COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0447S.01I Bill No.: SJR 14

Subject: Constitutional Amendments; Courts; General Assembly; Governor & Lieutenant

Governor; Judges

Type: Original Date: April 7, 2021

Bill Summary: This proposal modifies the selection of certain judges by providing for

appointment by the Governor with the advice and consent of the

Senate.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
	\$0 or (More than		
General Revenue*	\$7,000,000)	\$0	\$0
Total Estimated Net			
Effect on General	\$0 or (More than		
Revenue	\$7,000,000)	\$0	\$0

^{*}The potential fiscal impact of "(More than \$7,000,000)" would be realized only 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 2022	FY 2023	FY 2024
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 2022	FY 2023	FY 2024
Total Estimated Net			
Effect on All Federal			
Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
Total Estimated Net			
Effect on FTE	0	0	0

- ⊠ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.
- ☐ Estimated Net Effect (savings or increased revenues) expected to exceed \$250,000 in any of the three fiscal years after implementation of the act or at full implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2022	FY 2023	FY 2024
Local Government	\$0*	\$0	\$0

^{*}Possible costs and state reimbursements net to zero, if put before the voters at a special election.

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FISCAL ANALYSIS

ASSUMPTION

Officials from **Office of the Secretary of State** 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 \$7 million based on the cost of the 2020 Presidential Preference Primary.

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.

In FY19, over \$5.8 million was spent to publish the full text of the measures for the August and November elections. The SOS estimates \$65,000 per page for the costs of publications based on the actual cost incurred for the one referendum that was on the August 2018 ballot.

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, they reserve the right to request funding to meet the cost of our publishing requirements if the Governor and the General Assembly again change the amount or continue to not designate it as an estimated 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 2022. 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 primary election is in August 2022 and the next scheduled general election is in November 2022 (both in FY 2023). It is assumed the subject within this proposal could be on one of these ballots;

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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 2022.

Officials from the **Office of the State Courts Administrator** assume there may be some impact but there is no way to quantify that currently. Any significant changes will be reflected in future budget requests.

Officials from the **Office of the Governor (GO)** assumes this section changes the way the Governor appoints Supreme Court and Court of Appeals judges. The GO will now be tasked with selecting and appointing one person for any vacancies among these courts, whereas the nonpartisan judicial commission currently provides the Governor with three nominations from which to choose. There should be no added cost to the Governor's Office as a result of this measure.

Officials from the **Missouri Senate** assume the proposal will have no fiscal impact on their organization. **Oversight** does not have any information to the contrary. Therefore, Oversight will reflect a zero impact in the fiscal note.

FISCAL IMPACT –	FY 2022	FY 2023	FY 2024
State Government	(10 Mo.)		
GENERAL			
REVENUE			
Transfer Out – SOS –			
reimbursement of			
local election			
authority election			
costs if a special	\$0 or (More than		
election is called by	\$7,000,000)	<u>\$0</u>	<u>\$0</u>
the Governor			
ESTIMATED NET			
EFFECT ON			
GENERAL	\$0 or (More than		
REVENUE	<u>\$7,000,000)</u>	<u>\$0</u>	<u>\$0</u>

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FISCAL IMPACT –	FY 2022	FY 2023	FY 2024
<u>Local Government</u>	(10 Mo.)		
LOCAL			
LOCAL			
POLITICAL			
SUBDIVISIONS			
<u>Transfer In</u> – Local			
Election Authorities –			
reimbursement of			
election costs by the			
State for a special	\$0 or More than		
election	\$7,000,000	\$0	\$0
Costs – Local			
Election Authorities –	\$0 or (More than		
cost of a special	\$7,000,000)	<u>\$0</u>	<u>\$0</u>
election if called			
ESTIMATED NET			
EFFECT ON			
LOCAL			
POLITICAL			
SUBDIVISIONS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT – Small Business

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

FISCAL DESCRIPTION

This proposed constitutional amendment, if approved by the voters, repeals the selection of judges for the Missouri Supreme Court and the Court of Appeals through appointment by the Governor on nomination from the Appellate Judicial Commission. Judges of those courts shall be appointed by the Governor with the advice and consent of the Senate.

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

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SOURCES OF INFORMATION

Office of the Secretary of State Office of the State Courts Administrator Office of the Governor Missouri Senate

Julie Morff
Director

April 7, 2021

Ross Strope Assistant Director April 7, 2021