

From:

To:

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Subject: White Meeting

S.170—Kimpson—Click-through Nexus—Ways and Means

This bill imposes an obligation to obtain a retail license and remit sales and use tax on an out-of-state retailer that enters into an agreement with a SC resident to refer customers to the retailer.

This obligation is only presumed if the retailer's gross proceeds on sales attributable to SC purchasers who were referred exceed \$10,000 in the preceding 12 months.

Senate Passed 37-4 (3.31.2015) (Nays: Bright, Corbin, Fair, Martin).

- *Fiscal Impact:* no "appreciable increase" in sales or use tax.

S.0427—Hutto—Agriculture Packaging Tax Credit – Ways and Means

This bill would qualify "agriculture packaging" companies for an annual jobs tax credit for each new full-time employee (including "seasonal workers").

This bill would exempt machinery used for "agricultural packaging" from sales tax.

This bill would require the Commerce Department to "consider" agricultural businesses when awarding benefits for economic development projects.

Senate Passed 41-0 (3.31.2015)

- *Fiscal Impact:* would reduce sales and use tax revenue by an estimated \$1,125,000 in FY2015-16. Would also reduce General Fund income tax, bank tax, or insurance premium tax revenue by an estimated \$1,520,000 in FY2016-17 through FY2020-21.

S.0227—Campbell—Extension of Redevelopment Fee Remission—Ways and Means

Current law requires an amount of individual income tax withholdings be remitted to a redevelopment authority vested to oversee the disposition and redevelopment of property turned over to the state due to closed or realigned military installation.

The remitted amount is equal to 5% of all SC wages paid to federal employees at the closed or realigned military installation.

These "redevelopment fees" sunset January 1, 2017.

This bill would extend the sunset to January 1, 2021.

The impacted bases are Charleston Naval Complex, the Savannah River Site, and the Myrtle Beach Air Force Base.

Senate Passed 33-8 (4.26.2016) (Nays: Bright, Bryant, Corbin, Davis, Martin, Peeler, Sheheen, Thurmond)

Fiscal Impact: Decrease GF withholding revenue by \$5,342,560 in each FY 2016-17 and FY 2017-18.

H.5078—White—Date Revisions for Sales and Use Tax and Capital Project Sales Tax—Finance

Amends the dates on which on which Capital Project Sales Taxes end.

House Passed 94-0 (4.26.2016)

Fiscal Impact: no impact on GF, FF, or OF. Local impact unknown.