

SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACT (803)734-0640 • RFA.SC.GOV/IMPACTS

Bill Number: H. 4857 As signed by the Governor on March 2, 2016

Author: Hiott

Subject: Coal Combustion Residuals Requestor: House of Representatives

RFA Analyst(s): Wren and Stein Impact Date: May 25, 2016

Estimate of Fiscal Impact

	FY 2016-17	FY 2017-18
State Expenditure		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Full-Time Equivalent Position(s)	0.00	0.00
State Revenue		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Local Expenditure	Undetermined	\$0
Local Revenue	\$0	\$0

Fiscal Impact Summary

The bill as amended would have no expenditure impact on the General Fund, Federal Funds, or Other Funds. The expenditure impact on local governments is undetermined.

Explanation of Fiscal Impact

Explanation of Amendment by the Senate on February 18, 2016 State Expenditure

The bill as amended clarifies that certain coal combustion residuals are not required to be placed in a Class 3 landfill as long as they are placed in an appropriate landfill which meets the standards of the Department of Environmental Control's Regulation 61-107. Also, the bill defines beneficial reuse as it relates to coal combustion residuals. Additionally, the bill states that nothing in the act affects any other provisions or requirements of law or regulation applicable to coal combustion residuals. These changes do not affect the fiscal impact of the bill. Therefore, the expenditure impact of the bill as amended is unchanged from the bill as filed on February 9, 2016.

State Revenue

N/A

Local Expenditure

The bill as amended makes changes for clarification to Section 58-27-255, which do not affect the fiscal impact of the bill. The local expenditure impact of the bill as amended is unchanged from the bill as filed on February 9, 2016.

Local Revenue

N/A

Explanation of Bill Filed on February 9, 2016 State Expenditure

This bill adds Section 58-27-255, which states that coal combustion residuals that result from an electric utility, an electric cooperative, a governmental entity, a corporation, or an individual producing electricity for sale or distribution by burning coal must be placed in a Class 3 solid waste management landfill. Exceptions are coal combustion residuals that are located contiguous with the electric generating unit, intended to be beneficially reused, placed in beneficial use, or placed in an appropriate landfill owned or operated by the entity that produced the residuals. Unless reenacted or extended, the provisions of this Section are repealed five years from the act's effective date.

Public Service Commission. The agency indicates there will be no expenditure impact associated with this bill.

Office of Regulatory Staff. The agency indicates there will be no expenditure impact associated with this bill.

Department of Health and Environmental Control. The agency indicates there will be no expenditure impact associated with this bill.

State Revenue

N/A

Local Expenditure

The Revenue and Fiscal Affairs Office contacted twenty-three county governments and the Municipal Association regarding the expenditure impact of this bill. Since no responses were received from the surveyed counties, the expenditure impact on county governments is undetermined. The Municipal Association indicates there would be no direct expenditure impact on municipal governments. However, if electric utilities experience higher costs as a result of this bill, the expense would be passed on to customers.

Local Revenue

N/A

Frank A. Rainwater, Executive Director