



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.

| | | |
|------------------------|-----------------------------------|-------------------------------------------|
| Bill Number: | S. 1025 | Amended by House Judiciary on May 3, 2022 |
| Author: | Shealy | |
| Subject: | Birth Certificate, Certified Copy | |
| Requestor: | House of Representatives | |
| RFA Analyst(s): | Griffith, Boggs, and Miller | |
| Impact Date: | May 4, 2022 | |

Fiscal Impact Summary

This bill makes changes to Title 44 regarding certified copies of birth certificates and makes changes to Title 7 regarding elections, early voting, and investigation of election fraud as follows:

Title 44

This bill allows the Department of Social Services (DSS) to obtain certified copies of a birth certificate from the Department of Health and Environmental Control (DHEC) without court orders or other third-party records, pursuant to the terms of a written agreement entered into between the two departments. Both DSS and DHEC indicate that while there may be a small reduction in expenses for office supplies and postage, those savings will be minimal. Therefore, there is no impact to General Fund expenditures.

Title 7

This bill specifies that the State Election Commission (Elections) has powers and duties to supervise and standardize the performance, conduct, and practices of the county boards of voter registration and elections. This will have no expenditure impact as Elections anticipates being able to manage these duties with existing staff and within existing appropriations.

This bill also creates a two-week early voting period preceding every general election. Each county must establish a certain number of early voting locations for registered voters to be able to vote in-person on Monday through Saturday for this two-week period. The minimum required number of locations ranges from one to seven depending on the number of registered voters or the square miles of the county. The main office of the local county board of voter registration and elections may be allowed to count as one of the required locations. This bill also limits a candidate's ability to run for multiple offices in one election or receive nomination from more than one political party.

This bill may increase General Fund expenditures by up to \$829,920 for Elections beginning in FY 2022-23 for reimbursements provided to local boards of voter registration and elections for staffing of the required 182 early-voting locations. Based on the current requirements for election day, Elections assumes each of the 182 required early-voting location will be staffed with four poll workers and an additional clerk who will receive the same compensation as those

who work at the polls on election day. If staffing levels are lower, the expenditures would be reduced as well. Additionally, this bill will increase expenditures by \$160,000 for Elections in FY 2022-23 to update the state's Voter Registration and Election Management System (VREMS). Elections anticipates covering this one-time expense with Federal Funds from the federal Help America Vote Act (HAVA) security grant.

This bill creates a felony for an election official, election worker, or candidate who intentionally publicly reports the results of an absentee ballot tabulation prior to the close of polls. This provision will have no expenditure impact for Judicial, because, while the potential increase in the caseloads for both general sessions and the court of common pleas is unknown, Judicial anticipates the impact will be minimal and can be managed within existing appropriations. Further, the provision will result in an undetermined increase in General Fund and Other Funds expenditures for Department of Corrections (Corrections) beginning in FY 2022-23, as the impact will depend upon the number of convictions under this new felony and the duration of any imprisonments. The total cost to house an inmate in FY 2021-22 is \$30,187, of which \$27,883 is state funded.

Additionally, SLED indicates that the agency will need an additional 3.0 FTEs and expenses to operate the required hotline and investigate reports of election fraud. The estimated General Fund expenditures will total \$209,950 for SLED in FY 2022-23 for 3.0 FTEs' salary, fringe, and other operating expenses and \$78,600 for the purchase a vehicle, for a total General Fund expenditure increase of \$288,550 in FY 2022-23. Each year thereafter, the General Fund expenditure due to this bill for SLED will be \$209,950.

This bill also specifies that the President of the Senate and the Speaker of the House have the right to intervene on behalf of their respective bodies in court cases challenging the validity of an election law, policy, or the way an election is conducted. This bill will have no expenditure impact for the Senate and the House of Representatives, as both bodies anticipate being able to manage any additional responsibilities with existing staff and within existing appropriations.

This bill creates a new felony with a potential fine of up to \$1,000. This may result in a change in the fines and fees collected in court. Court fines and fees are distributed to the General Fund, Other Funds, and local funds. Therefore, Revenue and Fiscal Affairs (RFA) anticipates this bill may result in an undetermined impact to General Fund revenue, Other Funds revenue, and local revenue due to the modifications in fines and fees collections in court.

Based on information provided by Elections, RFA anticipates this bill may increase local expenditures by \$829,920, based upon assuming each of the 182 required early-voting location is staffed with four poll worker and an additional clerk who receives the same compensation as those who work at the polls on election day. This estimate is based on the current staffing requirement for election polls as provided by Elections. These expenditures will be offset by reimbursements from Elections.

Explanation of Fiscal Impact

Amended by House Judiciary on May 3, 2022

State Expenditure

Title 44

This bill allows DSS to obtain certified copies of a birth certificate from DHEC without court orders or other third-party records, pursuant to the terms of a written agreement entered into between the two departments.

Department of Health and Environmental Control. DHEC indicates that while the number of birth certificate requests will remain relatively the same, the agreement with DSS will optimize the agency's processes but should not significantly reduce expenses. Therefore, there will be no impact to General Fund expenditures.

Department of Social Services. This bill eliminates the agency's documentation requirement during the request process, which may result in minimal savings from staff time, office supply costs, and postage associated with the several hundred requests per year that will be reallocated within the program. Therefore, the bill will have no impact to General Fund expenditures.

Title 7

The bill specifies that Elections has powers and duties to supervise and standardize the performance, conduct, and practices of the county boards of voter registration and elections.

This bill also creates a two-week early voting period preceding every general election. Each county must establish a certain number of early voting locations for registered voters to be able to vote in-person on Monday through Saturday for this two-week period. The minimum required number of locations may range from one to seven depending on the number of registered voters or the square miles of the county. The main office of the local county board of voter registration and elections may be allowed to count as one of the required locations. This bill also limits a candidate's ability to run for multiple offices in one election or receive nomination from more than one political party.

Further, this bill updates the absentee ballot form and requires a driver's license or other form of identification be provided for a person to obtain and return an absentee ballot in person. This bill also specifies that any qualified elector may vote absentee if he will be absent from the county during the early-voting period and election day. Additionally, this bill changes the timing of when absentee ballots may be counted from 9:00 AM the day of the election to 7:00 AM on the day before the election and specifies that any elected official or election worker who intentionally publicly reports the absentee ballot tabulation prior to the close of the polls is guilty of a felony and will be subject to a fine up to \$1,000 or imprisonment for up to five years.

Also, this bill requires Elections to update the absentee forms, maintain the statewide voter registration database, and provide an annual report to the House and Senate on the statewide voter registration database, among other responsibilities.

South Carolina Election Commission. This bill specifies that Elections has powers and duties to supervise and standardize the performance, conduct, and practices of the county boards of elections and voter registrations. Elections anticipates being able to manage these duties within existing appropriations.

This bill also requires Elections to update the absentee forms, maintain the statewide voter registration database, and provide an annual report to the House and Senate on the statewide voter registration database, among other responsibilities. Elections anticipates being able to manage these responsibilities with existing staff and within existing appropriations. Additionally, Elections anticipates the need to update to VREMS due to this bill. Elections anticipates the cost to update VREMS will be approximately \$160,000 in FY 2022-23. Elections anticipates using Federal Funds provided through the federal HAVA security grant to cover this one-time expenditure.

Further, Elections reimburses local boards of voter registration and elections for certain elections expenses. This bill will result in an increase in local reimbursable expenditures to staff early-voting locations, and thereby, the state reimbursement. Elections anticipates that the early-voting locations will be staffed in the same manner as polling locations on election day, which requires four poll workers and an additional clerk. Based on this assumption, this bill will increase General Fund expenditures by up to \$829,920 for Elections beginning in FY 2022-23 for reimbursements provided to local boards of voter registration and elections for staffing of the 182 required early-voting locations. If the staffing requirements are lower, the expenditures would be reduced as well.

Judicial. This bill creates a felony for an election official, election worker, or candidate who intentionally publicly reports the results of an absentee ballot tabulation prior to the close of polls. This provision may result in an increase in the caseload in General Sessions court. Additionally, Judicial anticipates this bill may increase the number of actions brought in the Court of Common Pleas, related to challenges to an election. While the potential increase in the caseloads for both courts is unknown, Judicial anticipates the impact will be minimal and can be manage any increase within existing appropriations. Therefore, this bill will have no expenditure impact for Judicial.

Department of Corrections. This bill creates a felony for an election official, election worker, or candidate who intentionally publicly reports the results of an absentee ballot tabulation prior to the close of polls. Upon conviction, the person will be fined no more than \$1,000 or imprisoned for no more than five years. The total cost to house an inmate in FY 2021-22 is \$30,187, of which \$27,883 is state funded. Therefore, this bill will result in an undetermined increase in expenses for Corrections beginning in FY 2022-23, as the impact is dependent upon the number of convictions under this new felony and the duration of any imprisonment.

State Law Enforcement Division. This bill as amended requires SLED to establish a hotline telephone number and email address to receive reports on possible election fraud and other election related violations and must investigate all reported violations. SLED reports that it will need to hire 3.0 FTEs, one administrative coordinator to manage the hotline and e-mail reporting, one statistical analyst to provide research and information on reported complaints, and one agent to investigate the reported complaints. The total General Fund expenditure for these FTEs for salary, and fringe is \$182,950. SLED also anticipated an additional \$27,000 for other operating expenses to support these FTEs. Further, SLED will also incur one-time costs of \$78,600 to purchase a vehicle for the agent, as well as computer and telephone equipment for all new staff. Therefore, the total General Fund expenditure impact for SLED in FY 2022-23 would be \$288,550. Each year thereafter the total General Fund expenditure impact will be \$209,950.

Senate and House of Representatives. This bill as amended specifies that the President of the Senate and the Speaker of the House have the right to intervene on behalf of their respective bodies in court cases challenging the validity of an election law, policy, or the way an election is conducted. Both bodies anticipate that any additional responsibilities created by this amended bill can be managed with existing staff and within existing appropriations.

State Revenue

Title 7

This bill creates a new felony with a potential fine of up to \$1,000. This may result in a change in the fines and fees collected in court. Court fines and fees are distributed to the General Fund, Other Funds, and local funds. Therefore, RFA anticipates this bill may result in an undetermined increase in General Fund revenue, Other Funds revenue, and local revenue due to the modifications in fines and fees collections in court.

Local Expenditure

Title 7

This bill requires an early voting period of two weeks preceding a general election, a primary, special election, and all municipal elections and to the extent time permits, an early voting period for primary runoffs. For general elections, each county board of voter registration and elections must establish early-voting locations based on a formula related to either the number of registered voters or the square mileage of the county, whichever results in a larger number of locations. However, this bill specifies that when the formulas differ by more than three locations, then the Executive Director of the Election Commission may authorize two fewer locations than the higher formula requires.

RFA calculated the minimum required number of early-voting locations based on the number of registered voters by county, published on the State Election Commission's website and RFA's data on the square mileage for each county. Based on these calculations, the counties of Chesterfield, Colleton, Georgetown, Orangeburg, and Williamsburg would all be eligible to have two fewer locations. RFA assumes each of the counties would receive permission from the Election Commission to have two fewer locations than the formula requires, and therefore, calculated the number of required locations based on this assumption. Elections anticipates that each location will require the same number of poll workers to work the early-voting locations as

are required to work the polls on election day. This includes four poll works and an additional clerk. Assuming each poll worker for the early-voting locations receives the same training and daily compensation as those working on election day, each poll worker will receive \$60 for attending training and \$75 per day for working at the early-voting locations. Additionally, the clerk will receive \$60 per day. This will result in a total of \$4,560 per early-voting location for the duration of the early-voting period. The following table displays the minimum required number of early-voting places in each county and the total cost of staffing each location.

ESTIMATED MINIMUM NUMBER OF REQUIRED EARLY-VOTING LOCATIONS

| COUNTY | # LOCATIONS | POLL WORKER COMPENSATION | COUNTY | # LOCATIONS | POLL WORKER COMPENSATION |
|--------------|-------------|--------------------------|--------------|-------------|--------------------------|
| Abbeville | 3 | \$13,680 | Greenwood | 3 | \$13,680 |
| Aiken | 6 | \$27,360 | Hampton | 3 | \$13,680 |
| Allendale | 3 | \$13,680 | Horry | 7 | \$31,920 |
| Anderson | 4 | \$18,240 | Jasper | 4 | \$18,240 |
| Bamberg | 2 | \$9,120 | Kershaw | 4 | \$18,240 |
| Barnwell | 3 | \$13,680 | Lancaster | 3 | \$13,680 |
| Beaufort | 5 | \$22,800 | Laurens | 4 | \$18,240 |
| Berkeley | 7 | \$31,920 | Lee | 3 | \$13,680 |
| Calhoun | 2 | \$9,120 | Lexington | 6 | \$27,360 |
| Charleston | 7 | \$31,920 | Marion | 3 | \$13,680 |
| Cherokee | 2 | \$9,120 | Marlboro | 3 | \$13,680 |
| Chester | 3 | \$13,680 | McCormick | 2 | \$9,120 |
| Chesterfield | 3 | \$13,680 | Newberry | 4 | \$18,240 |
| Clarendon | 4 | \$18,240 | Oconee | 4 | \$18,240 |
| Colleton | 4 | \$18,240 | Orangeburg | 4 | \$18,240 |
| Darlington | 3 | \$13,680 | Pickens | 3 | \$13,680 |
| Dillon | 3 | \$13,680 | Richland | 7 | \$31,920 |
| Dorchester | 3 | \$13,680 | Saluda | 3 | \$13,680 |
| Edgefield | 3 | \$13,680 | Spartanburg | 6 | \$27,360 |
| Fairfield | 4 | \$18,240 | Sumter | 4 | \$18,240 |
| Florence | 5 | \$22,800 | Union | 3 | \$13,680 |
| Georgetown | 4 | \$18,240 | Williamsburg | 3 | \$13,680 |
| Greenville | 7 | \$31,920 | York | 6 | \$27,360 |

Source: State Election Commission and Revenue and Fiscal Affairs

This bill specifies that if the main office of a county board of voter registration and elections is used as an early-voting location, it may constitute one of the required locations. This calculation assumes that the same number of poll workers will be needed to staff the main office. Therefore, local expenditures statewide would increase by up to \$829,920 annually beginning in FY 2022-23. Elections anticipates this local expenditure will be offset by state reimbursements.

Local Revenue

Title 7

This bill creates a new felony with a potential fine of up to \$1,000. This may result in a change in the fines and fees collected in court. Court fines and fees are distributed to the General Fund, Other Funds, and local funds. Therefore, RFA anticipates this bill may result in an undetermined increase in General Fund revenue, Other Funds revenue, and local revenue due to the modifications in fines and fees collections in court.

Additionally, this bill will result in an increase in local reimbursements from Elections totaling \$829,920 to offset the cost of staffing the local early-voting locations.



Frank A. Rainwater, Executive Director