

State of New Mexico
House of Representatives

FIFTY-SEVENTH LEGISLATURE
SECOND SESSION

February 4, 2026

HOUSE FLOOR AMENDMENT number _____ to HOUSE APPROPRIATIONS AND
FINANCE COMMITTEE SUBSTITUTE
FOR HOUSE BILLS 2 AND 3

Amendment sponsored by Representative

1. On page 9, line 8, under the General Fund column, strike the sum and insert in lieu thereof "15,008.3".
2. On page 9, line 15, under the General Fund column, strike the sum and insert in lieu thereof "40,070.8".
3. On page 9, line 22, under the General Fund column, strike the sum and insert in lieu thereof "15,627.9".
4. On page 10, line 4, under the General Fund column, strike the sum and insert in lieu thereof "6,491.2".
5. On page 10, line 11, under the General Fund column, strike the sum and insert in lieu thereof "16,208.1".
6. On page 10, line 18, under the General Fund column, strike the sum and insert in lieu thereof "8,487.1".
7. On page 10, line 25, under the General Fund column, strike the sum and insert in lieu thereof "5,888.4".
8. On page 11, line 7, under the General Fund column, strike the sum and insert in lieu thereof "7,425.4".
9. On page 11, line 14, under the General Fund column, strike the sum and insert in lieu thereof "8,095.6".
10. On page 11, line 21, under the General Fund column, strike the sum and insert in lieu thereof "2,842.8".

.233764.3

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11. On page 12, line 3, under the General Fund column, strike the sum and insert in lieu thereof "15,666.0".
12. On page 12, line 10, under the General Fund column, strike the sum and insert in lieu thereof "8,075.7".
13. On page 12, line 17, under the General Fund column, strike the sum and insert in lieu thereof "16,316.7".
14. On page 12, line 25, under the General Fund column, strike the sum and insert in lieu thereof "34,413.2".
15. On page 13, line 10, under the General Fund column, strike the sum and insert in lieu thereof "9,051.7".
16. On page 13, line 23, under the General Fund column, strike the sum and insert in lieu thereof "34,964.4".
17. On page 14, line 10, under the General Fund column, strike the sum and insert in lieu thereof "8,024.2".
18. On page 14, line 23, under the General Fund column, strike the sum and insert in lieu thereof "5,047.2".
19. On page 15, line 11, under the General Fund column, strike the sum and insert in lieu thereof "8,454.6".
20. On page 15, line 24, under the General Fund column, strike the sum and insert in lieu thereof "4,736.9".
21. On page 16, line 12, under the General Fund column, strike the sum and insert in lieu thereof "4,177.8".
22. On page 16, line 25, under the General Fund column, strike the sum and insert in lieu thereof "4,833.3".

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23. On page 17, line 13, under the General Fund column, strike the sum and insert in lieu thereof "4,777.9".

24. On page 18, line 1, under the General Fund column, strike the sum and insert in lieu thereof "2,325.8".

25. On page 18, line 14, under the General Fund column, strike the sum and insert in lieu thereof "7,776.8".

26. On page 19, line 7, under the General Fund column, strike the sum and insert in lieu thereof "411.6".

27. On page 19, line 18, under the General Fund column, strike the sum and insert in lieu thereof "5,442.9".

28. On page 20, line 6, under the General Fund column, strike the sum and insert in lieu thereof "9,452.7".

29. On page 21, line 9, under the General Fund column, strike the sum and insert in lieu thereof "57,809.7".

30. On page 27, between lines 23 and 24, insert:

"The department of finance and administration shall provide reimbursement to a public body in which a facility has closed due to the provisions of House Bill 9 or similar legislation of the second session of the fifty-seventh legislature and for which the public body has submitted a request for reimbursement to the department that reliably proves through supporting documentation of lost property taxes; lost income from no longer leasing the facility to the federal government or the federal government's appointed private contractor; additional social service spending related to the loss of jobs, both direct and indirect, related to the facility's closure; and the amount of loss of gross receipts tax revenues based on the five-year annual average of taxes received by the public body related to the closure of the facility. The department shall

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request from the legislature supplemental appropriations from the general fund to provide the necessary reimbursements requested by the negatively affected public body.".

31. On page 30, between lines 12 and 13, insert:

"The department of finance and administration shall use existing appropriations to implement tools, including forensic audits, data analytics-driven reviews, performance audits and compliance audits, on a regular and comprehensive basis. The audits shall be undertaken in fiscal year 2027 for any program that provides direct payments to individuals, contractors and service providers and shall focus on examining records and data for irregularities, assessing internal control effectiveness, identifying inefficiencies and detecting program failures that result in measurable waste, fraud and abuse within those audited programs. The department shall report to the governor and the legislative finance committee the findings of these targeted and risk-based audits; the amount of waste, fraud and abuse discovered; recommendations for improved internal controls; and the amount of improper or fraudulent payments received.".

32. On page 88, line 9, under the General Fund column, strike the sum and insert in lieu thereof "196,583.1".

33. On page 88, line 15, strike "twenty million nine hundred thousand dollars (\$20,900,000)" and insert in lieu thereof "three million eight hundred sixty thousand dollars (\$3,860,000)".

34. On page 88, line 21, strike "nineteen million nine hundred thousand dollars (\$19,900,000)" and insert in lieu thereof "two million eight hundred sixty thousand dollars (\$2,860,000)".

35. On page 89, between lines 19 and 20, insert:

"The early childhood education and care department shall use

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existing appropriations to implement tools, including forensic audits, data analytics-driven reviews, performance audits and compliance audits on a regular and comprehensive basis. The audits shall be undertaken in fiscal year 2027 for any program that provides direct payments to individuals, contractors and service providers and shall focus on examining records and data for irregularities, assessing internal control effectiveness, identifying inefficiencies and detecting program failures that result in measurable waste, fraud and abuse within those audited programs. The department shall report to the governor and the legislative finance committee the findings of these targeted and risk-based audits; the amount of waste, fraud and abuse discovered; recommendations for improved internal controls; and the amount of improper or fraudulent payments received.".

36. On page 92, line 24, under the General Fund column, strike the sum and insert in lieu thereof "1,187,023.4".

37. On page 94, between lines 16 and 17, insert:

"The general fund appropriation to the medical assistance program of the health care authority includes five million dollars (\$5,000,000) to provide an annual rate increase for personal care consumer directed, personal care consumer delegate and personal care self-directed services.".

38. On page 100, line 20, under the General Fund column, strike the sum and insert in lieu thereof "321,512.5".

39. On page 100, strike lines 21 through 24 and insert in lieu thereof:

"The general fund appropriations to the developmental disabilities support program of the health care authority in the other financing uses category include ten million three hundred thousand dollars (\$10,300,000) to raise rates for residential services providers,

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including custom in-home service providers; two million dollars (\$2,000,000) to ensure nursing is available to the medically fragile waiver participants; fifteen million dollars (\$15,000,000) for increased enrollee service utilization; and two million dollars (\$2,000,000) to provide incentivized rates to increase the provision of waiver services in underserved rural areas of the state.".

40. On page 101, between lines 24 and 25, insert:

"The health care authority shall use existing appropriations to implement tools, including forensic audits, data analytics-driven reviews, performance audits and compliance audits on a regular and comprehensive basis. The audits shall be undertaken in fiscal year 2027 for any program that provides direct payments to individuals, contractors and service providers and shall focus on examining records and data for irregularities, assessing internal control effectiveness, identifying inefficiencies and detecting program failures that result in measurable waste, fraud and abuse within those audited programs. The authority shall report to the governor and the legislative finance committee the findings of these targeted and risk-based audits; the amount of waste, fraud and abuse discovered; recommendations for improved internal controls; and the amount of improper or fraudulent payments received.".

41. On page 115, between lines 5 and 6, insert:

"The department of health shall use existing appropriations to implement tools, including forensic audits, data analytics-driven reviews, performance audits and compliance audits on a regular and comprehensive basis. The audits shall be undertaken in fiscal year 2027 for any program that provides direct payments to individuals, contractors and service providers and shall focus on examining records and data for irregularities, assessing internal control effectiveness, identifying inefficiencies and detecting program failures that result in measurable waste, fraud and abuse within those audited programs. The department shall report to the governor

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and the legislative finance committee the findings of these targeted and risk-based audits; the amount of waste, fraud and abuse discovered; recommendations for improved internal controls; and the amount of improper or fraudulent payments received.".

42. On page 122, between lines 8 and 9, insert:

"The children, youth and families department shall use existing appropriations to implement tools, including forensic audits, data analytics-driven reviews, performance audits and compliance audits on a regular and comprehensive basis. The audits shall be undertaken in fiscal year 2027 for any program that provides direct payments to individuals, contractors and service providers and shall focus on examining records and data for irregularities, assessing internal control effectiveness, identifying inefficiencies and detecting program failures that result in measurable waste, fraud and abuse within those audited programs. The department shall report to the governor and the legislative finance committee the findings of these targeted and risk-based audits; the amount of waste, fraud and abuse discovered; recommendations for improved internal controls; and the amount of improper or fraudulent payments received.".

43. On page 212, strike line 17 and insert in lieu thereof "For school improvement activities.".

44. Revise all totals and subtotals to correspond to these amendments.

Adopted _____ Not Adopted _____
(Chief Clerk) (Chief Clerk)

Date _____

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