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## FISCAL IMPACT REPORT

SPONSOR Rodriguez ORIGINAL DATE 1/28/22  
LAST UPDATED 2/10/22 HB \_\_\_\_\_  
SHORT TITLE Santa Fe Homeless Shelter SB 96/aSHPAC  
ANALYST J. Torres

### APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY22	FY23		
	\$300.0	Recurring	General Fund

(Parenthesis ( ) Indicate Expenditure Decreases)

Relates to SB63

### SOURCES OF INFORMATION

LFC Files

Responses Received From [prior to amendment]

New Mexico Mortgage Finance Authority (NMMFA)  
Human Services Department (HSD)

### SUMMARY

#### Synopsis of SHPAC Amendment

The Senate Health and Public Affairs Committee amendment to Senate Bill 96 amends the title on page one, lines 11 and 12 as follows:

MAKING AN APPROPRIATION FOR OPERATIONAL SUPPORT FOR HOMELESS AND SUPPORTIVE HOUSING PROGRAMS IN THE CITY OF SANTA FE.

Page 1 lines 18 and 19 is amended as follows:

APPROPRIATION.--Three hundred thousand dollars (\$300,000) is appropriated from the general fund to the human services department for expenditure in fiscal year 2023 to provide operational support for homeless shelters and supportive housing programs in the city of Santa Fe. Any unexpended or unencumbered balance remaining at the end of fiscal year 2023 shall revert to the general fund.

The amendments broaden the scope of SB96 which originally referred to homeless shelter and

program as singular and now refers to: “homeless shelter housing programs and supportive programs.”

Synopsis of original bill

Senate Bill 96 appropriates \$300 thousand from the general fund to HSD for FY23 for the purpose of providing operational support for a homeless shelter and supporting housing program in Santa Fe.

Unexpended and unencumbered balances at the end of FY23 revert to the general fund.

There is no effective date of this bill. It is assumed that the effective date is 90 days following adjournment of the Legislature.

**FISCAL IMPLICATIONS**

The appropriation of \$300 thousand contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY23 shall revert to the general fund.

HSD stated: “In order to administer the funding, the Behavioral Health Services Division (BHSD) will require the efforts of a .05 FTE, pay band 70, calculated to be \$5,988 including operational costs, salary, and benefits.”

**SIGNIFICANT ISSUES**

NMMFA reports: “[h]omelessness and rent have increased significantly, making the need for homeless shelters and services even greater. In the past year, rent has increased 13.7 percent nationwide and 18.5 percent in Albuquerque (Yardi Matrix, National Multifamily Report, October 2021). In 2016, New Mexico’s median home sale price was \$185,000 but by November 2021 the median home sale price in New Mexico was \$290,500, a 57 percent increase in 5 years (New Mexico Association of Realtors). The Department of Housing and Urban Development’s 2020 Annual Homeless Assessment Report to Congress showed that among all states, New Mexico had the highest increase in homelessness as measured by the point-in-time (PIT) count at 27 percent. Homeless shelters and supportive housing programs help homeless individuals by providing emergency shelter, food, and counseling services, as well as referrals to partnering human service agencies.”

**OTHER SUBSTANTIVE ISSUES**

HSD states: “[t]his funding is not recurring which could pose issues with sustainability for the operations it supports.”

**WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL**

NMMFA states: “[i]f SB96 is not passed the homeless shelter and supportive housing programs will need to seek other sources of funding for operations.”