Fiscal impact reports (FIRs) are prepared by the Legislative Finance Committee (LFC) for standing finance committees of the NM Legislature. The LFC does not assume responsibility for the accuracy of these reports if they are used for other purposes.

Current FIRs (in HTML & Adobe PDF formats) are available on the NM Legislative Website (legis.state.nm.us). Adobe PDF versions include all attachments, whereas HTML versions may not. Previously issued FIRs and attachments may be obtained from the LFC in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

SPONSOR	McSorley	ORIGINAL DATE LAST UPDATED	1/24/06 HB	
SHORT TITL	E Senior Citizen Far	mers' Market Project	SB	182
			ANALYST	Lewis

APPROPRIATION (dollars in thousands)

Appropr	iation	Recurring or Non-Rec	Fund Affected
FY06	FY07		
	60.0	Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

Relates to HB 83 (Farmers' Markets Promotion & Development)

SOURCES OF INFORMATION LFC Files

<u>Responses Received From</u> Department of Health (DOH) Aging and Long-Term Services Department (ALTSD)

SUMMARY

Synopsis of Bill

Senate Bill 182 appropriates \$60,000 from the general fund to the Department of Health for expenditure in fiscal year 2007 to develop a senior citizen farmers' market nutrition program pilot project to provide approximately 3,000 low-income seniors with vouchers for purchase of fresh foods at nearby farmers' markets.

FISCAL IMPLICATIONS

The appropriation of \$60,000 contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2007 shall revert to the general fund.

SIGNIFICANT ISSUES

According to the Department of Health (DOH), SB 182 is supported by the New Mexico Task Force to End Hunger, Goal #4: Improve the nutrition environment in New Mexico. Promotion and further expansion of New Mexico's farmers' markets will make fresh produce readily available to the Commodities Supplemental Food Program (CSFP) senior citizens' population. In-

Senate Bill 182 – Page 2

creased fresh fruit and vegetable intake is one of the key messages that the DOH encourages through the 5 A Day program to help prevent chronic diseases such as coronary heart disease, some cancers, obesity, and osteoporosis.

DOH further notes that the Farmer's Market Nutrition Program (FMNP) of the Women, Infant and Children (WIC) Program of DOH has been a source of predictable revenue during the growing season at 33 farmer's markets throughout New Mexico. These farmer's markets provide \$20.00 worth of fruits and vegetables per month to WIC enrollees. Many small farmers have reported that retail sales through the WIC Farmer's Market checks help them profit and stay in business. Promotion and further expansion of the farmers' markets to benefit CSFP's senior population may further enhance the economic impact to local growers.

However, DOH also notes that this appropriation is not part of the department's executive budget recommendation.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

According to DOH, without this appropriation funding may not be available to develop a Senior Citizen Farmers' Market Nutrition Program Pilot Project that could provide approximately 3,000 low-income seniors with vouchers for purchase of fresh foods at nearby farmers' markets.

The Aging and Long-Term Services Department (ALTSD) suggests that failure to enact this bill would constitute a missed opportunity to provide fresh fruits and vegetables to low-income, food-insecure seniors.

ML/mt