

LFC Requester:	Lance Chilton
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AGENCY BILL ANALYSIS - 2026 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO
AgencyAnalysis.nmlegis.gov and email to billanalysis@dfa.nm.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}

Date Prepared: 2/5/26 **Bill Number:** HB321 **Original** **Amendment** **Substitute**
Short Title: LOCAL ECONOMIC DEVELOPMENT SPENDING INCLUDES MEDICAL SERVICES

Sponsor: Rep. Meredith Dixon
Name and Code Number: HCA 630

Person Writing: Rosalind Smith
Phone: 505-470-8378 **Email:** Rosalind.Smith@hca.nm.gov

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY26	FY27		
\$0	\$0	NA	NA

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY26	FY27	FY28		
\$0	\$0	\$0	NA	NA

(Parenthesis () indicate revenue decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY26	FY27	FY28	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	\$0	\$0	\$0	\$0	NA	NA

(Parenthesis () Indicate Expenditure Decreases)

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis: House Bill 321 (HB321) amends the Local Economic Development Act (Chapter 5, Article 10 NMSA 1978) to expand eligibility for economic development support which will allow local governments to utilize funds in support of medical services without violating the NM Constitution's anti-donation clause, N.M. Const. art. IX, § 14.

FISCAL IMPLICATIONS

None for HCA

SIGNIFICANT ISSUES

None for HCA

PERFORMANCE IMPLICATIONS

None for HCA

ADMINISTRATIVE IMPLICATIONS

None for HCA

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None at this time of this analysis

TECHNICAL ISSUES

None

OTHER SUBSTANTIVE ISSUES

None

ALTERNATIVES

None

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status quo

AMENDMENTS