Department of Planning and Budget 2020 Fiscal Impact Statement

1.	Bill Number	imber: HB506					
	House of Orig	in 🖂	Introduced		Substitute		Engrossed
	Second House		In Committee		Substitute		Enrolled
2.	Patron: Hope						
3.	. Committee: Counties, Cities and Towns						
4.	Title: County manager plan; election of board members by instant runoff voting.						

- **5. Summary:** Provides that, in a county operating under the county manager plan of government meeting certain criteria, elections to nominate candidates for and to elect candidates to the board of supervisors may be conducted by instant runoff voting, which the bill describes as the method of casting and tabulating votes in which (i) voters rank candidates in order of preference, (ii) tabulation proceeds in sequential rounds in which last-place candidates are defeated, and (iii) the candidate or candidates with the most votes in the final round are elected.
- **6. Budget Amendment Necessary**: See Item 8.
- 7. Fiscal Impact Estimates: Preliminary; see Item 8.
- **8. Fiscal Implications:** This bill would allow a county operating under the county manager plan of government meeting certain criteria to conduct instant runoff voting for elections to nominate and elect candidates to the board of supervisors.

Although the scope of the number of counties and elected offices for which this option is authorized may be limited, the Department of Elections (ELECT) would need to make modifications to the state elections system in order to facilitate such a voting process, as results are reported through the system. Preliminarily, the Department of Elections has identified numerous system modifications needed to facilitate instant runoff voting and believes the full extent of necessary changes may not be understood until after an extensive review and analysis of all potential impacts on the Virginia Election and Registration Information System (VERIS) and other election-related systems (such as election night results reporting, secure electronic ballot delivery system for military and overseas voters, etc.). ELECT anticipates five contractors (business analyst, programmers, and a project manager) will be needed at an average cost of \$130 per hour for 2,000 hours each (\$1,300,000) for the systems changes currently identified. This estimate does not include costs for any additional changes that may require pending further analysis.

The known system changes include the following:

- Add a new type of voting to qualifying offices (all elections will not use this type of voting)
- Modify all corresponding reports in VERIS to accommodate the new vote type
- Modify pre-election data extracts to include ballot details on instant runoff offices

- Modify the election night reporting system to disseminate instant runoff vote data
- Develop new reports to identify instant runoff candidates results
- Modify ballot standards to account for instant runoff offices
- Modify ballot proofing processes and data extracts to account for instant runoff offices
- Update the voting machine certification guidelines
- Have each current certified voting machine vendor have his or her solution recertified after developing any necessary fixes

Development of voter education materials regarding "instant runoff voting" and "voter-nominated primary" would also be expected to be needed.

Voting equipment approved for use in the Commonwealth would also have to be (re) certified that could process voter nominated primary and instant runoff candidates and provide the required information to carry out the legislation.

Localities may also incur costs to purchase voting equipment if its current equipment was not certified.

- **9. Specific Agency or Political Subdivisions Affected:** Virginia Department of Elections, State Board of Elections, general registrars, and localities.
- 10. Technical Amendment Necessary: No.
- 11. Other Comments: None.

Date: 1/22/2020