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 and previously issued FIRs are available on the NM Legislative Website (<u>www.nmlegis.gov</u>) and may also be obtained from the LFC in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

SPONSOR	J. Martinez	ORIGINAL DATE LAST UPDATED	2/12/19	HB	485
SHORT TITI	E Statewide Art	Programs and Services		SB	

ANALYST Martinez

<u>APPROPRIATION</u> (dollars in thousands)

Appropr	iation	Recurring	Fund Affected	
FY19	FY20	or Nonrecurring		
	\$500.0	Recurring	General Fund	

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION LFC Files

<u>Responses Received From</u> Department of Cultural Affairs (DCA)

SUMMARY

Synopsis of Bill

HB485 appropriates \$500 thousand from the general fund to the Cultural Affairs Department to fund arts programs and services for government entities, tribal governments, organizations for arts, schools and universities throughout the state.

FISCAL IMPLICATIONS

The appropriation of \$500 thousand contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY20 shall revert to the general fund.

The Department of Cultural Affairs provided the following:

This funding would be administered through the existing processes; there would be no additional costs to administer this funding.

SIGNIFICANT ISSUES

The Department of Cultural Affairs provided the following:

House Bill 485 – Page 2

HB485 directs funds to the department to support programs and services for government/tribal entities, arts organizations and schools/university throughout the state. The department's most effective means for accomplishing this would be through New Mexico Arts' existing arts services program. Through this program, Federal 501 (c) (3) tax-exempt nonprofit organizations, units of government, schools, colleges, universities, and tribal government entities with offices in New Mexico are eligible to apply. Funds are used to support arts education, arts economic development, performing and visual arts, and contemporary and traditional folk arts statewide.

Funds allocated would need to be distributed in accordance with state procurement policies.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status Quo, the Department of Cultural Affairs will continue to provide service to local art entities through their Arts Program.

JM/gb