

## SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACT (803)734-3780 • RFA.SC.GOV/IMPACTS

This fiscal impact statement is produced in compliance with the South Carolina Code of Laws and House and Senate rules. The focus of the analysis is on governmental expenditure and revenue impacts and may not provide a comprehensive summary of the legislation.

<b>Bill Number:</b>	S. 0242 Introduced on January 12, 2021
Author:	Young
Subject:	Special License Plate
Requestor:	House Education and Public Works
RFA Analyst(s):	Griffith
Impact Date:	February 23, 2021

## **Fiscal Impact Summary**

This bill will have no expenditure impact on the Department of Motor Vehicles (DMV) because the agency is not required to bear the cost of the production and distribution of the special license plates. The bill will increase Other Funds revenue of the Department of Transportation (DOT) by at least \$13,600 for the production and distribution of the two special license plates. The remainder of the increase in Other Funds revenue from the \$30 special license plate fee is undetermined because the number of license plates that will be requested is unknown. Therefore, the total increase in revenue to Other Funds of DOT is undetermined.

### **Explanation of Fiscal Impact**

# Introduced on January 12, 2021

### State Expenditure

This bill authorizes DMV to issue Drivers for a Cure special license plates to owners of private passenger carrying motor vehicles or motorcycles. Pursuant to Section 56-3-8100, the individual or organization seeking issuance of each special license plate must bear the \$6,800 cost for the production and distribution of each plate. Therefore, there is no expenditure impact to DMV.

#### **State Revenue**

This bill allows DMV to collect the regular registration fee pursuant to Article 5, Chapter 3, of Title 56, plus an additional \$30 fee. Of that additional \$30 fee, the amount equal to the cost of the production and distribution of the license plates is deposited into the State Highway Fund, which are Other Funds of DOT. DMV estimates that it costs approximately \$10.82 to produce and distribute a special license plate initially. The remaining \$19.18 of the \$30 fee will be distributed evenly between the Duke Cancer Institute and the Medical University of South Carolina Hollings Cancer Center. Every two years after the initial production and distribution, the cost to produce and distribute a special license plate will be \$4.77, and the remaining \$25.23 will be distributed evenly between the Duke Cancer Institute and the Medical University of South Carolina Hollings Cancer Center. Since this is a new special license plate, it is unknown how many will be requested, and therefore the amount of revenue generated from the fee is undetermined.

The funds received for the production and distribution of each special license plate will be distributed to the State Highway Fund. Assuming that a special plate is requested for both private passenger carrying motor vehicles and motorcycles, Other Funds revenue of DOT will increase by at least \$13,600.

**Local Expenditure** N/A

**Local Revenue** N/A

Frank a Camin

Frank A. Rainwater, Executive Director