

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: S81 Original Correction
 Amendment Substitute

Sponsor: Sen. Padilla **Agency Name and Code Number:** DFA-341
Short Title: PRIMARY CARE CAPITAL FUNDING ACT **Person Writing Analysis:** Wesley Billingsley
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SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY26	FY27		
	(\$25,000)	Non-Recurring	GF
	\$25,000	Non-recurring	NM FA (Primary Care Capital Funding)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY26	FY27	FY28		

(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						
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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 81(SB81) proposes an appropriation of \$25 million from the general fund to the Department of Finance and Administration.

- The funds are designated for the New Mexico Finance Authority to implement the objectives of the Primary Care Capital Funding Act.
- The appropriation is intended for fiscal year 2027 and subsequent fiscal years, with any unspent or unencumbered funds not reverting to the general fund.

FISCAL IMPLICATIONS

- SB81 allocates a one-time expenditure of \$25.0 million from the General Fund. Since this appropriation is non-reverting, any unused or unencumbered funds will carry over to future fiscal years and will not be reverted back to the General Fund.
 - There is no offsetting revenue identified in the SB81.
 - Funds are intended to support capital financing activities under the Primary Care Capital Funding Act, which may include grants, loans, or other financing mechanisms administered by NMFA to expand, renovate, or modernize primary care facilities statewide.
- HB81 does not specify an explicit administrative appropriation.
 - DFA and NMFA are anticipated to manage the funds using their current resources, although their workload for project evaluation, financial structuring, and oversight might grow.
- HB81’s appropriations non-reverting status allows NMFA to deploy funds strategically over multiple fiscal years, potentially improving project readiness and financial leverage.
 - Depending on program design, the appropriation may generate indirect fiscal benefits, such as reduced emergency care costs or improved healthcare access in underserved areas; however, these impacts are not directly quantifiable for purposes of this analysis.

SIGNIFICANT ISSUES

N/A.

PERFORMANCE IMPLICATIONS

N/A.

ADMINISTRATIVE IMPLICATIONS

HB81 may increase DFA and NMFA's administrative responsibilities to ensure compliance, proper fund utilization, and alignment with the goals of the Primary Care Capital Funding Act.

- **Fund Management:** DFA will be responsible for managing the \$25 million appropriation and ensuring its proper allocation to the New Mexico Finance Authority (NMFA).
- **Oversight and Implementation:** NMFA will need to oversee and execute the purposes of the Primary Care Capital Funding Act, which may involve planning, funding, and monitoring primary care infrastructure projects.
- **Non-Reversion of Funds:** Any unexpended or unencumbered balance at the end of a fiscal year will not revert to the general fund, requiring ongoing tracking and management of the funds across multiple fiscal years.

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.