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**FISCAL IMPACT REPORT**

|              |                                |             |          |          |           |
|--------------|--------------------------------|-------------|----------|----------|-----------|
| SPONSOR:     | Knauer                         | DATE TYPED: | 01/29/00 | HB       | 289       |
| SHORT TITLE: | Programs For Homeless Veterans |             |          | SB       |           |
|              |                                |             |          | ANALYST: | Pickering |

**APPROPRIATION**

| Appropriation Contained |          | Estimated Additional Impact |         | Recurring<br>or Non-Rec | Fund<br>Affected |
|-------------------------|----------|-----------------------------|---------|-------------------------|------------------|
| FY00                    | FY01     | FY00                        | FY01    |                         |                  |
| NFI                     | \$ 100.0 |                             | Minimal | Recurring               | GF               |

(Parenthesis ( ) Indicate Expenditure Decreases)

Duplicates SB35

**SOURCES OF INFORMATION**

New Mexico Veterans' Service Commission (NMVSC)

## **SUMMARY**

### Synopsis of Bill

HB289 appropriates \$100.0 from the general fund to NMVSC for expenditure in FY 2001 to provide community-based rehabilitation and programs for homeless veterans. Any unexpended or unencumbered balance remaining at the end of FY 2001 shall revert to the general fund.

## **FISCAL IMPLICATIONS**

According to the agency, the bill creates funding for homeless services and programs, but contains no appropriation for associated administrative costs.

## **ADMINISTRATIVE IMPLICATIONS**

NMVSC reported that HB289 would add some additional expenses in the categories of travel, supplies and materials and operating costs.

## **CONFLICT/DUPLICATION/COMPANIONSHIP/RELATIONSHIP**

HB289 duplicates SB35.

## **SUBSTANTIVE ISSUES**

While not explicitly stated, HB289 implies that funding be used in contractual services since NMVSC has an

established contractual arrangement with several veterans organizations to provide benefit claims assistance, transportation delivery and referral services. However, the agency expressed serious concern about the bill's broad language, which does not define what types of community-based rehabilitation services and programs NMVSC is to administer. The agency could use the funding to develop initiatives with new contractors or continue with its existing programs.

## **ALTERNATIVES**

NMVSC recommended an appropriation to fund a statewide study to better assess homelessness among New Mexico's veterans. Consequently, the agency views this as a means for the state to develop a wider range of projects to reach the target population.

## **CONSEQUENCES OF NOT ENACTING THIS BILL**

Homelessness among veterans will continue to be a pressing issue.

RWP/gm