

**AGENCY BILL ANALYSIS
2024 REGULAR SESSION**

WITHIN 24 HOURS OF BILL POSTING, EMAIL ANALYSIS TO:

LFC@NMLEGIS.GOV

and

DFA@STATE.NM.US

SECTION I: GENERAL INFORMATION

Check all that apply:

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

Date Prepared: 2024-01-30

Bill No: SB238

Sponsor(s) William F. Burt
:

Agency Name ECECD 611
and Code
Number:

Person Writing Sandy Trujillo-Medina

Analysis:

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Short REGIONAL ED
Title: COOPERATIVE REVENUE
BOND ACT

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m.gov

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY24	FY25		
NFI	NFI		

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY24	FY25	FY26		
NFI	NFI	NFI		

ESTIMATED ADDITIONAL OPERATION BUDGET (dollars in thousands)

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

Duplicates/Conflicts with/Companion to/Relates to:

Duplicates/Relates to Appropriation in the General Appropriation Act:

SECTION III: NARRATIVE

BILL SUMMARY

SB238 enacts a new section of the Public School Code, the Regional Education Cooperative Revenue Bond Act, whose purpose is to fund capital projects through the New Mexico Finance Authority to issue the bonds for financing capital projects.

SB238 enables a coordinating council to issue and sell “regional education cooperative revenue bonds,” or request that the New Mexico Finance Authority issue and sell said bonds. SB238 also requires the coordinating council to make a determination that a capital project is necessary and that the cooperative has enough income to repay and discharge any bonds issued and expenses. SB238 also sets forth reporting requirements for the coordinating council to submit to the Department (presumably the Public Education Department, though it is not defined in the Act), and requirements for refunding, issuing, and selling bonds. SB238 specifies that the bonds issued under the act are exempt from taxation.

SB238 appropriates six million dollars (\$6,000,000.00) from the general fund to regional education cooperative nine for expenditure in fiscal years 2024 through 2028 to plan, design, construct, equip and furnish an an early childhood center in Ruidoso. Unexpended or unencumbered funds remaining at the end of fiscal year 2028 revert to the general fund.

FISCAL IMPLICATIONS

SIGNIFICANT ISSUES

None.

PERFORMANCE IMPLICATIONS

None.

ADMINISTRATIVE IMPLICATIONS

None.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None.

TECHNICAL ISSUES

None.

OTHER SUBSTANTIVE ISSUES

None.

ALTERNATIVES

None.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

If SB238 is not enacted, a new section of the Public School Code, the "Regional Education Cooperative Revenue Bond Act" will not be enacted, allowing a coordinating council to issue and sell "regional education cooperative revenue bonds," and there will be no appropriation of six million dollars (\$6,000,000.00) from the general fund to regional education cooperative nine for expenditure in fiscal years 2024 through 2028 to plan, design, construct, equip and furnish an early childhood center in Ruidoso.

AMENDMENTS

None.