Fiscal impact reports (FIRs) are prepared by the Legislative Finance Committee (LFC) for standing finance committees of the Legislature. LFC does not assume responsibility for the accuracy of these reports if they are used for other purposes.

FISCAL IMPACT REPORT

		LAST UPDATED	2/14/23
SPONSOR _	O'Neill/Correa Hemphill/ Hochman-Vigil	ORIGINAL DATE	01/26/23
		BILL	Senate Bill
SHORT TIT	LE Primary Election Voting Requirement	NUMBER	73/aSJC
		ANALYST	Hitzman

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT* (dollars in thousands)

	FY23	FY24	FY25	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Primary Election Mailers**	No fiscal impact	Roughly \$125.0	No fiscal impact	\$125.0	Recurring	Election Fund
Ballot On Demand System	No fiscal impact	\$500.0 - \$1,000.0	No fiscal impact	\$500.0 - \$1,000.0	Nonrecurring	Election Fund
Total	No Fiscal Impact	· ·	\$125.0	\$625.0 - \$1,125.0		

Parentheses () indicate expenditure decreases.

Duplicate of House Bill 54

Sources of Information

LFC Files

PEW Research – Party affiliation among adults in New Mexico Secretary of State Files - 2021 Voter Registration Data (Statewide Registration, 12/2022)

Responses Received From Secretary of State (SOS)

No Response Received County Clerks Affiliate Association of Counties

SUMMARY

Synopsis of SJC Amendment to Senate Bill 73

The Senate Judiciary Committee amendments to Senate Bill 73 (SB73) differentiates between the "notice" and the "cards" being sent and provides that the card "may" be returned; the amendment clarifies that the notice, rather than the card, shall inform, rather than require, the voter that they "may" return the card and indicate which major political party's ballot they

^{*}Amounts reflect most recent analysis of this legislation.

^{**} Primary election costs will be incurred in FY24 and will recur every other year.

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choose. Further, the amendment provides that in addition to returning the card, voters may "log on to a website hosted by the secretary of state to indicate which major political party's ballot the voter chooses for that primary election."

Synopsis of Original Bill

Senate Bill 73 (SB73) amends the Election Code to allow voters to select a major party ballot and vote in primary elections even if the voter is unaffiliated with a major party without having to change their registration status.

The effective date of this bill is July 1, 2023.

FISCAL IMPLICATIONS

This bill would essentially make all voters eligible to participate in primary elections, which could have an impact on voter turnout. If there is a resulting increase in voter turnout as a result of this bill, the Secretary of State's Office (SOS) estimates the need for additional ballot on demand systems to accommodate the increase. The office estimates a nonrecurring cost of \$500 thousand to \$1 million for the additional systems, based on the real difference of ballot on demand costs from the 2022 primary.

SB73 requires additional notices be sent to voters who are unaffiliated with a major party during a primary election. The increase in mail ballot election precinct notifications would result in additional costs. SOS notes "mail ballot precincts have fewer than one hundred voters and the nearest polling place for an adjoining precinct is more than twenty miles driving distance from their boundaries. These precincts are exceptional in that they are created upon request of the county clerk. There are many more precincts in New Mexico that are not mail-ballot precincts." According to the office, costs would vary based on size of the precinct and number of voters within who are unaffiliated with a major party.

However, generally the office reports it spends \$500 thousand to notify voters per election. Given that nearly one quarter of voters would need to be notified due to their unaffiliated status, this could result in an additional cost of \$125 thousand, and the amount is scored as recurring. However, the cost would only be incurred every other year when there is a primary election. Additionally, that estimate also includes costs of notifying voters during special elections, which the SOS takes over for the counties, so this estimate likely overstates the expected cost to some extent. Further, SJC amendments to the bill provide that a voter may instead use a website to request a ballot, so these costs may be slightly less than initial estimated costs for processing return mail, but mail being sent out will likely result in similar costs as estimated under the original bill.

Because the amendments to the bill provide that a voter may request a ballot through a website, SOS may incur additional costs associated with maintaining a webpage for that purpose and staff for processing the requests. However, this addition cost is unknown and likely minimal given the number of business processes at the office that are already done online.

SIGNIFICANT ISSUES

Although it is unclear from the provisions of the bill how many individuals would now be eligible to vote in a primary election who were not eligible before, Pew Research finds 15

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percent of New Mexican adults identify with no particular party, equating to roughly 315 thousand individual who could be impacted by this bill. This aligns relatively closely with the Secretary of State's voter information data, which shows as of December 2022, 22.6 percent of registered voters in New Mexico were not affiliated with one of the three major parties—Democratic, Republican, and Libertarian. Therefore, under the provisions of SB73, almost one quarter of the state's registered voters would now be able to vote in a primary election.

The bill allows independent voters to affiliate with a political party just for a primary election without changing their certificate of registration. According to SOS, other states seem to allow this semi-open primary structure, including Colorado, Iowa, Kansas, Massachusetts, New Hampshire, Rhode Island, West Virginia, and Wyoming.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

During an election and in accordance with existing law, the Secretary of State and county clerks will continue to provide voters not registered with a major party the opportunity to register with a major party and vote in primary elections.

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