HOME RULE IN SOUTH CAROLINA
Holley Ulbrich, PhD, September 2019

Home rule means the exercise of independent authority by a local government. There are three kinds of home rule: fiscal (control over taxes, budgets, spending); structural (forms of government, methods of election, boundaries, etc.); and powers of appointment. In 1975 the Constitution was amended to provide for independently elected county governments, but the transfer of power from the General Assembly to local government was far from complete.

School districts. School districts have very little independence from the legislature, which has a great deal of control over their revenue sources, demands a high level of accountability, and has the power to make significant decisions without input from the public or the district board of trustees. School districts were created by separate acts of the legislature for each county that spelled out their boundaries, the composition of the board(s) and method of selection, and the fiscal powers of the school board. Only the General Assembly has the power to change any of these, and within the General Assembly, the decision is delegated to the county delegation.

Because each county’s districts were created by individual legislation, there are great variations in the degree of fiscal autonomy that the elected school board possesses. Some have the power to raise the mill rate, which may or may not be subject to a limit, or a referendum, or legislative approval. Some have control over their budgets; others submit them to county council or town meetings. When the state makes changes in education funding, the ability to adapt depends on how much authority the school board can exercise. Home rule would suggest that uniformity in fiscal authority move in the direction of greater freedom for elected school boards.

In 2011, LWVSC created a statewide position calling for a referendum in the affected county to address any such changes is the structure (but not the fiscal autonomy) of its school district or districts. Numerous changes, including consolidation of districts and elimination and elimination of at-large members, have taken place in the interim, but the General Assembly is unwilling to relinquish the high degree of control they exercise over school districts.

Counties. Prior to 1975, counties were run by their legislative delegations. The county budget was passed as a supply bill by the General Assembly for each county prior to home rule. Even under so-called home rule, many county officials are elected independently of the council, including the sheriff, coroner, probate judge, etc. The county must fund their offices and does not have the power to hire or fire their employees. The same is true of some boards and commissions that are appointed by the
delegation rather than the county council. If the board or commission is created by statute (General Assembly), those appointments are made at the state level, most commonly by the governor on recommendation of the county delegation. Election Commissions are one important example. Recent conflict in Richland County over the Richland County Recreation Commission’s funding needs to staff new facilities raised this question. That Commission is appointed by the county delegation.

**Special purpose districts.** Another issue of home rule is the persistence of special purpose districts that pre-date home rule and provide specified local public services to areas primarily outside municipal boundaries, most often water and sewer, frequently fire protection, recreation, or street lights. Some of these SPDs have elected boards, others appointed boards. Counties are often called upon to collect taxes for these districts but have no power over them. Note: since home rule County Councils are authorized to create special tax districts to provide particular services, but they have more control over these districts and their boards. But the special purpose districts continue to provide services and collect revenue with little input or control from the elected council. There isn’t even a clear count of how many SPDs there are in the state. The S.C. Association of Counties is looking for ways to strengthen home rule for counties and is collaborating with the League on encouraging the General Assembly to finish the work begun almost 40 years ago in creating genuine local government in the state.

**Local legislation.** The Constitution forbids local legislation—bills passed in the General Assembly that affect only one or a few named local governments, although the provision does not apply to school districts. It would actually be desirable if legislators could pass local legislation delegating powers of appointment to counties or addressing problems related to special purpose districts. It would also be desirable to have some input from county citizens (like a referendum) before making significant changes to school districts. The problem is complicated by the actual voting process on such local legislation. The legislators from the county vote while other legislators vote present. In the House, each member of the delegation has one vote regardless of how much of the county he or she represents. In the Senate, votes are allocated between senators in that county or school district based on the proportion of voters represented. In Pickens County, for example, Senator Rice represents 81% of the county and Senator Alexander represents 19%, so Senator Alexander’s vote is irrelevant and his constituents in Pickens County have no voice. Neither system is satisfactory.

**Local Government Fund.** Prior to 1991, the state shared certain tax revenues with cities and counties, with most of the money going to counties. In 1990, the General Assembly changed the state revenue sharing to a percentage of revenue for the previously competed fiscal year. Since that time, the revenue shared has been reduced by redefining the base.

**New restriction on local authority.** Finally, the General Assembly has a habit of micromanaging local governments. When several local governments passed hospitality fees on restaurants, the state acted to limit further expansion but did authorize a hospitality tax which had more restrictions on the use of revenues. The authority of counties to regulate land use was undermined by legislation restricting their ability to disapprove of the location of hog farms. When 15 municipal governments banned the use of plastic bags for environmental reasons, legislation was introduced in both House and Senate to forbid them from doing so. That legislation is still pending.

What can the League of Women Voters do?

- Talk to your county council members about which boards and commissions have their members
appointed by the county delegation and which are appointed by the county council, and whether that needs to be changed. Does the delegation solicit input into those appointments from the elected county council?

- Find out if there are any conflicts or unresolved issues with special purpose districts in your county.
- Make legislators aware of your concerns about excessive restrictions on county home rule.

The League of Women Voters, a nonpartisan political organization, encourages informed and active participation in government, works to increase understanding of major public policy issues, and influences public policy through education and advocacy. Membership in the League is open to men and women of all ages.