LFC Requester:	

# AGENCY BILL ANALYSIS 2024 REGULAR SESSION

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

## Analysis.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 Substitutex		Date         2/5/2024           Bill No:         STBTC SB 151			
Sponsor:	Campos/Woods/Diamond Brantley	Agency Name and Code Number:	DFA	34100	
Short Title:	Premium Tax to Emergency Services Fund	Person Writing Phone: 505-467-9	9048	Sabrina <b>Email</b>	Varela Sabrina.varela@dfa.n

### **SECTION II: FISCAL IMPACT**

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

Approp	riation	Recurring	Fund Affected	
FY24	FY25	or Nonrecurring		
	\$22,000	Nonrecurring	General Fund	

(Parenthesis ( ) Indicate Expenditure Decreases)

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

	Recurring	Fund			
FY24	FY25	FY26	or Nonrecurring	Affected	
	(\$22,000)	(\$22,000)	Recurring	General Fund	

(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**

Senate Bill 151 (SB151) amends Section 7-1-6.62 NMSA 1978, Distribution Premium Tax, adding a ten percent distribution to the Emergency Medical Services Fund, along with current distributions made to the Law Enforcement Protection Fund and the Fire Protection Fund from the health insurance premium tax. SB151 also amends Section 24-10A-3 NMSA 1978, adding "distributions" as an allowable deposit of funds into the Emergency Medical Services Fund.

The bill goes into effect July 1, 2025.

#### FISCAL IMPLICATIONS

SB151 STBTC committee substitute appropriates \$22 million from the general fund to the EMS fund in FY25 and the 10% distributions from the Premium Tax will go into effect on July 1, 2025, and is estimated to bring in approximately \$22 million per year starting in FY26.

#### **SIGNIFICANT ISSUES**

The EMS Fund currently averages \$10 thousand to entities that apply for the grant, however there is a shortfall when it comes to the extent that the fund can be used for by those local levels. Adding the EMS fund to the distribution can create allowances needs at the local level for more uses. Due to lack of funding, not all New Mexico Public Safety Answering Point's (PSAP's) are emergency medical dispatch (EMD) certified and capable to provide pre-arrival instructions. EMD can assist in providing immediate care before first responders arrive on scene. Many of the rural communities who lack field responders, and highly rely on volunteers to respond are some of the PSAP's who do not have the capacity for EMD.

Increasing the EMS fund and having allowances for EMD at PSAP's coupled with grants allocated to PSAP's from the E-911 Bureau at the DFA aligns with the goals of NM to provide essential emergency response services and improve public safety. This funding should increase EMS capacity across the state and decrease response times.

### PERFORMANCE IMPLICATIONS

#### ADMINISTRATIVE IMPLICATIONS

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

SB151 Duplicates HB258

SB151 is in companionship with SB21 and HB88, the local firefighter recruitment, as it seeks to recruit more firefighter and emergency medical technician personnel to reduce response times.

**TECHNICAL ISSUES** 

**OTHER SUBSTANTIVE ISSUES** 

**ALTERNATIVES** 

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

**AMENDMENTS**