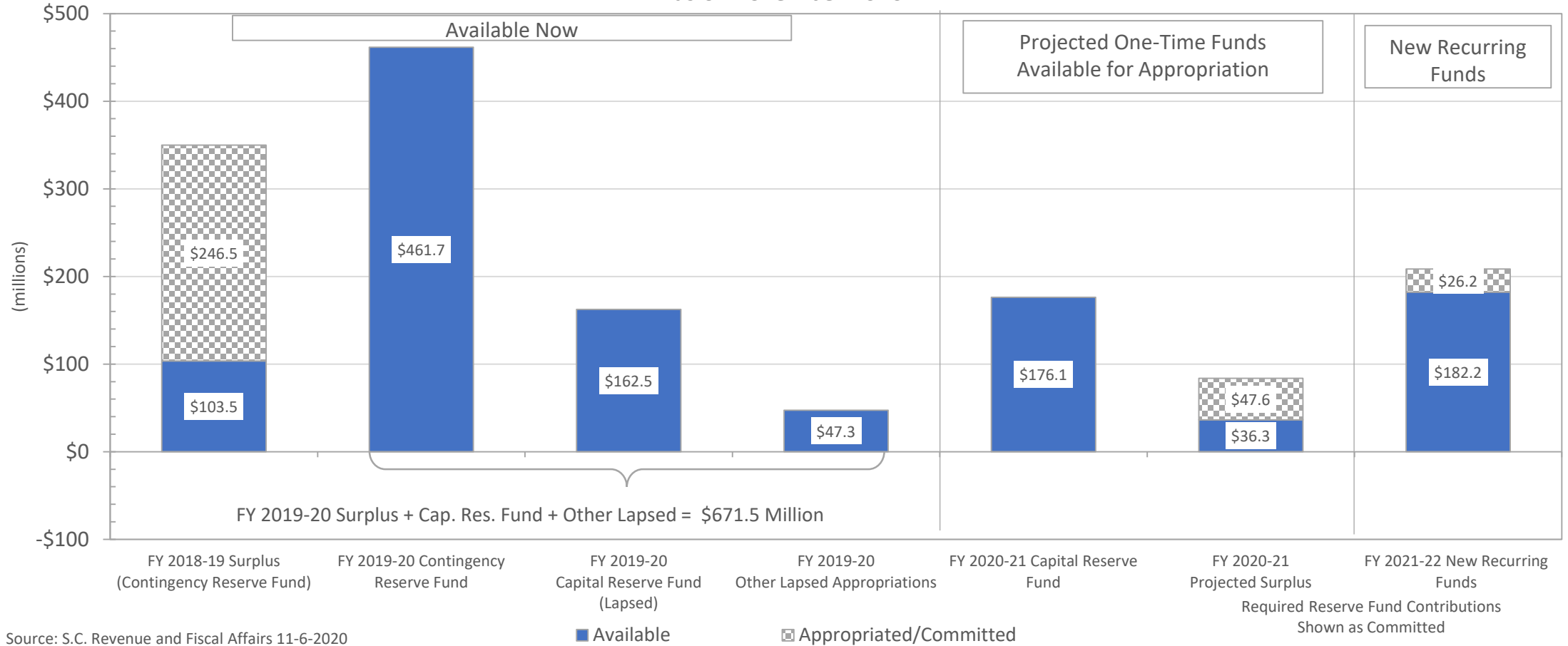
Select Other Funds

(Dollars in Millions)

FY 2020-21 HEX Fund Surplus/(Shortfall) (Net \$20.4m Appropriations)	\$1.1
FY 2021-22 HEX Fund Surplus/(Shortfall) (Net \$20.4m Appropriations)	\$1.7
FY 2020-21 EIA Surplus/(Shortfall)	\$16.8
FY 2021-22 “New” EIA Revenue	\$44.6
FY 2020-21 Lottery Revenue	\$523.0
FY 2021-22 Lottery Revenue	\$523.25

FY 2021-22 Available Funds

AVAILABLE FUNDS - FY 2021-22 BUDGET PROCESS
as of November 2020



Source: S.C. Revenue and Fiscal Affairs 11-6-2020

Adoption of Long Range Forecast (§11-11-350)



General Fund Long Range Forecast

Revenue Category	Final FY 2018-19	Final FY 2019-20	Long Range Forecast									
			11/10/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2021-22	11/10/2020 Estimate FY 2022-23	11/10/2020 Estimate FY 2023-24	Percent Change FY 2018-19	Percent Change FY 2019-20	11/10/2020 Percent Change FY 2020-21	11/10/2020 Percent Change FY 2021-22	11/10/2020 Percent Change FY 2022-23	11/10/2020 Percent Change FY 2023-24
Sales and Use Tax	\$3,186,425,454	\$3,286,771,744	\$3,371,458,000	\$3,419,654,000	\$3,511,985,000	\$3,652,464,000	5.0	3.1	2.6	1.4	2.7	4.0
Individual Income Tax	4,714,998,174	5,019,420,030	4,695,664,000	\$4,827,103,000	\$5,010,055,000	\$5,249,596,000	7.2	6.5	(6.5)	2.8	3.8	4.8
Corporation Income Tax	494,214,442	423,052,193	370,590,000	347,300,000	384,809,000	402,126,000	31.7	(14.4)	(12.4)	(6.3)	10.8	4.5
Insurance Taxes	256,207,957	241,496,468	280,155,000	256,190,000	314,096,000	279,079,000	12.4	(5.7)	16.0	(8.6)	22.6	(11.1)
Admissions Tax	32,571,884	24,858,654	24,354,000	24,354,000	24,841,000	25,462,000	5.9	(23.7)	(2.0)	0.0	2.0	2.5
Aircraft Tax	2,500,000	2,621,301	2,500,000	2,500,000	2,500,000	2,500,000	0.0	4.9	(4.6)	0.0	0.0	0.0
Alcoholic Liquor Tax	83,877,459	81,089,410	83,148,000	84,811,000	86,931,000	89,887,000	5.8	(3.3)	2.5	2.0	2.5	3.4
Bank Tax	68,798,957	73,484,038	50,500,000	52,015,000	53,575,000	55,557,000	43.6	6.8	(31.3)	3.0	3.0	3.7
Beer and Wine Tax	110,391,069	112,351,535	113,728,000	115,434,000	117,454,000	118,863,000	2.5	1.8	1.2	1.5	1.7	1.2
Bingo Tax	111,602	(678,982)	0	112,000	112,000	112,000	(68.8)	--	--	--	0.0	0.0
Business Filing Fees	7,424,879	7,979,168	8,820,000	9,210,000	9,671,000	10,445,000	5.5	7.5	10.5	4.4	5.0	8.0
Circuit/Family Court Fines	6,745,763	5,731,715	5,308,000	5,500,000	6,746,000	6,476,000	(8.2)	(15.0)	(7.4)	3.6	22.7	(4.0)
Corporation License Tax	112,007,772	130,867,571	107,154,000	101,200,000	101,951,000	97,500,000	1.6	16.8	(18.1)	(5.6)	0.7	(4.4)
Documentary Tax	80,425,985	81,757,989	91,050,000	98,692,000	103,627,000	113,990,000	6.3	1.7	11.4	8.4	5.0	10.0
Earned on Investments	87,487,280	130,855,337	85,000,000	100,000,000	86,157,000	72,314,000	118.1	49.6	(35.0)	17.6	(13.8)	(16.1)
Indirect Cost Recoveries	15,938,594	15,269,683	15,500,000	15,569,000	15,569,000	15,569,000	(4.9)	(4.2)	1.5	0.4	0.0	0.0
Motor Vehicle Licenses	12,079,044	10,977,190	11,775,000	11,952,000	12,239,000	12,643,000	9.5	(9.1)	7.3	1.5	2.4	3.3
Nursing Home Fees	3,547,314	3,480,988	3,600,000	3,600,000	3,600,000	3,600,000	(0.7)	(1.9)	3.4	0.0	0.0	0.0
Parole and Probation Fees	3,392,808	3,392,808	3,393,000	3,393,000	3,393,000	3,393,000	0.0	0.0	0.0	0.0	0.0	0.0
Private Car Lines Tax	6,215,080	6,351,887	6,492,000	6,622,000	6,755,000	6,891,000	4.3	2.2	2.2	2.0	2.0	2.0
Public Service Authority	17,496,000	17,479,000	17,450,000	17,450,000	17,450,000	17,450,000	0.6	(0.1)	(0.2)	0.0	0.0	0.0
Purchasing Card Rebates	3,171,665	3,226,732	3,497,000	3,643,000	3,789,000	3,941,000	4.5	1.7	8.4	4.2	4.0	4.0
Record Search Fees	4,461,000	4,461,000	4,461,000	4,461,000	4,461,000	4,461,000	0.0	0.0	0.0	0.0	0.0	0.0
Savings and Loan Assoc. Tax	1,254,252	8,489,236	3,048,000	3,048,000	1,783,000	1,836,000	32.1	576.8	(64.1)	0.0	(41.5)	3.0
Security Dealer Fees	27,178,783	27,533,590	28,100,000	28,666,000	29,243,000	30,120,000	3.0	1.3	2.1	2.0	2.0	3.0
Surcharge on Vehicle Rentals	(295,401)	(816,950)	0	0	0	0	--	--	--	--	--	--
Tobacco Tax	28,372,637	27,009,655	28,657,000	29,280,000	29,631,000	30,075,000	4.3	(4.8)	6.1	2.2	1.2	1.5
Uncashed Checks	1,027,801	2,434,382	0	0	0	0	(64.9)	136.9	(100.0)	0.0	0.0	0.0
Unclaimed Property Fund	12,600,000	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	(16.0)	19.0	0.0	0.0	0.0	0.0
Workers' Comp. Insurance Tax	9,382,100	13,142,342	7,057,000	9,382,000	9,663,000	9,953,000	(4.6)	40.1	(46.3)	32.9	3.0	3.0
Other Source Revenues	12,116,456	14,187,780	12,904,000	12,904,000	13,136,000	13,372,000	(1.9)	17.1	(9.0)	0.0	1.8	1.8
Gross General Fund Revenue	\$9,402,126,809	\$9,793,277,494	\$9,450,363,000	\$9,609,045,000	\$9,980,222,000	\$10,344,675,000	8.0	4.2	(3.5)	1.7	3.9	3.7



General Fund Long Range Forecast (Continued)

Revenue Category	Long-Range Forecast						Long-Range Forecast					
	Final FY 2018-19	Final FY 2019-20	11/10/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2021-22	11/10/2020 Estimate FY 2022-23	11/10/2020 Estimate FY 2023-24	Percent Change FY 2018-19	Percent Change FY 2019-20	11/10/2020 Percent Change FY 2020-21	11/10/2020 Percent Change FY 2021-22	11/10/2020 Percent Change FY 2022-23	11/10/2020 Percent Change FY 2023-24
Gross General Fund Revenue	\$9,402,126,809	\$9,793,277,494	\$9,450,363,000	\$9,609,045,000	\$9,980,222,000	\$10,344,675,000	8.0	4.2	(3.5)	1.7	3.9	3.7
Appropriation Act Revenue	8,836,042,000	9,330,662,000	9,500,103,000	9,609,045,000	9,980,222,000	10,344,675,000	3.5	5.6	1.8	1.1	3.9	3.7
Less: Tax Relief Trust Fund	(599,876,083)	(614,053,000)	(629,405,136)	(650,023,221)	(665,684,292)	(681,688,079)	(3.1)	(2.4)	(2.5)	(3.3)	(2.4)	(2.4)
Appropriation Act Excluding Trust Fund	8,236,165,917	8,716,609,000	8,870,697,864	8,959,021,779	9,314,537,708	9,662,986,921	3.6	5.8	1.8	1.0	4.0	3.7
Revenue Excess/(Shortfall) From Act	566,084,809	462,615,494	(49,740,000)	0	0	0						
Capital Reserve Fund (2%) - Beg. Bal.	151,649,393	162,485,305	176,095,044	183,584,490	177,413,957	179,180,436	4.3	7.1	8.4	4.3	(3.4)	1.0
General Reserve Fund (5%) - Beg. Bal.	379,123,483	406,213,261	440,237,611	458,961,225	443,534,893	447,951,089	4.3	7.1	8.4	4.3	(3.4)	1.0
Total Reserve Funds	530,772,876	568,698,566	616,332,655	642,545,715	620,948,850	627,131,525	4.3	7.1	8.4	4.3	(3.4)	1.0
Education Improvement Act (EIA)	840,103,875	863,037,030	878,023,000	905,400,000	937,527,500	975,012,600	6.1	2.7	1.7	3.1	3.5	4.0
EIA Fund	837,529,968	861,357,054	877,698,000	905,000,000	937,127,500	974,612,600	5.9	2.8	1.9	3.1	3.6	4.0
EIA Interest	2,573,907	1,679,976	325,000	400,000	400,000	400,000	77.1	(34.7)	(80.7)	23.1	0.0	0.0
S.C. Education Lottery Fund	490,656,044	496,599,922	523,000,000	523,250,000	523,250,000	523,250,000	12.4	1.2	5.3	0.0	n/a	n/a
Homestead Exemption Fund (HEX)	756,112,889	784,804,568	800,078,000	823,600,000	851,103,500	883,346,633	5.4	3.8	1.9	2.9	3.3	3.8
HEX Revenue	753,887,010	782,037,516	797,678,000	821,000,000	848,503,500	880,746,633	5.3	3.7	2.0	2.9	3.4	3.8
HEX Interest	2,225,879	2,767,052	2,400,000	2,600,000	2,600,000	2,600,000	50.0	24.3	(13.3)	8.3	0.0	0.0
Expenditure Estimate	773,434,415	798,756,235	819,351,320	842,339,702	866,186,904	890,735,214	3.1	3.3	0.0	2.8	2.8	2.8
HEX Fund Excess/(Shortfall)	(17,321,527)	(13,951,667)	(19,273,320)	(18,739,702)	(15,083,404)	(7,388,581)	46.8	19.5	(38.1)	2.8	19.5	51.0



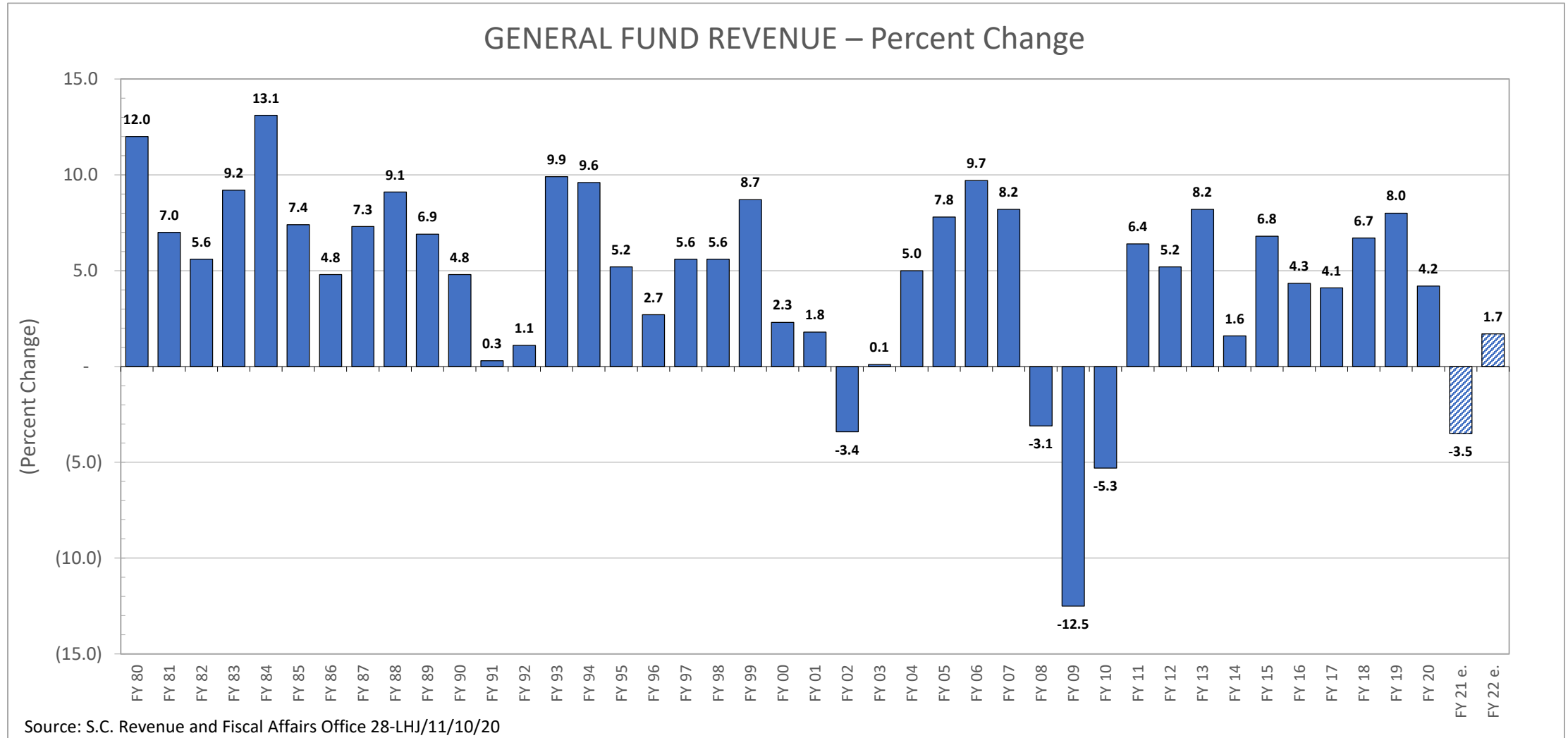
Reports from Working Group Members

Other Items



Appendix

General Fund Revenue Growth





Personal Income Growth
 FY21: 0.13%; FY22: 0.97%

General Fund Revenue Forecast
 Fiscal Years 2018-19 to 2021-22
 (Dollars)

Revenue Category	Final FY 2018-19	Final FY 2019-20	11/10/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2021-22	Percent Change FY 2018-19	Percent Change FY 2019-20	11/10/2020 Percent Change FY 2020-21	11/10/2020 Percent Change FY 2021-22
Sales and Use Tax	\$3,186,425,454	\$3,286,771,744	\$3,371,458,000	\$3,419,654,000	5.0	3.1	2.6	1.4
Individual Income Tax	4,714,998,174	5,019,420,030	4,695,664,000	\$4,827,103,000	7.2	6.5	(6.5)	2.8
Corporation Income Tax	494,214,442	423,052,193	370,590,000	347,300,000	31.7	(14.4)	(12.4)	(6.3)
Insurance Taxes	256,207,957	241,496,468	280,155,000	256,190,000	12.4	(5.7)	16.0	(8.6)
Admissions Tax	32,571,884	24,858,654	24,354,000	24,354,000	5.9	(23.7)	(2.0)	0.0
Aircraft Tax	2,500,000	2,621,301	2,500,000	2,500,000	0.0	4.9	(4.6)	0.0
Alcoholic Liquor Tax	83,877,459	81,089,410	83,148,000	84,811,000	5.8	(3.3)	2.5	2.0
Bank Tax	68,798,957	73,484,038	50,500,000	52,015,000	43.6	6.8	(31.3)	3.0
Beer and Wine Tax	110,391,069	112,351,535	113,728,000	115,434,000	2.5	1.8	1.2	1.5
Bingo Tax	111,602	(678,982)	0	112,000	(68.8)	--	--	--
Business Filing Fees	7,424,879	7,979,168	8,820,000	9,210,000	5.5	7.5	10.5	4.4
Circuit/Family Court Fines	6,745,763	5,731,715	5,308,000	5,500,000	(8.2)	(15.0)	(7.4)	3.6
Corporation License Tax	112,007,772	130,867,571	107,154,000	101,200,000	1.6	16.8	(18.1)	(5.6)
Documentary Tax	80,425,985	81,757,989	91,050,000	98,692,000	6.3	1.7	11.4	8.4
Earned on Investments	87,487,280	130,855,337	85,000,000	100,000,000	118.1	49.6	(35.0)	17.6
Indirect Cost Recoveries	15,938,594	15,269,683	15,500,000	15,569,000	(4.9)	(4.2)	1.5	0.4
Motor Vehicle Licenses	12,079,044	10,977,190	11,775,000	11,952,000	9.5	(9.1)	7.3	1.5
Nursing Home Fees	3,547,314	3,480,988	3,600,000	3,600,000	(0.7)	(1.9)	3.4	0.0
Parole and Probation Fees	3,392,808	3,392,808	3,393,000	3,393,000	0.0	0.0	0.0	0.0
Private Car Lines Tax	6,215,080	6,351,887	6,492,000	6,622,000	4.3	2.2	2.2	2.0
Public Service Authority	17,496,000	17,479,000	17,450,000	17,450,000	0.6	(0.1)	(0.2)	0.0
Purchasing Card Rebates	3,171,665	3,226,732	3,497,000	3,643,000	4.5	1.7	8.4	4.2
Record Search Fees	4,461,000	4,461,000	4,461,000	4,461,000	0.0	0.0	0.0	0.0
Savings and Loan Assoc. Tax	1,254,252	8,489,236	3,048,000	3,048,000	32.1	576.8	(64.1)	0.0
Security Dealer Fees	27,178,783	27,533,590	28,100,000	28,666,000	3.0	1.3	2.1	2.0
Surcharge on Vehicle Rentals	(295,401)	(816,950)	0	0	--	--	--	--
Tobacco Tax	28,372,637	27,009,655	28,657,000	29,280,000	4.3	(4.8)	6.1	2.2
Uncashed Checks	1,027,801	2,434,382	0	0	(64.9)	136.9	(100.0)	0.0
Unclaimed Property Fund	12,600,000	15,000,000	15,000,000	15,000,000	(16.0)	19.0	0.0	0.0
Workers' Comp. Insurance Tax	9,382,100	13,142,342	7,057,000	9,382,000	(4.6)	40.1	(46.3)	32.9
Other Source Revenues	12,116,456	14,187,780	12,904,000	12,904,000	(1.9)	17.1	(9.0)	0.0
Gross General Fund Revenue	\$9,402,126,809	\$9,793,277,494	\$9,450,363,000	\$9,609,045,000	8.0	4.2	(3.5)	1.7

Note: Gross General Fund Revenue includes Individual Income and Corporate Income tax revenue that is transferred for Property Tax Relief Trust Fund pursuant to §11-11-150.

Source: South Carolina Board of Economic Advisors/BEA/11/10/2020



Personal Income Growth
 FY21: 0.13%; FY22: 0.97%

General Fund Revenue Forecast
 Fiscal Years 2018-19 to 2021-22
 (Dollars)

Revenue Category	Final FY 2018-19	Final FY 2019-20	11/10/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2021-22	Percent Change FY 2018-19	Percent Change FY 2019-20	11/10/2020 Percent Change FY 2020-21	11/10/2020 Percent Change FY 2021-22
Gross General Fund Revenue	\$9,402,126,809	\$9,793,277,494	\$9,450,363,000	\$9,609,045,000	8.0	4.2	(3.5)	1.7
Appropriation Act Revenue	8,836,042,000	9,330,662,000	9,500,103,000	9,609,045,000	3.5	5.6	1.8	1.1
Less: Tax Relief Trust Fund	(599,876,083)	(614,053,000)	(629,405,136)	(650,023,221)	(3.1)	(2.4)	(2.5)	(3.3)
Appropriation Act Excluding Trust Fund	8,236,165,917	8,716,609,000	8,870,697,864	8,959,021,779	3.6	5.8	1.8	1.0
Revenue Excess/(Shortfall) From Act	566,084,809	462,615,494	(49,740,000)	0				
Capital Reserve Fund (2%) - Beg. Bal.	151,649,393	162,485,305	176,095,044	183,584,490	4.3	7.1	8.4	4.3
General Reserve Fund (5%) - Beg. Bal.	379,123,483	406,213,261	440,237,611	458,961,225	4.3	7.1	8.4	4.3
Total Reserve Funds	530,772,876	568,698,566	616,332,655	642,545,715	4.3	7.1	8.4	4.3
Education Improvement Act (EIA)	840,103,875	863,037,030	878,023,000	905,400,000	6.1	2.7	1.7	3.1
EIA Fund	837,529,968	861,357,054	877,698,000	905,000,000	5.9	2.8	1.9	3.1
EIA Interest	2,573,907	1,679,976	325,000	400,000	77.1	(34.7)	(80.7)	23.1
S.C. Education Lottery Fund	490,656,044	496,599,922	523,000,000	523,250,000	12.4	1.2	5.3	0.0
Homestead Exemption Fund (HEX)	756,112,889	784,804,568	800,078,000	823,600,000	5.4	3.8	1.9	2.9
HEX Revenue	753,887,010	782,037,516	797,678,000	821,000,000	5.3	3.7	2.0	2.9
HEX Interest	2,225,879	2,767,052	2,400,000	2,600,000	50.0	24.3	(13.3)	8.3
Expenditure Estimate	773,434,415	798,756,235	819,351,320	842,339,702	3.1	3.3	0.0	2.8
HEX Fund Excess/(Shortfall)	(17,321,527)	(13,951,667)	(19,273,320)	(18,739,702)	46.8	19.5	(38.1)	2.8

Note: Gross General Fund Revenue includes Individual Income and Corporate Income tax revenue that is transferred for Property Tax Relief Trust Fund pursuant to §11-11-150.

Source: South Carolina Board of Economic Advisors/BEA/11/10/20



History of FY 2020-21 Forecast Revisions Since February 2020

Revenue Category	2/13/2020 Estimate FY 2020-21	4/9/2020 Estimate FY 2020-21	5/8/2020 Estimate FY 2020-21	08/31/2020 Estimate FY 2020-21	11/10/2020 Estimate FY 2020-21	Total Change Since 2/13/2020
Sales and Use Tax	\$3,572,229,000	\$3,399,926,024	\$3,399,926,000	\$3,367,926,000	\$3,371,458,000	(\$200,771,000)
Individual Income Tax	5,156,732,000	4,707,915,608	4,707,916,000	4,707,916,000	4,695,664,000	(461,068,000)
Corporation Income Tax	444,214,000	421,977,600	375,560,000	375,560,000	370,590,000	(73,624,000)
Insurance Taxes	288,995,000	288,995,000	288,995,000	288,995,000	280,155,000	(8,840,000)
Admissions Tax	34,354,000	34,354,000	34,354,000	24,354,000	24,354,000	(10,000,000)
Aircraft Tax	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	0
Alcoholic Liquor Tax	91,948,000	91,948,000	91,948,000	83,148,000	83,148,000	(8,800,000)
Bank Tax	87,190,000	87,190,000	87,190,000	87,190,000	50,500,000	(36,690,000)
Beer and Wine Tax	113,728,000	113,728,000	113,728,000	113,728,000	113,728,000	0
Bingo Tax	113,000	113,000	113,000	(500,000)	0	(113,000)
Business Filing Fees	8,200,000	8,200,000	8,200,000	8,200,000	8,820,000	620,000
Circuit/Family Court Fines	6,217,000	6,217,000	6,217,000	5,500,000	5,308,000	(909,000)
Corporation License Tax	119,060,000	119,060,000	107,154,000	107,154,000	107,154,000	(11,906,000)
Documentary Tax	91,050,000	91,050,000	91,050,000	91,050,000	91,050,000	0
Earned on Investments	75,000,000	75,000,000	75,000,000	75,000,000	85,000,000	10,000,000
Indirect Cost Recoveries	15,500,000	15,500,000	15,500,000	15,500,000	15,500,000	0
Motor Vehicle Licenses	12,890,000	12,890,000	12,890,000	12,890,000	11,775,000	(1,115,000)
Nursing Home Fees	3,600,000	3,600,000	3,600,000	3,600,000	3,600,000	0
Parole and Probation Fees	3,393,000	3,393,000	3,393,000	3,393,000	3,393,000	0
Private Car Lines Tax	6,787,000	6,787,000	6,787,000	6,787,000	6,492,000	(295,000)
Public Service Authority	17,700,000	17,700,000	17,700,000	17,700,000	17,450,000	(250,000)
Purchasing Card Rebates	3,497,000	3,497,000	3,497,000	3,497,000	3,497,000	0
Record Search Fees	4,461,000	4,461,000	4,461,000	4,461,000	4,461,000	0
Savings and Loan Assoc. Tax	1,038,000	1,038,000	1,038,000	1,038,000	3,048,000	2,010,000
Security Dealer Fees	28,100,000	28,100,000	28,100,000	28,100,000	28,100,000	0
Surcharge on Vehicle Rentals	175,000	0	0	0	0	(175,000)
Tobacco Tax	28,657,000	28,657,000	28,657,000	28,657,000	28,657,000	0
Uncashed Checks	1,000,000	1,000,000	1,000,000	1,000,000	0	(1,000,000)
Unclaimed Property Fund	15,000,000	15,000,000	15,000,000	15,000,000	15,000,000	0
Workers' Comp. Insurance Tax	8,828,000	8,828,000	8,828,000	8,828,000	7,057,000	(1,771,000)
Other Source Revenues	11,931,000	11,931,000	11,931,000	11,931,000	12,904,000	973,000
Gross General Fund Revenue	\$10,254,087,000	\$9,610,556,232	\$9,552,233,000	\$9,500,103,000	\$9,450,363,000	(\$803,724,000)

Tax Relief Trust Fund

Trust Fund for Property Tax Relief

	\$100,000 Residential Property Tax Exemption	Homestead Exemption County/City	School Operations	65 and Over \$50,000 Homestead Exemption	Manufacturer's Depreciation Reimbursement	*Manufacturer's Exemption 14.2857 percent	Merchant's Inventory Tax Exemption	Total
	(Tier I)	(Tier II part1)	(Tier II part 2)	(Total Tier II)	from 20% to 10%	of Assessed Value	(originally passed 1984)	
	1	2	3	4	5	6	7	8
DOLLARS								
FY 2011(TY 2010)	\$249,069,750	\$104,339,347	\$80,892,729	\$185,232,075	\$59,805,615	n/a	\$40,557,257	\$534,664,696
FY 2012(TY 2011)	\$249,069,750	\$106,963,366	\$80,892,729	\$187,856,095	\$59,126,945	n/a	\$40,557,257	\$536,610,046
FY 2013(TY 2012)	\$249,069,750	\$111,237,250	\$80,892,729	\$192,129,979	\$61,028,933	n/a	\$40,557,257	\$542,785,918
FY 2014(TY 2013)	\$249,069,750	\$117,296,259	\$80,892,729	\$198,188,988	\$64,593,259	n/a	\$40,557,257	\$552,409,253
FY 2015(TY 2014)	\$249,069,750	\$121,962,048	\$80,892,729	\$202,854,777	\$67,843,626	n/a	\$40,557,257	\$560,325,409
FY 2016(TY 2015)	\$249,069,750	\$127,312,126	\$80,892,729	\$208,204,855	\$70,482,653	n/a	\$40,557,257	\$568,314,514
FY 2017(TY 2016)	\$249,069,750	\$131,346,479	\$80,892,729	\$212,239,208	\$73,406,912	n/a	\$40,557,257	\$575,273,126
FY 2018(TY 2017)	\$249,069,750	\$136,140,414	\$80,892,729	\$217,033,143	\$75,373,252	n/a	\$40,557,257	\$582,033,401
FY 2019(TY 2018)	\$249,069,750	\$140,693,810	\$80,892,729	\$221,586,539	\$83,927,859	\$6,476,615	\$40,557,257	\$601,618,020
FY 2020(TY 2019)	\$249,069,750	\$146,179,118	\$80,892,729	\$227,071,847	\$82,341,869	\$12,968,848	\$40,557,257	\$612,009,571
FY 2020Appropriation Act Est.	\$249,069,750	\$147,598,098	\$80,892,729	\$228,490,827	\$82,014,348	\$13,920,818	\$40,557,257	\$614,052,999
FY 2020Surplus/(Shortfall)	\$0	\$1,418,980	\$0	\$1,418,980	(\$327,521)	\$951,970	\$0	\$12,434,979
GROWTH RATES								
FY 2011(TY 2010)	0.00%	2.86%	0.00%	1.59%	4.95%	n/a	0.00%	1.08%
FY 2012(TY 2011)	0.00%	2.51%	0.00%	1.42%	-1.13%	n/a	0.00%	0.36%
FY 2013(TY 2012)	0.00%	4.00%	0.00%	2.28%	3.22%	n/a	0.00%	1.15%
FY 2014(TY 2013)	0.00%	5.45%	0.00%	3.15%	5.84%	n/a	0.00%	1.77%
FY 2015(TY 2014)	0.00%	3.98%	0.00%	2.35%	5.03%	n/a	0.00%	1.43%
FY 2016(TY 2015)	0.00%	4.39%	0.00%	2.64%	3.89%	n/a	0.00%	1.43%
FY 2017(TY 2016)	0.00%	3.17%	0.00%	1.94%	4.15%	n/a	0.00%	1.22%
FY 2018(TY 2017)	0.00%	3.65%	0.00%	2.26%	2.68%	n/a	0.00%	1.18%
FY 2019(TY 2018)	0.00%	3.34%	0.00%	2.10%	5.13%**	n/a	0.00%	3.36%
FY 2020(TY 2019)	0.00%	3.90%	0.00%	2.48%	1.80%	100.24%	0.00%	1.73%
10 Year Growth Rate	0.00%	3.72%	0.00%	2.22%	3.75%	n/a	0.00%	1.47%
5 Year Growth Rate	0.00%	3.69%	0.00%	2.28%	3.95%	n/a	0.00%	1.78%
3 Year Growth Rate	0.00%	3.63%	0.00%	2.28%	3.90%	n/a	0.00%	2.08%
PROJECTIONS								
FY21 & FY22 Applied Growth Rates	0.00%	3.69%	0.00%	n/a	3.95%	n/a	0.00%	n/a
FY 2021 Appropriation Act Est.	\$249,069,750	\$148,695,047	\$80,892,729	\$229,587,776	\$89,984,535	\$20,205,818	\$40,557,257	\$629,405,136
FY 2021 (e) Revised Estimate	\$249,069,750	\$151,571,470	\$80,892,729	\$232,464,199	\$85,593,948	\$19,445,463	\$40,557,257	\$627,130,616
FY 2021 (e) Projected Surplus/(Shortfall)	\$0	(\$2,876,423)	\$0	(\$2,876,423)	\$4,390,587	\$760,355	\$0	\$2,274,520
FY 2022 (e) Projection	\$249,069,750	\$157,162,739	\$80,892,729	\$238,055,468	\$88,974,466	\$33,366,281	\$40,557,257	\$650,023,221
FY 2023 (e) Long-range Projection	\$249,069,750	\$163,010,740	\$80,892,729	\$243,903,469	\$92,310,921	\$39,842,896	\$40,557,257	\$665,684,292
FY 2024 (e) Long-range Projection	\$249,069,750	\$169,076,344.86	\$80,892,729	\$249,969,074	\$95,772,488	\$46,319,511	\$40,557,257	\$681,688,079