



**SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE**  
**STATEMENT OF ESTIMATED FISCAL IMPACT**  
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**Bill Number:** H. 4675 Signed by Governor on May 18, 2018  
**Author:** Sandifer  
**Subject:** Captive Insurance Companies  
**Requestor:** House of Representatives  
**RFA Analyst(s):** Gable  
**Impact Date:** May 22, 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	\$0
Other and Federal	\$0	\$0
<b>Local Expenditure</b>	\$0	\$0
<b>Local Revenue</b>	\$0	\$0

**Fiscal Impact Summary**

This bill will have no impact on the General Fund, Other Funds, or Federal Funds as the Department of Insurance’s oversight activities would not be materially altered.

**Explanation of Fiscal Impact**

**Signed by Governor on May 18, 2018**

**State Expenditure**

This bill modifies Chapter 90 of Title 38, “Captive Insurance Companies.” The bill removes redundancies in the previous law, removes captive reinsurance companies from the chapter, and clarifies the meaning of capitalization. The Department of Insurance does not anticipate an expenditure impact as most of the modifications eliminate duplications. Therefore this bill will have no expenditure impact to the General Fund, Other Funds, or Federal Funds.

**State Revenue**

This bill modifies the Captive Insurance Companies, Chapter 90 of Title 38 by eliminating captive reinsurance companies from the law. There have never been any captive reinsurance companies located in this state. Therefore, the elimination of such a company under South Carolina law will have no impact to the General Fund and Other Funds insurance premium tax revenue for the state.

**Local Expenditure and Revenue**

N/A

Frank A. Rainwater, Executive Director