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FISCAL IMPACT REPORT

SPONSOR	Egolf		LAST UPDATED		НВ	513
SHORT TITLE		Fed Home Loan Bank & Deposit of Public Funds				
			LYST	Amacher		

REVENUE (dollars in thousands)

	Estimated Reven	Recurring	Fund	
FY17	FY18	FY19	or Nonrecurring	Affected
	Yet to be Determined		Recurring	Local Government Investment Pool (See Fiscal Implications)

SOURCES OF INFORMATION

LFC Files

Responses Received From
Department of Finance & Administration (DFA)
Office of the Attorney General (OAG)
State Treasurer's Office (STO)

SUMMARY

Synopsis of Bill

The House Business Industry Committee Substitute for House Bill 513 amends existing law governing the deposit and investment of funds (Section 6-10-10 NMSA 1978) to clarify that securities issued by the full faith and credit of the United States government, or issued by its agencies, includes securities issued by federal home loan banks. House Bill 513 includes securities issued by federal home loan banks in the local government investment pool. If enacted, House Bill 513 becomes effective on June 12, 2017.

FISCAL IMPLICATIONS

The fiscal impact has yet to be determined. By including securities issued by federal home loan banks in the local government investment pool the state treasurer is allowed one more source for investments.

House Bill 513/HBICS – Page 2

SIGNIFICANT ISSUES

HB513 amends existing law governing deposit and investment of Funds (Chapter 6-10-10 NMSA 1978) to ensure the securities issued by the full faith and credit of the United States government, or issued by its agencies, includes securities issued by federal home loan banks. The bill includes securities issued by federal home loan banks in the local government investment pool. This allows the state treasurer one more source for investments.

JMA/jle/sb/jle