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## FISCAL IMPACT REPORT

SPONSOR: Papen DATE TYPED: 01/31/03 HB \_\_\_\_\_

SHORT TITLE: Private Sale of Local Bonds to NMFA SB 117

ANALYST: L. Kehoe

### APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY03	FY04	FY03	FY04		
			NFI		

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

New Mexico Finance Authority (NMFA)

### SUMMARY

#### Synopsis of Bill

Senate Bill 117 authorizes NMFA to issue bonds in the form of a loan agreement to municipalities, counties and school districts that would otherwise have to issue general obligation bonds.

#### Significant Issues

According to NMFA, Senate Bill 117 will save a county, municipality or school district the costs incurred by the issuance of bonds. However, all legal restrictions and requirements concerning general obligation debt would be left in place.

**LMK/prr**