



SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE
STATEMENT OF ESTIMATED FISCAL IMPACT
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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.

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| Bill Number: | H. 4766 | Introduced on January 12, 2021 |
| Author: | Allison | |
| Subject: | Coordinating Council for Workforce Development | |
| Requestor: | House Education and Public Works | |
| RFA Analyst(s): | Coomer | |
| Impact Date: | February 1, 2022 | |

Fiscal Impact Summary

This bill adds the requirement for the Coordinating Council for Workforce Development (council) to coordinate and develop a unified statewide workforce plan, adds five new members to the council, removes references to designees on the council, and adds the State Department of Education (SDE) as an agency that will provide staff for the council.

This bill will increase General Fund expenditures of the Department of Commerce by a non-recurring \$500,000 to \$750,000. The timing of the increase will depend upon the execution of the plan. Updates to the workforce plan every five years will increase General Fund expenditures of the agency by up to \$100,000 for each update.

This bill will have no expenditure impact on SDE because the agency expects to adhere to the requirements of the bill using existing resources.

This bill will have no expenditure impact on the Legislative Council because the duties listed within the bill are within the normal scope of business.

Explanation of Fiscal Impact

Introduced on January 12, 2021

State Expenditure

This bill specifies additional duties for the Coordinating Council for Workforce Development, including the development of a statewide workforce plan and the enforcement of the Education and Economic Development Act of Chapter 59, Title 59. Updates to the workforce plan are required every five years. The bill also adds five new members to the council. Furthermore, the bill requires SDE to provide staff for the council, which is currently staffed by the Commission on Higher Education, the Department of Commerce, and the State Board for Technical and Comprehensive Education. Lastly, the bill directs the Code Commissioner to update certain references within the 1976 Code.

The Department of Commerce. Commerce expects the agency will manage any expenditures related to the addition of five new members to the council within existing appropriations. However, Commerce anticipates that the council's development of a unified, statewide

workforce plan as described in the bill would increase General Fund expenditures of the agency by anywhere from \$500,000 to \$750,000, the timing of which will depend upon the execution of the development of the plan. Additionally, updates to the workforce plan every five years will increase General Fund expenditures of the agency by up to \$100,000 for each update. Therefore, this bill will result in a non-recurring General Fund increase of up to \$750,000 for Commerce in the year that the plan is developed and an additional General Fund expenditure of \$100,000 every fifth year thereafter.

State Department of Education. This bill requires SDE to provide staff support for the council. The agency expects to adhere to the requirements of the bill using existing resources. Therefore, this bill will have no expenditure impact for SDE.

Legislative Council. This bill requires the Code Commissioner, within Legislative Council, to update references for the Coordinating Council for Workforce Development. Updating code sections is within the normal course of business for the Code Commissioner. Therefore, this bill will have no expenditure impact for Legislative Council.

State Revenue

N/A

Local Expenditure

N/A

Local Revenue

N/A



Frank A. Rainwater, Executive Director