COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u> :	0282-02
<u>Bill No.</u> :	HCS for SJR 2
Subject:	Elections; Secretary of State
Type:	Original
Date:	March 14, 2011

Bill Summary: Allows enabling legislation for photographic identification for voting.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND					
FUND AFFECTED	FY 2012	2 FY 2013 F			
General Revenue	\$0 or (More than \$7,000,000)	\$0 or (More than \$7,000,000)	\$0 to (Unknown)		
Total Estimated Net Effect on General Revenue Fund	\$0 or (More than \$7,000,000)	\$0 or (More than \$7,000,000)	\$0 to (Unknown)		

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses. This fiscal note contains 6 pages.

L.R. No. 0282-02 Bill No. HCS for SJR 2 Page 2 of 6 March 14, 2011

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Total Estimated Net Effect on FTE	0	0	0

□ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

□ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2012	FY 2013	FY 2014
Local Government	\$0	\$0	\$0

L.R. No. 0282-02 Bill No. HCS for SJR 2 Page 3 of 6 March 14, 2011

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the Governor** assume the proposal will not result in added costs for the office.

Officials from the **Office of the Attorney General (AGO)** assume costs can be absorbed with existing resources. Because AGO is responsible for defending such legislation in constitutionality claims, the AGO assumes the nature of the provisions could create fiscal impact. Therefore, the AGO assumes costs to be unknown, but less than \$100,000.

Officials from the **Department of Health and Senior Services (DOHSS)** state this resolution has no fiscal impact on their agency.

Officials from the **Department of Revenue (DOR)** assume this resolution currently does not include a fee for a nondriver license for voting issuance requirements. This resolution only indicates persons must show ID and may use a "valid government-issued photo identification" therefore, this resolution will not have a fiscal impact on the agency.

Also, Section 8's provisions are not self-executing and would require implementing legislation, this provision would authorize the General Assembly to require voter identification as a prerequisite to voting, as proof of U.S. citizenship and Missouri residency by means of a valid government-issued photo identification (likely a Missouri driver's license or nondriver identification card). If subsequent implementing provisions are passed, this may impose additional requirements upon the Department of Revenue to create a system to confirm citizenship and residency requirements and to issue a conforming photo identification document for this purpose.

Officials at the **Office of the Secretary of State (SOS)** assume unless a special election is called for the purpose, Joint Resolutions are submitted to a vote of the people at the next general election. If a special election is called to submit a Joint Resolution to a vote of the people, section 115.063.2 RSMo requires the state to pay the costs. Article III section 52(b) of the Missouri Constitution authorizes the general assembly to order a special election for measures referred to the people and Article XII section 2(b) authorizes the governor to call a special election to submit constitutional amendments to a vote of the people.

The SOS is required to pay for publishing in local newspapers the full text of each statewide ballot measure as directed by Article I, Section 26, 27, 28 of the Missouri Constitution and Section 116.230-116.290, RSMo. The Secretary of State's office is provided with core funding to handle a certain amount of normal activity resulting from each year's legislative session.

L.R. No. 0282-02 Bill No. HCS for SJR 2 Page 4 of 6 March 14, 2011

ASSUMPTION (continued)

Funding for this item is adjusted each year depending upon the election cycle with \$1.3 million historically appropriated in odd numbered fiscal years and \$100,000 appropriated in even numbered fiscal years to meet these requirements. The appropriation has historically been an estimated appropriation because the final cost is dependent upon the number of ballot measures approved by the General Assembly and the initiative petitions certified for the ballot. In FY 2011, at the August and November elections, there were 6 statewide Constitutional Amendments or ballot propositions that cost \$1.02 million to publish (an average of \$170,000 per issue). Therefore, the Secretary of State's office assumes, for the purposes of this fiscal note, that it should have the full appropriation authority it needs to meet the publishing requirements. However, because these requirements are mandatory, we reserve the right to request funding to meet the cost of our publishing requirements if the Governor and the General Assembly change the amount or eliminate the estimated nature of our appropriation.

Oversight has reflected in this fiscal note, the state potentially reimbursing local political subdivisions the cost of having this joint resolution voted on during a special election in fiscal year 2012. This reflects the decision made by the Joint Committee on Legislative Research, that the cost of the elections should be shown in the fiscal note. The next scheduled general election is in February 2012 (FY 2012). It is assumed the subject within this proposal could be on that ballot; however, it could also be on a special election called for by the Governor. Therefore, Oversight will reflect a potential election cost reimbursement to local political subdivisions in FY 2012.

To estimate the expense the state would incur for reimbursing local political subdivisions for a special election, **Oversight** requested expense estimates from all election authorities for an election. Eighty-six out of the one hundred fifteen election authorities responded to Oversight's request. From these respondents; the total election expense that would have to be reimbursed by the state government is over \$7 million. Therefore, Oversight will reflect a potential cost borne by the state in FY 2012 of over \$7 million for reimbursement to the local political subdivisions. Oversight assumes the Governor could call for a special election to be held prior to November 2012 regarding this joint resolution; however, if a special election is not called, the subject will be voted on at the general election in November, 2012.

Oversight assumes local election authorities could incur additional costs with advance voting starting after January1, 2013. Therefore, Oversight will show a potential cost to local political subdivisions starting in FY 2013. Oversight assumes these potential costs will be reimbursed by the Office of Secretary of State. Oversight assumes additional legislative action would be required to enact advance voting and voter ID requirements.

L.R. No. 0282-02 Bill No. HCS for SJR 2 Page 5 of 6 March 14, 2011

FISCAL IMPACT - State Government GENERAL REVENUE FUND	FY 2012 (10 Mo.)	FY 2013	FY 2014
GENERAL REVENUE FUND			
Expense - reimbursement of local political subdivisions for special election costs	\$0 or (More than \$7,000,000)	\$0 or (More than \$7,000,000)	\$0
<u>Expense</u> - Office of Secretary of State - reimbursement of local political subdivisions for advance voting	<u>\$0</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND	\$0 or (More than <u>\$7,000,000)</u>	\$0 or (More than <u>\$7,000,000)</u>	\$0 or <u>(Unknown)</u>
FISCAL IMPACT - Local Government	FY 2012 (10 Mo.)	FY 2013	FY 2014
LOCAL POLITICAL SUBDIVISIONS			
<u>Income</u> - cost reimbursement from the State for special election	\$0 or More than \$7,000,000	\$0 or More than \$7,000,000	\$0
Expense - cost for special election	\$0 or (More than \$7,000,000)	\$0 or (More than \$7,000,000)	\$0
<u>Income</u> - cost reimbursement from the state for advance voting	\$0	\$0 or Unknown	\$0 or Unknown
Expense - costs for advance voting	<u>\$0</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
ESTIMATED NET EFFECT TO LOCAL POLITICAL SUBDIVISIONS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

L.R. No. 0282-02 Bill No. HCS for SJR 2 Page 6 of 6 March 14, 2011

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

Upon voter approval, this constitutional amendment changes the laws regarding elections and voting rights.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Secretary of State Office of the Governor Department of Revenue Office of the Attorney General Department of Health and Senior Services

Mickey Wilen

Mickey Wilson, CPA Director March 14, 2011