



**SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE**  
**STATEMENT OF ESTIMATED FISCAL IMPACT**  
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**Bill Number:** H. 4795 Signed by Governor on May 18, 2018  
**Author:** Herbkersman  
**Subject:** Manufacturers and Dealers  
**Requestor:** House of Representatives  
**RFA Analyst(s):** Wren  
**Impact Date:** June 11, 2018

**Estimate of Fiscal Impact**

	<b>FY 2018-19</b>	<b>FY 2019-20</b>
<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	See Below	\$0
Other and Federal	\$0	\$0
<b>Local Expenditure</b>	\$0	\$0
<b>Local Revenue</b>	\$0	\$0

**Fiscal Impact Summary**

This bill will reduce General Fund motor vehicle dealer license fee revenue by at least \$50 annually, beginning in FY 2018-19. We anticipate only one dealer who conducts an auction of investment grade or collector motor vehicles will qualify for the dealer license fee exemption. However, if additional dealers qualify to conduct an auction pursuant to the provisions of this bill, General Fund revenue will be reduced by \$50 per dealer annually.

**Explanation of Fiscal Impact**

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

**State Expenditure**

N/A

**State Revenue**

This bill revises the definition of a dealer or motor vehicle dealer to exclude a South Carolina dealer that conducts the auction of investment grade or collector motor vehicles not more than three days per year and that meets certain criteria. This act takes effect upon approval by the Governor.

Pursuant to Section 56-15-10(h)(4), any person who sells more than five motor vehicles in any calendar year is considered a dealer or wholesaler and must pay an annual fee of \$50 pursuant to Section 56-15-310(A). The revenue from the annual \$50 dealer fee is allocated to the General Fund. We anticipate that this bill will apply to only one dealer in the state that will conduct an auction pursuant to the provisions of this bill. Therefore, we anticipate that this bill will reduce

General Fund revenue by \$50 annually, beginning in FY 2018-19. However, if additional dealers qualify to conduct an auction pursuant to the provisions of this bill, General Fund revenue will be reduced by \$50 per dealer annually.

**Local Expenditure**

N/A

**Local Revenue**

N/A



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Frank A. Rainwater, Executive Director