HOUSE APPROPRIATIONS AND FINANCE COMMITTEE SUBSTITUTE FOR HOUSE BILL 840

49TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2009

AN ACT

RELATING TO STATE BUDGETS; PROVIDING THAT THE LIMITATION ON EXPENDITURES BY STATE AGENCIES DURING THE FIRST HALF OF A FISCAL YEAR APPLIES ONLY IN FISCAL YEARS IN WHICH THERE IS A GUBERNATORIAL ELECTION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 6-3-6 NMSA 1978 (being Laws 1957, Chapter 253, Section 7, as amended) is amended to read:

"6-3-6. STATE BUDGET DIVISION--PERIODIC ALLOTMENTS.--

A. The state budget division, subject to the approval of the secretary of finance and administration, is authorized to provide regulations for the periodic allotment of funds that may be expended by any state agency.

 $\underline{\text{B.}}$ The expenditures of any state agency, as defined in Section [11-4-1.1 NMSA 1953] 6-3-1 NMSA 1978, for the first .178553.1

[six-months] six-month period of each [odd-numbered] fiscal
year <u>in which there is a gubernatorial election</u> shall be
limited to one-half of the appropriation or approved budget,
whichever is less, for that fiscal year. This restriction
[shall] does not apply to those agencies whose operations are
more efficiently measured by periods other than a fiscal year,
including but not limited to the New Mexico legislative
council, legislative committees, [the inter-tribal Indian
ceremonial] the intertribal ceremonial office and the New
Mexico state fair. Expenditures of [the inter-tribal Indian
ceremonial and] the intertribal ceremonial office and the New
Mexico state fair shall be governed by regulation of the
department of finance and administration. The department of
finance and administration may also allow expenditure of more
than one-half of the appropriation or approved budget for:

(1) those programs for which the level of expenditures are significantly determined by factors beyond the agency's control, including but not limited to the number of enrollees and cost of services provided in entitlement programs such as medicaid, the population level at correctional institutions and other state institutions and facilities, and the cost of non-discretionary items needed to care for such populations, such as pharmaceuticals and food; or

(2) those agencies planning major expenditures for capital outlay in the first six months of the fiscal year, .178553.1

= new	= delete
underscored material	[bracketed material]

which would result in over-expenditure of the first six-months' allocation."

Section 2. EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 2009.

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