

June 2020 Quarterly Update

Quarterly Status of Outstanding Capital Funds

- As of June 18, 2020, approximately \$1.1 billion from all funding sources for 2,069 projects remains outstanding, including \$59.7 million of earmarked fund balances for water (\$23.8 million), tribal (\$19.0 million), and colonias (\$16.8 million) infrastructure projects. Additionally, approximately \$397.3 million remains outstanding from supplemental severance tax bonds for public schools.
- The majority of the unexpended balance is from 2019 appropriations, 1,353 projects totaling \$768.4 million, and \$294.8 million appropriated between 2016 and 2018.
- General Fund (GF) projects account for 65 percent of the total unexpended balance, along with General Obligation Bonds (GOB) 16 percent, Severance Tax Bonds (STB) 9 percent, and other state funds (OSF) 10 percent.

2016-2019 Capital Outlay All Fund Sources "Outstanding" Projects Only (in millions)

Year	Number of Projects	Amount Appropriated	Amount Expended	Amount Unexpended	Percent Expended for Year
2016	203	\$196.5	\$134.0	\$62.5	68.2%
2017	9	\$4.7	\$2.6	\$2.1	55.3%
2018	504	\$310.2	\$80.0	\$230.2	25.8%
2019	1353	\$920.4	\$152.0	\$768.4	16.5%
Total	2069	\$1,431.8	\$368.6	\$1,063.2	25.7%

Source: Capital Projects Monitoring System

- Approximately \$516.4 million appropriated from GF and STB is for state-owned projects, the majority authorized in 2019.

2016-2019 Capital Outlay Funding "Outstanding" STB and GF Projects Only (in millions)

STATE ALLOCATIONS					
Year	Number of Projects	Amount Appropriated	Amount Expended	Amount Unexpended	Percent Expended for Year
2016	26	\$53.9	\$42.5	\$11.4	79%
2017	2	\$1.1	\$1.0	\$.1	92%
2018	52	\$54.7	\$40.0	\$14.6	73%
2019	214	\$406.7	\$81.6	\$325.1	20%
Total	294	\$516.4	\$165.1	\$351.3	32%

Source: Capital Projects Monitoring System

- In the 2020 Regular Session, \$422.7 million was appropriated for capital outlay projects statewide, including approximately \$352.3 million from STB capacity, \$42.9 million from the GF, and \$27.4 million from OSF.
- In June and July 2020, the Board of Finance (BOF) authorized the issuance of \$251.9 million for 501 capital projects appropriated in the 2020 Regular Session. The sale included \$55.3 million for earmarked funds for water, colonias, and tribal infrastructure. The remaining bonds totaling \$100.5 million for 332 projects are scheduled for issuance in the fall.
- The Department of Finance and Administration (DFA) has budgeted all GF appropriations and the issued STB appropriations. Grant agreements are currently under development. All 2020 appropriations will be included in the next quarterly report.

\$1 Million and Greater Report (Attachment A)

LFC staff tracks all capital appropriations of \$1 million or more for 200 projects totaling \$983.4 million as of June 2020. The unexpended balance is approximately \$648.2 million, or 66 percent, of all unexpended funds. Since the March 2020 report, 5 appropriations totaling \$10.5 million were fully expended or reverted.

Major Projects Completed This Quarter				
Agency	Project Description	Year	Fund	Appropriation Amount
NMHU	NMHU Rodgers Admin Buildings Renovation	2016	GOB	\$4,500,000
UNM	UNM-Gallup Physical Plant and Storage Facility	2016	GOB	\$1,500,000
HED	CCC Roof and Parking Lot Replacement & Repairs	2018	GOB	\$1,500,000
NMHU	NMHU Rodgers Hall Renovations	2019	GF	\$1,000,000
SOS	SOS Voting Tabulators	2019	GF	\$1,975,000

Red Rated Projects				
Agency	Project Description	Year	Fund	Appropriation Amount
ALTSD	Senior Center Renovation	2016	GOB	\$15,243,300
GSD	Oil Conservation District Office – Artesia (Reauth)	2016	STB	\$1,000,000
HED	SIPI Library & Buildings Renovations	2016	GOB	\$2,000,000
NMMI	Barrack Sink Rooms Renovations	2016	GOB	\$3,750,000
ENMU	ENMU Roosevelt Science Hall Phase 1	2018	GOB	\$8,000,000
GFD	Dam Safety Compliance	2018	GPF	\$1,000,000
PSFA	Pre-K Classrooms (Reauth)	2018	PSCOF	\$5,000,000
GSD	NMCD HVAC/Roof/Security/Sewer Improvements	2019	GF	\$13,000,000
NMED	River Stewardship Program	2019	GF	\$1,500,000
UNM	UNM ROTC Facility Phase 2 Improvements	2019	UIF*	\$2,000,000

*University Income Fund

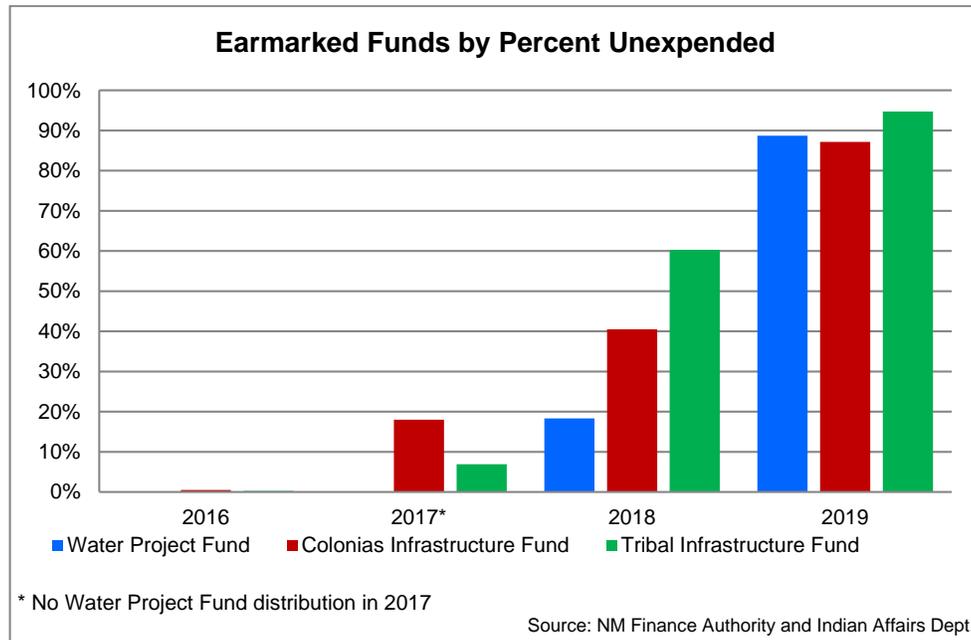
Aging and Long Term Services (ALTSD) GOB Projects

In 2016, over \$15.2 million was appropriated from GOB for 109 senior center projects. Currently, 16 entities listed in the chart below have no expenditures.

Approp ID	County	Project Title	Approp Amount
A5003	Bernalillo	LOS VOLCANES SENIOR CENTER-VEHICLES	\$47,500
A5007	Catron	GLENWOOD SENIOR CENTER-IMPROVE CODE	\$51,000
A5009	Catron	RESERVE SENIOR CENTER-VEHICLES	\$91,000
A5020	Grant	HURLEY SITE KITCHEN-MEALS EQUIP	\$63,000
A5021	Grant	MIMBRES SENIOR CENTER-MEALS EQUIP	\$51,000
A5031	Luna	DEMING SENIOR CENTER-MEALS EQUIP	\$54,000
A5034	McKinley	BACA SENIOR CENTER-IMPROVE CODE	\$4,800
A5042	Otero	CLOUDCROFT SENIOR CENTER-RENOVATE	\$15,000
A5045	Otero	TULAROSA SENIOR CENTER-VEHICLES	\$29,500
A5068	Sandoval	CORRALES SENIOR CENTER-RENOVATE	\$20,500
A5069	Sandoval	CUBA SENIOR CENTER-IMPROVE CODE	\$101,650
A5074	Sandoval	JEMEZ COMMUNITY CENTER-RENOVATE	\$71,100
A5099	Socorro	VEGUITA SENIOR CENTER-RENOVATE	\$6,800
A5103	Torrance	ESTANCIA SENIOR CENTER-MEALS EQUIP	\$7,800
A5104	Torrance	ESTANCIA SENIOR CENTER-VEHICLES	\$80,100
A5105	Torrance	MOUNTAINAIR SENIOR CENTER-MEALS EQUIP	\$7,800
		TOTAL	\$702,550

Status of Earmarked Funds (Attachments B, C, and D)

- The chart below summarizes, by year, the percent of all unexpended awards from earmarked funds (water, colonias, and tribal funds). The water project fund STB distribution was suspended as part of solvency efforts during the 2017 special legislative session.



2020 Special Legislative Session Update

- To determine general fund capital availability for solvency, an executive directive froze 2019 general fund transactions with no contractual obligations between May 25 and June 25, 2020. Critical projects for water, health, or safety were allowed to proceed.
- Senate Bill 5, Chapter 3, identified 71 capital projects totaling \$13.9 million to void unless an encumbrance of 5 percent of the total appropriation is certified to DFA by September 24. As of July 24, 11 capital projects totaling \$2.1 million had certified encumbrances to avoid reversion.

Note: Data for quarterly and \$1 million or greater reports is derived from DFA and the New Mexico Capital Outlay Dashboard, which is operated and maintained by DFA. Data is updated quarterly by state agencies and monthly by local entities responsible for oversight of the projects and includes expenditures, project status, milestones achieved last quarter, and projected milestones. The \$1 million or greater and quarterly reports are posted on the LFC website under “*Publications and Reports*” at <http://www.nmlegis.gov/lcs/lfc/lfccapital.aspx>.