

LFC Requester: _____

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: 1/26/2026 *Check all that apply:*
Bill Number: S42-341 Original Correction
 Amendment Substitute

Sponsor: Sen. Gonzales **Agency Name and Code Number:** DFA-341
Short Title: TAOS PRIMARY HEALTH BUILDING **Person Writing Analysis:** Wesley Billingly, IPDD Director
Noel Martinez, Senior Economist
Phone: _____ **Email:** _____

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)0

Appropriation		Recurring or Nonrecurring	Fund Affected
FY26	FY27		
	(\$10,000)	Non-recurring	General Fund
	\$10,000	Non-recurring	Taos County

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY26	FY27	FY28		

(Parenthesis () indicate revenue decreases)

0

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY26	FY27	FY28	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected

Total						
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(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 42 (SB42) aims to improve access to primary health care services in Taos County by providing funding for the development of a dedicated health care facility. SB42 proposes the construction, equipping, and furnishing of a primary health care facility in Taos County, New Mexico.

- Appropriation: SB42 appropriates \$10,000,000 from the general fund to the Department of Finance and Administration for this project.
- Timeline: SB42 allows the funds to be expended in fiscal years 2027 through 2030.
- Reversion Clause: Any unspent funds remaining six months after the project's completion or by the end of fiscal year 2030 will revert to the general fund.

FISCAL IMPLICATIONS

- In House Bill 2 of the 2024 legislative session, Taos County received a \$15 million special appropriation. Additionally, in House Bill 2 of the 2025 legislative session, Taos County received a \$7.5 million special appropriation.
 - With the inclusion of the \$10 million appropriation in SB42, the Taos County health care facility project will have a total of \$32.5 million appropriated by the legislature.
 - This project is not currently included in Taos County’s infrastructure capital improvement plan.
 - Because SB42 is for the construction, equipping, and furnishing of a capital asset, such appropriations are typically funded through the annual capital outlay bill.

SIGNIFICANT ISSUES

N/A.

PERFORMANCE IMPLICATIONS

N/A.

ADMINISTRATIVE IMPLICATIONS

- The Department of Finance and Administration serves as a pass-through entity for the appropriation in SB42, similar to the appropriations in House Bill 2 during the 2024 and 2025 legislative sessions.
 - Among the three appropriations, DFA will be required to track two reversion dates.
 - The appropriations in House Bill 2 for the 2024 and 2025 legislative sessions revert on June 30, 2026.
 - SB42's proposed reversion date is the earlier of six months after project completion or June 30, 2030.
- Due to differing reversion dates, SB42 will likely increase the Department of Finance and Administration's required programmatic oversight, including additional documentation requirements and coordination responsibilities for Taos County, the Town of Taos, and any special districts that share the parcel space.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

N/A.

TECHNICAL ISSUES

N/A.

OTHER SUBSTANTIVE ISSUES

N/A.

ALTERNATIVES

N/A.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

N/A.

AMENDMENTS

N/A.