

LFC Requester: _____

**AGENCY BILL ANALYSIS
2024 REGULAR SESSION**

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO:

AgencyAnalysis.nmlegis.gov

{Analysis must be uploaded as a PDF}

SECTION I: GENERAL INFORMATION

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Check all that apply:

Original **Amendment** _____
Correction _____ **Substitute** _____

Date January 26, 2024

Bill No: HB 93

Sponsor: Cates
Short Title: MEDICAID HOME
MODIFICATION GROSS

**Agency Name
and Code** Municipal League/ML
Number: _____
Person Writing Alison Nichols
Phone: 505-470-3931 **Email** anichols@nmml.org

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY24	FY25		

(Parenthesis () Indicate Expenditure Decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY24	FY25	FY26		

(Parenthesis () Indicate Expenditure Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY24	FY25	FY26	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total						

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to:
Duplicates/Relates to Appropriation in the General Appropriation Act

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis:

FISCAL IMPLICATIONS

This bill would have a small negative fiscal impact on gross receipts revenues of municipalities. The FIR from the same bill from 2023 estimated a total impact of less than \$200 thousand to all local governments. The revenue loss amount, while small, is uncertain.

SIGNIFICANT ISSUES

HB 93 would erode the local gross receipts tax base of municipalities, which is contrary to the policy principles adopted by the New Mexico Municipal League.

Municipalities' means of raising revenue are fairly limited and continuously shrinking the local tax base could leave cities without the revenue necessary to fund key operations – including public safety, transportation services, senior services, parks and recreation, libraries, and many other services that residents rely on.