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FISCAL IMPACT REPORT

SPONSOR	Mart	inez	ORIGINAL DATE LAST UPDATED		НВ	540/aHGUAC
SHORT TITI	LE _	Soil and Water	District Official Insurance		SB	
				ANAI	YST	Hadwiger

APPROPRIATION (dollars in thousands)

Appropr	iation	Recurring or Non-Rec	Fund Affected
FY06	FY07		
	NFI		

(Parenthesis () Indicate Expenditure Decreases)

Duplicates SB613, except for HGUAC amendment.

SOURCES OF INFORMATION

LFC Files

Responses Received From
New Mexico Department of Agriculture (NMDA)
General Services Department (GSD)

SUMMARY

Synopsis of HGUAC Amendment

The House Government & Urban Affairs Committee amendment to House Bill 540 would allowed elected <u>and appointed</u> supervisors of soil and water conservation districts and their dependents to participate in state group insurance programs if they pay 100 percent of the cost.

Synopsis of Original Bill

House Bill 540 would allow elected supervisors of soil and water conservation districts and their dependents to participate in state group insurance programs if they pay one hundred percent of the cost of the insurance.

FISCAL IMPLICATIONS

GSD noted that Soil and Water Conservation District (SWCD) employees and their covered dependents currently participate in the State of New Mexico Group Health Plan. The addition of

House Bill 540/aHGUAC - Page 2

elected supervisors will have minimal impact on the overall Group Health claims cost. Any impact will be offset by the additional premiums paid for by the population.

SIGNIFICANT ISSUES

NMDA was concerned that the word "elected" on page 2 line 2 of the original bill might exclude appointed supervisors pursuant to Section 73-20-38 NMSA 1978. NMDA noted that SWCD boards are made up of five elected supervisor positions at the least. Many SWCD boards have an additional two appointed supervisor positions at the request of the district or at the pleasure of the soil and water conservation commission. Elected positions which become vacant are filled by appointment of the local SWCD board. There are currently forty-seven soil and water conservation districts in the state. The HGUAC amendment addresses this concern to include appointed as well as elected supervisors.

ADMINISTRATIVE IMPLICATIONS

GSD did not anticipate difficulty implementing this bill.

DH/yr