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# AGENCY BILL ANALYSIS - 2025 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO

<u>AgencyAnalysis.nmlegis.gov</u> and email to <u>billanalysis@dfa.nm.gov</u> (Analysis must be uploaded as a PDF)

#### **SECTION I: GENERAL INFORMATION**

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

<b>Date Prepared</b> :	1/15/2025	Check all that apply:		
<b>Bill Number:</b>	HB 26	Original	X	Correction
		Amendment S		Substitute

Sponsor:	Kathleen Cates	Agency Name and Code AOC 218 Number:	
Short	Ticket Scalping at State and	Person Writing Adam Leuschel	
Title:	Nonprofit Events	Phone: 505-699-6451 Email aocapl@nmcourts.gov	_

#### **SECTION II: FISCAL IMPACT**

#### **APPROPRIATION (dollars in thousands)**

Appropr	iation	Recurring	Fund	
FY25	FY26	or Nonrecurring	Affected	
\$0	\$0			

(Parenthesis () indicate expenditure decreases)

#### **REVENUE (dollars in thousands)**

Estimated Revenue			Recurring	Fund
FY25	FY26	FY27	or Nonrecurring	Affected
\$0	\$0	\$0		

(Parenthesis () indicate revenue decreases)

## **ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)**

	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	\$0	\$0	\$0			

(Parenthesis () Indicate Expenditure Decreases)

#### **SECTION III: NARRATIVE**

### **BILL SUMMARY**

<u>Synopsis:</u> HB 26 amends NMSA 1978, Section 30-46-1(A) to prohibit ticket scalping for events by the state, a political subdivision of the state, and 501(c)(3) nonprofit corporations. As currently written, Section 30-46-1(A) only prohibits ticket scalping for college athletic events.

## **FISCAL IMPLICATIONS**

There will be a minimal administrative cost for statewide update, distribution and documentation of statutory changes. Any additional fiscal impact on the judiciary would be proportional to the enforcement of this law and commenced prosecutions, and appeals from convictions.

New laws, amendments to existing laws and new hearings have the potential to increase caseloads in the courts, thus requiring additional resources to handle the increase. Regardless, very few cases have been prosecuted under Section 30-46-1 in the last five years.

## SIGNIFICANT ISSUES

Ticket scalping is the practice of reselling tickets to an event at a higher price than the price charged by the event venue. Ticket scalping is a widespread issue in the arts industry, including in New Mexico. In recent years, tickets at Popejoy Hall have been scalped for over five times their retail price. *See <u>https://www.krqe.com/news/larry-barker/stealing-the-show-how-online-ticket-scalpers-target-new-mexicans/</u>. As the article explains, in addition to reselling tickets for much higher than retail price, scalpers often tack on hidden fees that further inflate the price.* 

Expanding the types of events at which ticket scalping is prohibited could potentially increase the number of defendants charged under NMSA 1978, Section 30-46-1. More defendants would require additional judge time, court staff time, and courtroom availability, and would increase the time required to dispose of cases.

# **PERFORMANCE IMPLICATIONS**

The courts are participating in performance-based budgeting. This bill may have an impact on the measures of the courts in the following areas:

- Cases disposed of as a percent of cases filed
- Percent change in case filings by case type

# **ADMINISTRATIVE IMPLICATIONS**

See "fiscal implications" above.

# CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None.

# **TECHNICAL ISSUES**

# **OTHER SUBSTANTIVE ISSUES**

# ALTERNATIVES

# WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

# AMENDMENTS