# AGENCY BILL ANALYSIS 2024 REGULAR SESSION

## WITHIN 24 HOURS OF BILL POSTING, EMAIL ANALYSIS TO:

## **LFC@NMLEGIS.GOV**

and

## **DFA@STATE.NM.US**

{Include the bill no. in the email subject line, e.g., HB2, and only attach one bill analysis and related documentation per email message}

# **SECTION I: GENERAL INFORMATION**

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

CH	neck all that apply:	<b>Date</b> Feb 7, 2024		
Original	Amendment			<b>Bill No</b> : HB 293
Correctio	n Substitute X			
Sponsor:	Janelle Anyanonu	Agency Name and Code Number:		v Mexico Mortgage Finance hority (MFA) 992
Short	CREDITWORTHINESS	Person Writing		Robyn Powell
Title:	ASSISTANCE PROGRAM	<b>Phone:</b> 505.767.	2271	Email rpowell@housingnm.org
SECTION	NII: FISCAL IMPACT			

## **APPROPRIATION (dollars in thousands)**

Approp	riation	Recurring	Fund Affected	
FY24	FY25	or Nonrecurring		
	\$250	Nonrecurring	GF	

(Parenthesis ( ) Indicate Expenditure Decreases)

## **REVENUE** (dollars in thousands)

<b>Estimated Revenue</b>			Recurring	Fund
FY24	FY25	FY26	or Nonrecurring	Affected

 $(Parenthesis\ (\ )\ Indicate\ Expenditure\ Decreases)$ 

## **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**

HB 293 current substitute makes a one-time, non-reverting general fund appropriation to the Department of Finance and Administration for the New Mexico Mortgage Finance Authority (MFA) for the propose of creditworthiness assistance, which is financial assistance to landlords and tenants for unpaid rent and property damages.

#### FISCAL IMPLICATIONS

HB 293 current substitute makes a one-time, non-reverting general fund appropriation to the Department of Finance and Administration for MFA for the proposed creditworthiness assistance fund.

#### SIGNIFICANT ISSUES

According to the May 2023 Legislative Finance Committee's Policy Spotlight: Homelessness and Affordable Housing Support about 106,000 households in New Mexico that have low incomes and are cost burdened by rent. These households are considered housing insecure and often in need of support, such as creditworthiness funding, to remain stably housed, avoid eviction, and prevent homelessness.

MFA currently operates a landlord collaboration program, which incentivizes landlords to rent vulnerable populations, including youth exiting the foster care system, by offering assistance for unpaid rent and property damages. In 2023 MFA administered \$93,000 to support 81 landlords through this program. Were the current substitute of HB 293 passed, MFA could expand the landlord collaboration program to administer the funding to eligible landlords and renters.

#### PERFORMANCE IMPLICATIONS

#### ADMINISTRATIVE IMPLICATIONS

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

**TECHNICAL ISSUES** 

OTHER SUBSTANTIVE ISSUES

**ALTERNATIVES** 

# WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL AMENDMENTS