COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4437S.01I Bill No.: SJR 61

Subject: Constitutional Amendments; Initiative and Referendum Petitions

Type: Original

Date: January 25, 2024

Bill Summary: This proposal modifies the process for approving constitutional amendments.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND						
FUND AFFECTED	FY 2025	FY 2026	FY 2027			
General Revenue*	\$0 or (More than \$8,000,000)	\$0	\$0			
Total Estimated Net Effect on General Revenue	\$0 or (More than \$8,000,000)	\$0	\$0			

^{*}The potential fiscal impact of "(More than \$8,000,000)" would be realized <u>only</u> if a special election were called by the Governor to submit this joint resolution to voters.

ESTIMATED NET EFFECT ON OTHER STATE FUNDS						
FUND AFFECTED	FY 2025	FY 2026	FY 2027			
Total Estimated Net						
Effect on Other State						
Funds	\$0	\$0	\$0			

Numbers within parentheses: () indicate costs or losses.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS						
FUND AFFECTED	FY 2025	FY 2026	FY 2027			
Total Estimated Net						
Effect on <u>All</u> Federal						
Funds	\$0	\$0	\$0			

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)					
FUND AFFECTED	FY 2025	FY 2026	FY 2027		
Total Estimated Net					
Effect on FTE	0	0	0		

\times	Estimated Net Effe	ect (expenditu	res or reduce	d revenues)	expected t	to exceed \$250	0,000 in a	ny
	of the three fiscal	years after im	plementation	of the act or	r at full im	plementation	of the act.	

☐ Estimated Net I	Effect (savings	or increased	l revenues) e	expected to	exceed \$250,	000 in any of
the three fiscal	years after im	plementation	of the act of	r at full im	plementation of	of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS					
FUND AFFECTED FY 2025 FY 2026 FY 20					
Local Government \$0* \$0					

^{*}The potential fiscal impact to local election authorities (reimbursed by the state) would be realized <u>only</u> if a special election were called by the Governor to submit this joint resolution to voters.

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FISCAL ANALYSIS

ASSUMPTION

Officials from the **Missouri House of Representatives** and the **Missouri Senate** each assume no fiscal impact from the joint resolution.

Officials from the Jackson County Election Board, the Platte County Board of Elections, the St. Louis City Board of Elections, and the St. Louis County Board of Elections each assume no fiscal impact from the joint resolution.

Officials from **Office of the Secretary of State (SOS)** assume, each year, a number of joint resolutions that would refer to a vote of the people a constitutional amendment and bills that would refer to a vote of the people the statutory issue in the legislation may be considered by the General Assembly.

Unless a special election is called for the purpose, Joint Resolutions proposing a constitutional amendment are submitted to a vote of the people at the next general election. Article XII section 2(b) of the Missouri Constitution authorizes the governor to order a special election for constitutional amendments referred to the people. 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. The cost of the special election has been estimated to be \$8 million based on the cost of the 2022 primary and general election reimbursements.

The Secretary of State's office is required to pay for publishing in local newspapers the full text of each statewide ballot measure as directed by Article XII, Section 2(b) of the Missouri Constitution and Section 116.230-116.290, RSMo. Funding for this item is adjusted each year depending upon the election cycle. A new decision item is requested in odd numbered fiscal years and the amount requested is dependent upon the estimated number of ballot measures that will be approved by the General Assembly and the initiative petitions certified for the ballot. In FY 2014, the General Assembly changed the appropriation so that it was no longer an estimated appropriation.

For the FY25 petitions cycle, the SOS estimates publication costs at \$60,000 per page. This amount is subject to change based on number of petitions received, length of those petitions and rates charged by newspaper publishers.

The Secretary of State's office will continue to assume, for the purposes of this fiscal note, that it should have the full appropriation authority it needs to meet the publishing requirements. Because these requirements are mandatory, the SOS reserves the right to request funding to meet the cost of the publishing requirements if the Governor and the General Assembly again change the amount or continue to not designate it as an estimated appropriation.

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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 2025. 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 statewide general election is in November 2024 (FY 2025). It is assumed the subject within this proposal could be on this ballot; however, it could also be on a special election called for by the Governor (a different date). Therefore, Oversight will reflect a potential election cost reimbursement to local political subdivisions in FY 2025.

ESTIMATED NET EFFECT ON GENERAL REVENUE*	\$0 or (More than <u>\$8,000,000)</u>	<u>\$0</u>	<u>\$0</u>
	CO on (Mono		
Transfer Out - SOS - reimbursement of local election authority election costs if a special election is called by the Governor	\$0 or (More than \$8,000,000)	<u>\$0</u>	<u>\$0</u>
GENERAL REVENUE			
	(10 Mo.)		
FISCAL IMPACT – State Government	FY 2025	FY 2026	FY 2027

^{*}The potential fiscal impact of "(More than \$8,000,000)" would be realized <u>only</u> if a special election were called by the Governor to submit this joint resolution to voters.

FISCAL IMPACT – Local Government	FY 2025 (10 Mo.)	FY 2026	FY 2027
LOCAL POLITICAL SUBDIVISIONS			
Transfer In - Local Election Authorities - reimbursement of election costs by the State for a special election	\$0 or More than \$8,000,000	\$0	\$0
Costs - Local Election Authorities - cost of a special election if called for by the Governor	\$0 or (More than \$8,000,000)	<u>\$0</u>	<u>\$0</u>
ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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FISCAL IMPACT – Small Business

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

FISCAL DESCRIPTION

This constitutional amendment, if approved by the voters, modifies various provisions relating to initiative petitions.

Under current law, any constitutional amendment or new constitution takes effect when approved by a simple majority of the votes cast on the measure. Under this joint resolution, if approved by the voters, any constitutional amendment or new constitution takes effect when approved by both a simple majority of the votes cast on the measure statewide and a simple majority of the votes cast in a majority of the state representative districts.

Additionally, no person shall be eligible to vote on any measure submitted to the people that amends, repeals, or replaces this constitution, whether submitted through the initiative petition process, by the General Assembly, or by a constitutional convention, unless such person is a legal resident of the state of Missouri and a citizen of the United States of America.

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
Missouri House of Representatives
Missouri Senate
Jackson County Election Board
Platte County Board of Elections
St. Louis City Board of Elections
St. Louis County Board of Elections

Julie Morff Director

January 25, 2024

June world

Ross Strope Assistant Director January 25, 2024