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## FISCAL IMPACT REPORT

SPONSOR: Ponce DATE TYPED: 02/14/03 HB 434

SHORT TITLE: Chaves County Low Income Housing SB \_\_\_\_\_

ANALYST: Padilla

### APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY03	FY04	FY03	FY04		
	\$100.0			Non-recurring	General Fund

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

LFC Files

Responses Received From  
Department of Finance and Administration

### SUMMARY

#### Synopsis of Bill

House Bill 434 appropriates \$100.0 from the general fund to DFA's Local Government Division for the purpose of surveying low-income housing needs in Chaves County.

#### Significant Issues

The bill stipulates that a seven-member advisory committee from Chaves County, including five low-income housing activists and two county government officials, would work with the Local Government division to perform the survey.

The New Mexico Mortgage Finance Authority, in partnership with the Local Government Division, takes leadership for affordable housing issues in New Mexico. DFA believes the MFA may have a role in carrying out the intent of this bill.

**FISCAL IMPLICATIONS**

The appropriation of \$100.0 contained in this bill is a non-recurring expense to the general fund. The study called for in the bill would presumably be conducted only once. Any unexpended or unencumbered balance remaining at the end of fiscal year 04 shall revert to the general fund.

**ADMINISTRATIVE IMPLICATIONS**

DFA believes the bill does not provide adequate funding to the Local Government Division to carry out the intent of this bill.

**POSSIBLE QUESTIONS**

1. Are there other types of funds available for the purpose of a housing survey? Could Community Development Block Grant funds be used for this type of planning tool?

LP/yr